City of St. Pete Beach, Florida
Annual Comprehensive Financial Report

For the Fiscal Year Ended
September 30, 2025

Prepared by:
City of St. Pete Beach Finance Department

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CITY OF ST. PETE BEACH, FLORIDA
PRINCIPAL CITY OFFICIALS

City Commission in place as of September 30, 2025

Mayor and City Commission:

Mayor – Adrian Petrila

District 1 – Karen Marriott

District 2 – Lisa Robinson

District 3 – Betty Rzewnicki

District 4 – Joe Maholland

City Officials:

City Manager – Frances Robustelli

City Clerk – Renee Rose

Interim City Attorney – Ralf Brooks

Finance Director – Devon Schmidt

Assistant City Manager – Adam Porrier

Community Development Director – Laura Canary

Public Works Director – Camden Mills

Fire Chief – Jim Kilpatrick

Library Director – Cathleen Bowley

Acting Resident Services Director – Amanda Edmunds

Human Resources Director – Jill Sassone

St. Pete Beach
The Sunset Capital of Florida

City of St. Pete Beach
155 Corey Avenue
St. Pete Beach, FL 33706

June 29, 2026

To the Honorable Mayor, City Commissioners, and Citizens of the City of St. Pete Beach, Florida:

The Annual Comprehensive Financial Report (ACFR) of the City of St. Pete Beach for the fiscal year ended September 30, 2025, is hereby submitted. In addition to meeting legal requirements of the City Charter, Florida Statutes and the Rules of the Auditor General of the State of Florida, the report continues to present the City's tradition of full financial disclosure. The ACFR represents the official report of the City's financial position and operations to the City Commission, citizens, rating agencies, bond holders and other interested parties. Responsibility for the accuracy of the data and the completeness and fairness of presentation, including all disclosures, rests with management. Management believes the data as presented are accurate in all material respects; that the report is presented in a manner which fairly illustrates the financial activity of the various funds; and that all disclosures necessary to enable the reader to gain a complete understanding of the City's financial activities have been included.

To provide a reasonable basis for making the financial presentations, management maintains an internal control structure that provides reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition; that transactions are executed in accordance with management's authorization; and that transactions are recorded properly to facilitate preparation of financial statements in accordance with generally accepted accounting principles (GAAP). The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived, and that the valuation of costs and benefits requires estimates and judgments by management. Management believes the City's internal accounting controls adequately safeguard assets and provides reasonable assurance of proper recording of financial transactions.

Pursuant to the City Charter, Florida Statutes Chapters 11.45 and 218, and Chapter 10.550 of the Rules of the Auditor General of the State of Florida, an audit of the accounts and financial statements of the City of St. Pete Beach has been completed by the City's independent certified public accountants, James Moore & Co., P.L., whose opinion is included in the financial section of this report. The goal of the independent audit is to provide reasonable assurance that the financial statements are free of material misstatement. The independent audit involves examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation.

The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of St. Pete Beach's financial statements for the fiscal year ended September 30, 2025, are fairly presented in conformity with GAAP.

Generally accepted accounting principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City of St. Pete Beach's MD&A can be found immediately following the audit report.

ST. PETE BEACH GOVERNMENT

The funds related to the City of St. Pete Beach that are included in the ACFR represent those funds for which the primary government is financially accountable. There are no other entities or organizations for which the City of St. Pete Beach is financially accountable that should be included. The criteria used in determining the reporting entity are consistent with Governmental Accounting Standards Board (GASB) Statement No. 14, as amended, which defines a reporting entity. Based on these criteria, the various funds shown in the Table of Contents are included in this report.

The City operates under the City Commission/City Manager form of government. The City Commission is composed of a mayor and four commission members and as a group is responsible for enacting ordinances, resolutions, and regulations governing the City, and appointing the City Manager, the City Attorney and the City Clerk. The City Commission also appoints members to various boards and advisory committees, including the General Employees', Firefighters', and Police Pension Boards; the Finance and Budget Review Committee; the Board of Adjustment; the Planning Board; the Historic Preservation Board; the Library Advisory Committee; the Recreation Advisory Committee; and the Beach Stewardship Committee.

The City provides a traditional range of services, including: fire protection and emergency medical service; maintenance of parks, streets, beaches, and infrastructure; planning and zoning; recreation services and amenities; library; wastewater collection; reclaimed water; and stormwater drainage management. On January 6, 2013, the City dissolved the police department and contracted with the Pinellas County Sheriff's Office for law enforcement service. Potable water, solid waste treatment, and criminal justice systems are provided by Pinellas County. Wastewater treatment is provided by the City of St. Petersburg.

BUDGETARY INFORMATION

The annual budget serves as the foundation for the City's financial planning and control. Department directors are required to submit their budget requests to the City Manager, who then uses these requests as the starting point for developing a proposed budget. The City Manager is required by the City Charter to present the proposed budget to the City Commission. The City Commission is required to hold public hearings on the proposed budget and to adopt a final budget by September 30, the close of the City's fiscal year. The appropriated budget is prepared by fund and department. The City Manager may transfer any unencumbered appropriation or portion thereof between classifications of expenditures within a department. The City Commission may, by ordinance, make additional appropriations or transfer any unencumbered appropriation from any department or from reserves to another department. Budget-to-actual comparisons are provided in the basic financial statements for the General Fund and ARPA Fund; budget-to-actual comparisons for other budgeted governmental funds are presented as supplementary information.

LOCAL ECONOMY

St. Pete Beach is located at the southern end of Pinellas County, just west of St. Petersburg and immediately south of Treasure Island. The City has a land area of approximately two and one quarter square miles and a year-round resident population of 9,064. St. Pete Beach is frequently recognized as a top beach destination and has been honored as one of the top-ranked beaches in the United States. The City's beaches, hotels, and historic resources attract tourists and visitors from all over the world, and the City is heavily concentrated with resorts, hotels, and other accommodations to support the tourist population.

Fiscal year 2025 was shaped by the City's recovery from Hurricanes Helene and Milton, which struck the Tampa Bay region within roughly two weeks of one another at the turn of the fiscal year. Hurricane Helene passed offshore on September 26, 2024, in the closing days of FY2024, driving a destructive storm surge across the barrier islands, and Hurricane Milton made landfall near Siesta Key on October 9, 2024, in the first days of FY2025. Together the storms caused widespread damage to public infrastructure — most notably the City's sanitary sewer lift stations — disrupted essential services and placed extraordinary demands on emergency response and recovery operations, with the substantial expenditures for debris removal, facility repairs, and temporary service provisions falling principally in FY2025. Despite these challenges, tourism and the broader Pinellas County economy demonstrated resilience during the recovery period, and the City's proactive engagement with FEMA positioned it favorably for Public Assistance reimbursement and future resilience planning.

Florida voters approved an amendment to Save Our Homes legislation in January 2008, limiting property taxes by increasing property value exemptions and providing portability of exemption provisions. The City managed the impact of property tax limitations by steadily increasing its millage rate, peaking in FY2013 to coincide with a historically low property tax base. The City has since rebuilt from the economic recession and housing market collapse by gradually increasing staffing levels and services, with a millage rate of 3.15 in place from FY2015 through FY2023. Beginning in FY2024, the millage rate was reduced from 3.15 to 3.0913 and has been held at that level. Since bottoming in FY2012, property values have increased at a strong average annual rate, reaching $5,214,907,263 on the 2024 final certified tax roll that supports the fiscal year; current-year growth moderated to approximately 2.3% as the community absorbed the effects of the FY2024 storms.

Pinellas County voters approved the renewal of the Penny for Pinellas local option sales tax in November 2017. The "Penny" is a 1% sales tax levied by Pinellas County and applied to the first $5,000 of a single purchase, not including groceries or medications. It typically generates approximately $1 million annually for the City of St. Pete Beach and will remain in place through December 2030. Funds are restricted for long-term capital infrastructure projects and public safety vehicles.

In 2016, the City declared a development moratorium due to the status of its sanitary sewer infrastructure. The wastewater collection system was surcharged and required significant rehabilitation to establish sufficient capacity. The City completed a State Revolving Fund loan agreement in FY2020 in the amount of $12.95 million to fund $15.6 million of improvements required to lift the moratorium. Construction was completed in FY2022 to install approximately 15,000 linear feet of sanitary sewer force main and four new lift stations along the Gulf Blvd. and Gulf Winds Drive/Boca Ciega Drive corridor.

LONG-TERM FINANCIAL PLANNING

The City Charter requires the City Manager to prepare and submit to the City Commission a Capital Improvement Plan (CIP) every year. The CIP is a planning document for significant capital projects scheduled over a five-year planning period. Project proposal sheets describe the projects and illustrate whether expenditures are intended for acquisition, design, engineering, or construction. Funding sources are matched for each project and, when applicable, the associated operating costs of a project are identified.

In order to ensure that sufficient funds will be available, management begins the CIP process by calculating working capital projections and evaluating the impact of current spending on fund balance. When available funds are insufficient to support an identified project, new revenue must be generated, or the project will be deferred to a later year. Projects are supported by the following sources:

- Capital Fund: Funding is derived primarily from two sources — Penny for Pinellas tax revenue and transfers in from the General Fund.
- Resiliency Fund: Established effective FY2023 to position the City for long-term infrastructure improvements related to sea level rise, funded in part by a transfer from the General Fund tied to property tax revenue growth.
- Enterprise Funds: The Wastewater, Reclaimed Water, and Stormwater Funds are established to recover their cost of operations, including associated capital improvements; rates and fees are managed at sufficient levels to fund projects financed by these funds.
- Debt Proceeds: Recent projects supported by the issuance of debt include Pass-a-Grille Way roadway reconstruction (phases I and II), Blind Pass Road reconstruction, and sanitary sewer capacity improvements.
- Interlocal Agreement: The Gulf Blvd. electric undergrounding project includes funding derived from an agreement between Pinellas County and the Barrier Islands Government Council, generated at the County level from the Penny for Pinellas tax and allocated in proportion to Gulf Blvd. linear mileage.
- Grants: Grants are sought to aid in funding projects and are often used as a match for capital improvement projects; grant-funded projects are pursued only if grant funding is secured.

MAJOR INITIATIVES

During FY2025, the City advanced a comprehensive refresh of its strategic plan. Building on the plan first adopted in FY2021 and updated in FY2024 for commissioner alignment, the City revamped the entire strategic planning process in 2025 — incorporating a full Commission survey, staff workshops, peer-city benchmarking across nineteen coastal communities, and the input of newly seated members — to create the Strategic Plan 2026–2028. The refreshed framework is built on five strategic pillars and is supported by an objectives-and-key-results structure, KPI dashboards, and the alignment of budgeted capital projects to strategic goals, reflecting a deliberate shift from broad themes toward shared direction, measurable outcomes, and long-term execution discipline. The five strategic pillars are:

- Community Prosperity — serving residents and protecting the quality of life and character that define St. Pete Beach.
- Operational Excellence — delivering efficient, accountable, resident-first services across the organization.
- Resilience, Recovery & Sustainability — strengthening the City's ability to withstand and recover from coastal storms and to sustain critical infrastructure and natural resources.
- Economic Growth & Development — fostering smart growth, a healthy tourism economy, and balanced redevelopment.
- Reliable Infrastructure — investing in the City's utility, drainage, roadway, and facility systems, the leading collective priority of the Commission.

To guide implementation, the City Manager and Assistant City Manager established a set of strategic planning goals: over the next twenty-four months, to galvanize the community and organization around shared objectives and to build a communication cadence that creates trust; and over the next three to five years, to build lasting progress beyond election cycles, to create a plan durable enough to withstand political and leadership transitions, and to maintain a living document that orients new commissioners and staff and keeps the organization aligned.

Implementation accomplishments during FY2025, organized under the new pillars, included the following:

Operational Excellence

- Launched the Strategic Plan 2026–2028, establishing strategic pillars, draft objectives and key results, KPI dashboards, and the alignment of budgeted projects to strategic goals through a data-driven, staff-engaged process.
- Began implementing a new Enterprise Resource Planning (ERP) system to enhance operational efficiency, increase financial transparency, and position the City to pursue the GFOA Distinguished Budget Presentation Award.
- Developed the FY2026 Budget using GFOA Best Practices and launched a Budgeting for Outcomes framework, a series of public Budget Workshops, and a professional Fee Study to ensure equitable, data-driven cost recovery.
- Introduced NeoGov applicant tracking and time-and-attendance systems, developed project-tracking and capital and permit dashboards to bring greater transparency to project delivery, and streamlined internal workflows across the organization.

Reliable Infrastructure

- Brought temporary facilities for Fire, Public Works, Recreation, and Community Services back online following storm impacts, ensuring continuity of essential services.
- Advanced a heavy near-term capital pipeline, with the substantial majority of design-phase projects falling under the infrastructure and resilience pillars and completed a road condition survey to prioritize future street improvements.

Resilience, Recovery & Sustainability

- Received $2 million in state funding for wastewater Pump Station 1 improvements and began construction to upgrade the station.
- Received over $130,000 for the Don CeSar boat ramp feasibility study and secured a $625,000 state grant for the Don CeSar stormwater outfall structure.
- Applied for over $2 million in state grants for backup power and stormwater systems and requested $15 million in state funding to replace aging wastewater pipelines.

Economic Growth & Development

- Processed over 4,900 permit applications since October 1, 2024, while continuously evaluating and modifying policies and operations to better serve the community.
- Facilitated over 40 local historic designations since November 2024, restored the Historic Plaque Program, and initiated a comprehensive parking study with Dixon Resources Unlimited.

Community Prosperity

- Established a volunteer program at City Hall to assist residents in navigating the permitting process, and expanded use of shared community resources.

- Hosted Spring Fest and the Spring Concert Series at Horan Park, the Sea, Sand & Sound outdoor concert series, and a range of library, recreation, and cultural programs.
- Implemented a Light Marine Unit and an EMS Captain position fully funded by Pinellas County, reducing local costs and supporting long-term fiscal sustainability.

AWARDS

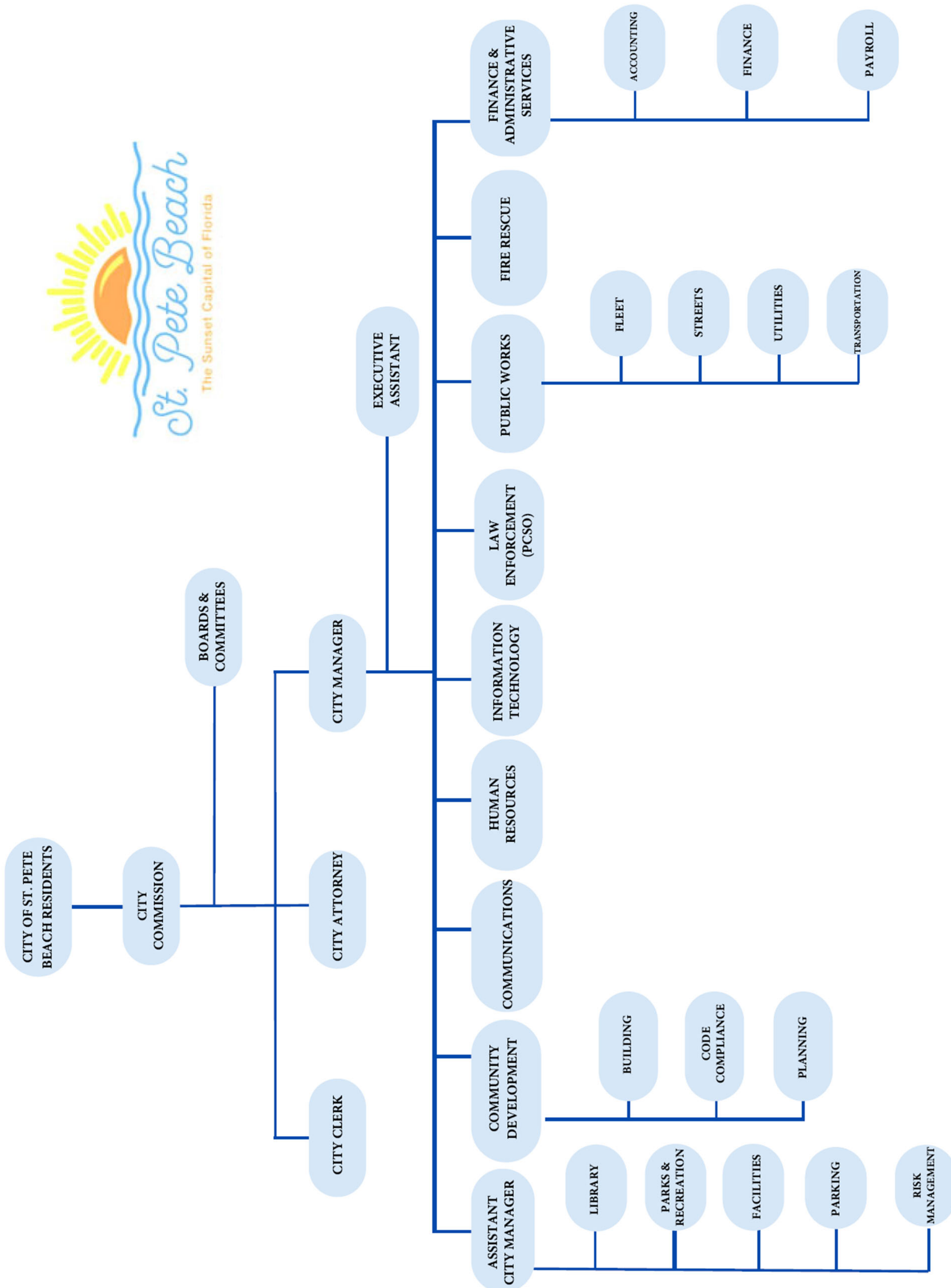
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of St. Pete Beach, Florida for its annual comprehensive financial report for the fiscal year ended September 30, 2024. This was the 29th consecutive year the City has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report that satisfies both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. Management believes the current ACFR continues to meet the Certificate of Achievement Program's requirements, and it will be submitted to the GFOA to determine its eligibility for another certificate. Recognition by GFOA, as evidenced by this award, is verification of the Finance Department's dedication to producing documents that effectively communicate the City's financial condition.

ACKNOWLEDGMENTS

Preparation of the ACFR relies on the diligent and professional efforts of everyone in the Finance Division. The year-end closing process is demanding and time intensive. A special thank you to Chris Tarkenton in Finance for his efforts in the FY25 audit progress and work. The City's independent auditors, James Moore & Co., P.L., contributed invaluably to the process by testing data integrity and internal controls. Finally, thank you to the St. Pete Beach City Commission for the overall direction and support provided to management.

Respectfully submitted,

Frances Robustelli
City Manager
City of St. Pete Beach, Florida


CITY OF ST. PETE BEACH RESIDENTS
CITY COMMISSION
BOARDS & COMMITTEES
CITY CLERK
CITY ATTORNEY
CITY MANAGER
EXECUTIVE ASSISTANT
ASSISTANT CITY MANAGER
LIBRARY
PARKS & RECREATION
FACILITIES
PARKING
RISK MANAGEMENT
COMMUNITY DEVELOPMENT
BUILDING
CODE COMPLIANCE
PLANNING
COMMUNICATIONS
HUMAN RESOURCES
INFORMATION TECHNOLOGY
LAW ENFORCEMENT (PCSO)
PUBLIC WORKS
FLEET
STREETS
UTILITIES
TRANSPORTATION
FIRE RESCUE
FINANCE & ADMINISTRATIVE SERVICES
ACCOUNTING
FINANCE
PAYROLL
St. Pete Beach
The Sunset Capital of Florida

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of St. Pete Beach
Florida

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2024

Christopher P. Morrill

Executive Director/CEO

JAMESMOORE

INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and City Commission,
City of St. Pete Beach, Florida:

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of St. Pete Beach, Florida (the City), as of and for the year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* (GAS) issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America; and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and GAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and GAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control–related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplementary information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual nonmajor fund financial statements and other schedules, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining nonmajor fund financial statements and other schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining nonmajor fund financial statements and other schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information Included in the Annual Comprehensive Financial Report

Management is responsible for the other information included in the annual comprehensive financial report (ACFR). The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 29, 2026, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

James Moore & Co., P.L.

Daytona Beach, Florida
June 29, 2026

CITY OF ST. PETE BEACH, FLORIDA

Management's Discussion and Analysis

For the Fiscal Year Ended September 30, 2025 (Unaudited)

Management's discussion and analysis (MD&A) is designed to focus on significant financial issues and provide an overview of the City of St. Pete Beach's financial activity for the fiscal year ended September 30, 2025. The MD&A is designed to focus on the current year's activities, resulting changes, and currently known facts. It should be read in conjunction with the transmittal letter, the basic financial statements, and the notes to the financial statements.

FINANCIAL HIGHLIGHTS

The City's strong general revenue base, comprised of taxes, fees, and intergovernmental sources, again surpassed the net cost of government services. The difference between total revenues and total expenses represents the annual change in net position.

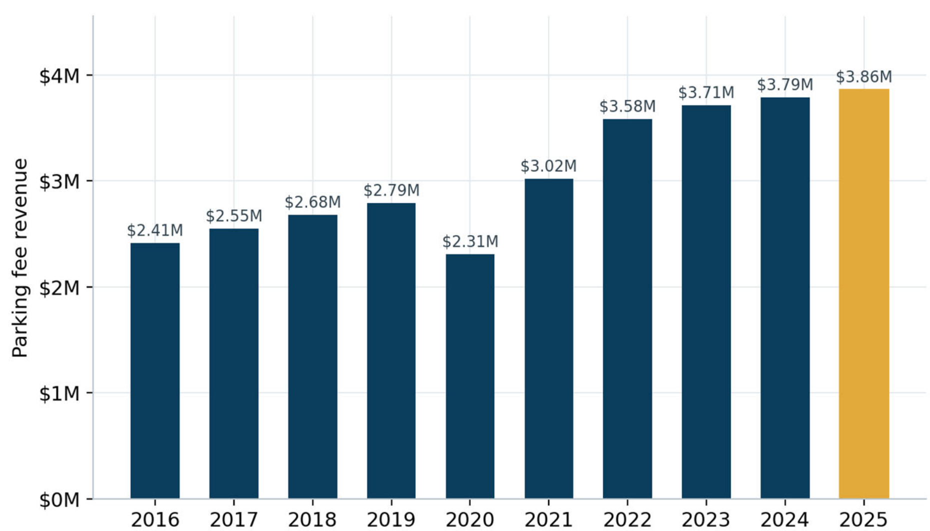
The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by $136,280,756 (net position). Of this amount, $31,754,674 (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors.

The City's total net position increased by $8,879,584 during the fiscal year. Governmental activities increased net position by $764,385, and business-type activities increased net position by $8,115,199.

As of the close of the fiscal year, the City's governmental funds reported combined ending fund balances of $44,441,570, a decrease of $1,092,712 in comparison with the prior year. Approximately 13.8 percent of this total, $6,150,259, is unassigned and available for spending at the City's discretion.

At the end of the fiscal year, unassigned fund balance for the General Fund was $6,150,259, or approximately 16 percent of total General Fund expenditures of $38,129,082.

Parking fee revenue remains a significant own-source revenue for the City. The following chart presents the ten-year trend in parking fee revenue.



Parking fee revenue, last ten fiscal years (FY2025 shown in gold).

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City of St. Pete Beach's basic financial statements. The City's basic financial statements comprise three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances in a manner similar to a private-sector business. The statement of net position presents information on all of the City's assets, deferred outflows, liabilities, and deferred inflows, with the difference reported as net position. The statement of activities presents information showing how the City's net position changed during the most recent fiscal year. Both statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities).

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

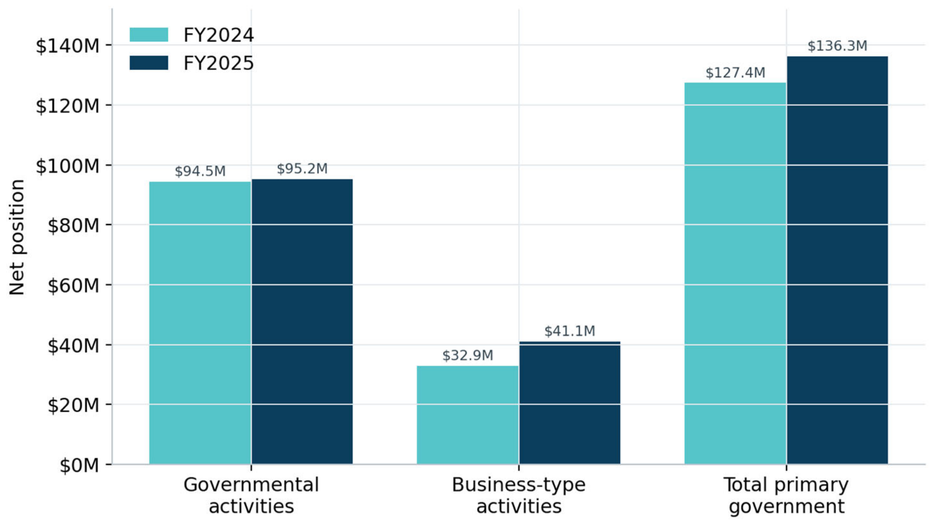
As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City of St. Pete Beach, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by $136,280,756 at the close of the fiscal year ended September 30, 2025.

Net Position

Net Position	Governmental	Business-type	Total
Current and other assets	48,797,510	11,590,112	60,387,622
Capital assets	78,854,593	47,234,600	126,089,193
Total assets	127,652,103	58,824,712	186,476,815
Deferred outflows of resources	2,791,661	128,532	2,920,193
Long-term liabilities	25,547,191	15,198,475	40,745,666
Other liabilities	5,282,840	2,605,516	7,888,356
Total liabilities	30,830,031	17,803,991	48,634,022
Deferred inflows of resources	4,389,318	92,912	4,482,230
Net investment in capital assets	68,123,886	31,000,239	99,124,125
Restricted	4,988,444	413,513	5,401,957
Unrestricted	22,112,085	9,642,589	31,754,674

Net Position	Governmental	Business-type	Total
Total net position	**95,224,415**	**41,056,341**	**136,280,756**

By far the largest portion of the City's net position, $99,124,125 (73 percent), reflects its investment in capital assets (e.g., land, buildings, infrastructure, machinery, and equipment), less any related outstanding debt used to acquire those assets. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. An additional portion of the City's net position, $5,401,957 (4 percent), represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, $31,754,674, may be used to meet the government's ongoing obligations to citizens and creditors.



Total net position by activity type, FY2024 compared to FY2025.

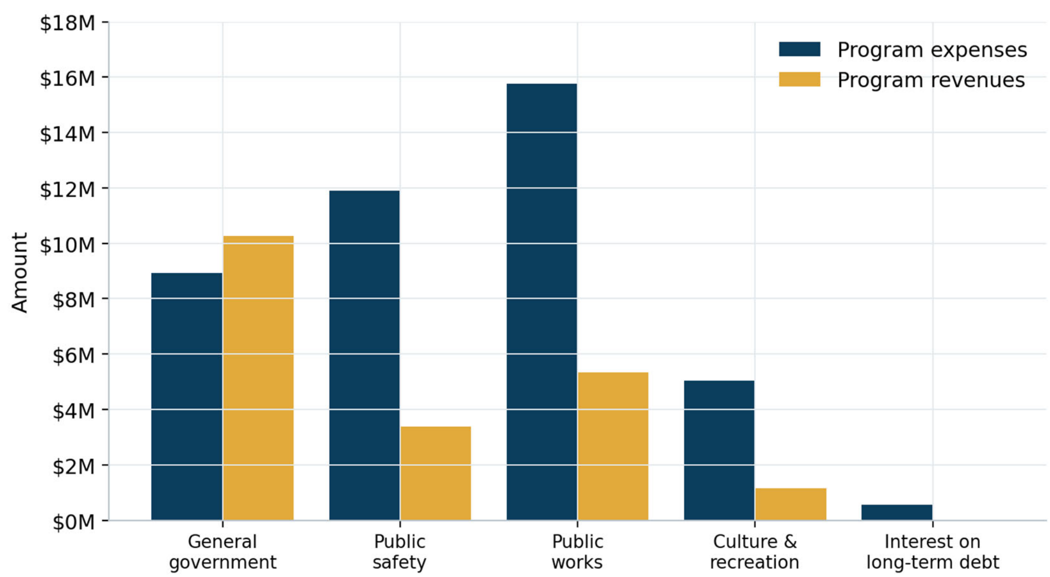
Changes in Net Position

Changes in Net Position	Governmental	Business-type	Total
Charges for services	14,808,119	10,608,221	25,416,340
Operating grants and contributions	5,096,101	–	5,096,101
Capital grants and contributions	237,099	2,120,604	2,357,703
Property taxes	15,445,091	–	15,445,091
Other taxes	5,175,500	–	5,175,500
Other general revenues	6,674,298	218,897	6,893,195
Transfers	(4,500,000)	4,500,000	–
Total revenues and transfers	42,936,208	17,447,722	60,383,930
General government	8,928,226	–	8,928,226
Public safety	11,893,731	–	11,893,731
Public works	15,749,731	–	15,749,731
Culture and recreation	5,036,444	–	5,036,444

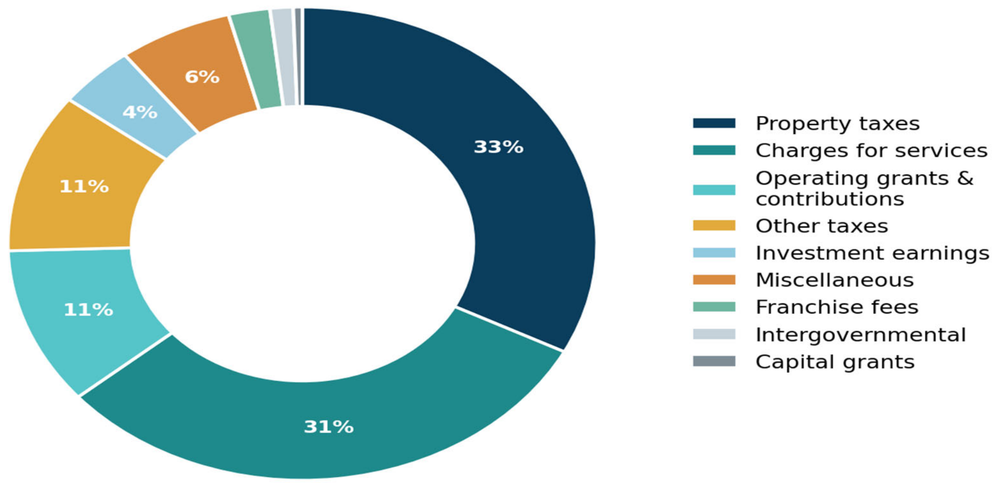
Changes in Net Position	Governmental	Business-type	Total
Interest on long-term debt	563,471	–	563,471
Wastewater	–	7,011,978	7,011,978
Reclaimed water	–	1,395,378	1,395,378
Stormwater	–	925,167	925,167
Total expenses	42,171,603	9,332,523	51,504,126
Special item – red tide	(220)	–	(220)
Change in net position	764,385	8,115,199	8,879,584
Net position, beginning	94,460,030	32,941,142	127,401,172
Net position, ending	**95,224,415**	**41,056,341**	**136,280,756**

Governmental Activities

Governmental activities are not necessarily expected to cover their cost of operations; general revenues such as taxes, franchise fees, and intergovernmental sources are intended to support traditional public services. Total general revenues of governmental activities, before transfers, were approximately $22.8 million, more than covering net governmental activity expenses. As a result, governmental activities increased the City's net position by $764,385. The change reflects the absence of large one-time capital grants recognized in the prior year and a net transfer of $4,500,000 to support enterprise capital programs.



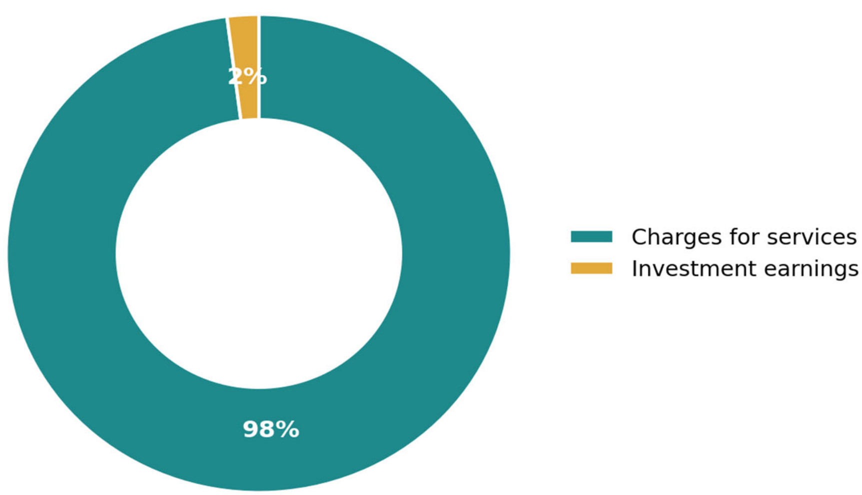
Program expenses compared to program revenues, by governmental function.



Governmental activities total revenues by source, FY2025.

Business-type Activities

The fees and charges for the City's wastewater, reclaimed water, and stormwater programs are established at levels intended to recover the cost of recurring operations and provide capital for infrastructure. Collectively, business-type activities increased the City's net position by $8,115,199, supported by strong operating results in the Wastewater Fund, $2,120,604 in capital grants and contributions, and a $4,500,000 net transfer from governmental activities. The Wastewater Fund reported a change in net position of $6,958,823, the Stormwater Fund $871,156, and the Reclaimed Water Fund $285,220.



Business-type activities revenues by source, FY2025.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

As noted earlier, the City of St. Pete Beach uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. As of the end of the fiscal year, the City's governmental funds reported combined ending fund balances of $44,441,570, a decrease of $1,092,712 in comparison with the prior year.

General Fund. The General Fund is the chief operating fund of the City. Total General Fund revenues were $42,004,642 against expenditures of $38,129,082, producing an excess of revenues over expenditures of $3,875,560 before other financing uses. After net transfers out of $6,415,000 to support capital projects and enterprise operations, the General Fund balance decreased by $2,539,440, ending the year at $17,432,370. Unassigned fund balance was $6,150,259, consistent with the City's reserve policy.

Capital Improvement Projects Fund. Fund balance increased by $5,457,713 to $19,139,947. Although capital and debt-service expenditures exceeded fund revenues, the positive change resulted from a $6,165,000 transfer from the General Fund to fund the City's ongoing capital program.

ARPA Fund. The ARPA Fund transferred its remaining $4,900,000 of American Rescue Plan Act resources to support eligible General Fund and capital activities, ending the year with a nominal fund balance of $19,973.

General Fund balance components, last ten fiscal years.

Proprietary Funds

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net position of the enterprise funds at the end of the year totaled $9,642,589. The total growth in net position for the enterprise funds was $8,115,199. Other factors concerning the finances of these funds have already been addressed in the discussion of the City's business-type activities.

GENERAL FUND BUDGETARY HIGHLIGHTS

Actual General Fund revenues of $42,004,642 exceeded the final budget of $32,919,900 by $9,084,742. The favorable revenue variance was driven primarily by $5,119,417 in intergovernmental revenues, principally disaster-related reimbursements not anticipated in the adopted budget, together with positive variances in investment income ($935,971) and miscellaneous revenues ($2,883,933).

On the expenditure side, the City exceeded its legal level of budgetary control (the department level) in several departments during the year, as described in the schedule of findings and questioned costs. Management is implementing enhanced mid-year and year-end budget-to-actual monitoring and a budget-amendment process to ensure budgetary compliance in future fiscal years.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of September 30, 2025, amounted to $126,089,193 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, infrastructure, machinery and equipment, intangibles, and construction in progress. Major capital activity during the year included continued investment in the City's wastewater and stormwater infrastructure and ongoing recovery and resiliency projects.

Long-term Debt

At the end of the fiscal year, the City had total bonded debt and notes payable outstanding of $31,095,413, comprising $14,919,289 in governmental-activity revenue notes and $16,176,124 in business-type bonds, notes, and state revolving loans. The City's outstanding obligations include the Capital Improvement Revenue Bonds, Series 2015, and State Revolving Fund loans supporting the wastewater system. Additional information on the City's long-term debt can be found in the notes to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The City's assessed taxable values continued to grow during the year, supporting a stable property-tax revenue base. The local economy remains anchored by tourism, hospitality, and a strong residential real-estate market. In developing the fiscal year 2026 budget, management considered the continued recovery from the 2024 storm season — Hurricane Helene, which passed offshore on September 26, 2024, near the close of fiscal year 2024, and Hurricane Milton, which made landfall near Siesta Key on October 9, 2024, at the start of fiscal year 2025 — along with reimbursements anticipated through the Federal Emergency Management Agency Public Assistance program and continued investment in resilient infrastructure.

The City continues to prioritize maintaining healthy reserves, investing in critical infrastructure, and delivering high-quality services to residents and visitors while monitoring statewide property-tax reform proposals that could affect future ad valorem revenues.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City of St. Pete Beach's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Finance Director, City of St. Pete Beach, 155 Corey Avenue, St. Pete Beach, Florida 33706.

BASIC FINANCIAL STATEMENTS

These basic financial statements contain Government-wide Financial Statements, Fund Financial Statements and Notes to the Financial Statements.

CITY OF ST. PETE BEACH, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2025

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and investments	$ 44,112,184	$ 10,373,933	$ 54,486,117
Receivables, net	686,776	1,575,259	2,262,035
Lease receivable	675,931	-	675,931
Internal balances	878,372	(878,372)	-
Due from other governments	1,869,312	-	1,869,312
Inventories	-	28,522	28,522
Prepaids	254,935	4,407	259,342
Restricted assets:			
Cash and investments	320,000	486,363	806,363
Capital assets:			
Non-depreciable capital assets	13,992,469	3,118,549	17,111,018
Other capital assets, net of depreciation	64,862,124	44,116,051	108,978,175
Total assets	$ 127,652,103	$ 58,824,712	$ 186,476,815
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	$ 2,679,399	$ 119,713	$ 2,799,112
Deferred outflows related to OPEB	112,262	8,819	121,081
Total deferred outflows	$ 2,791,661	$ 128,532	$ 2,920,193
LIABILITIES			
Accounts payable and accrued liabilities	$ 2,995,763	$ 1,136,430	$ 4,132,193
Customer deposits	537,799	-	537,799
Unearned revenue	147,056	-	147,056
Accrued interest payable	278,947	72,850	351,797
Due to fiduciary funds	29,827	-	29,827
Noncurrent liabilities:			
Due within one year:			
Bonds and notes payable	768,438	1,353,846	2,122,284
Leases	217,514	-	217,514
Compensated absences	307,496	42,390	349,886
Due in more than one year:			
Bonds and notes payable	14,150,851	14,822,278	28,973,129
Leases	221,669	-	221,669
Compensated absences	165,575	19,045	184,620
Total OPEB liability	528,035	41,482	569,517
Net pension liability	10,481,061	315,670	10,796,731
Total liabilities	$ 30,830,031	$ 17,803,991	$ 48,634,022
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	$ 3,607,405	$ 82,195	$ 3,689,600
Deferred inflows related to OPEB	136,418	10,717	147,135
Deferred inflows related to lease receivable	645,495	-	645,495
Total deferred inflows	$ 4,389,318	$ 92,912	$ 4,482,230
NET POSITION			
Net investment in capital assets	$ 68,123,886	$ 31,000,239	$ 99,124,125
Restricted for:			
Library	150,000	-	150,000
Pension obligation	103,940	-	103,940
Debt service	320,000	413,513	733,513
Building department	4,065,193	-	4,065,193
Law enforcement	5,404	-	5,404
Multimodal improvements	343,907	-	343,907
Unrestricted	22,112,085	9,642,589	31,754,674
Total net position	$ 95,224,415	$ 41,056,341	$ 136,280,756

The accompanying notes to financial statements are an integral part of this statement.

CITY OF ST. PETE BEACH, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2025

		Program Revenues			Net (Expense) Revenue and Changes in Net Position		
Functions/Programs	**Expenses**	**Charges for Services**	**Operating Grants and Contributions**	**Capital Grants and Contributions**	**Governmental Activities**	**Business-type Activities**	**Total**
Governmental activities:							
General government	$ 8,928,226	$ 10,254,759	$ 13,958	$ -	$ 1,340,491	$ -	$ 1,340,491
Public safety	11,893,731	3,367,556	13,083	-	(8,513,092)	-	(8,513,092)
Public works	15,749,731	27,391	5,069,060	237,099	(10,416,181)	-	(10,416,181)
Culture and recreation	5,036,444	1,158,413	-	-	(3,878,031)	-	(3,878,031)
Interest on long-term debt	563,471	-	-	-	(563,471)	-	(563,471)
Total governmental activities	42,171,603	14,808,119	5,096,101	237,099	(22,030,284)	-	(22,030,284)
Business-type activities:							
Wastewater	7,011,978	8,113,698	-	2,000,000	-	3,101,720	3,101,720
Reclaimed water	1,395,378	1,122,783	-	-	-	(272,595)	(272,595)
Stormwater	925,167	1,371,740	-	120,604	-	567,177	567,177
Total business-type activities	9,332,523	10,608,221	-	2,120,604	-	3,396,302	3,396,302
Total primary government	$ 51,504,126	$ 25,416,340	$ 5,096,101	$ 2,357,703	(22,030,284)	3,396,302	(18,633,982)
General revenues:							
Property taxes					15,445,091	-	15,445,091
Sales taxes					2,159,997	-	2,159,997
Casualty and fire insurance premium taxes					-	-	-
Utility taxes					2,295,646	-	2,295,646
Other taxes					719,857	-	719,857
Franchise fees					1,078,679	-	1,078,679
Other intergovernmental revenues not restricted for specific programs					600,119	-	600,119
Investment earnings					2,024,191	218,720	2,242,911
Miscellaneous revenues					2,971,309	177	2,971,486
Transfers					(4,500,000)	4,500,000	-
Total general revenues					22,794,889	4,718,897	27,513,786
Change in net position					764,605	8,115,199	8,879,804
Special item - red tide					(220)	-	(220)
Change in net position					764,385	8,115,199	8,879,584
Net position - beginning of year					94,460,030	32,941,142	127,401,172
Net position - end of year					$ 95,224,415	$ 41,056,341	$ 136,280,756

The accompanying notes to financial statements are an integral part of this statement.

CITY OF ST. PETE BEACH, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2025

	General	Capital Improvement Projects	ARPA	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS					
Cash and investments	$ 16,702,278	$ 19,102,736	$ 19,845	$ 8,607,325	$ 44,432,184
Receivables, net	670,322	16,454	-	-	686,776
Due from other governments	1,289,281	580,031	-	-	1,869,312
Lease receivable	675,931	-	-	-	675,931
Advances to other funds	878,372	-	-	-	878,372
Prepaid items	236,238	11,500	-	7,197	254,935
Total assets	$ 20,452,422	$ 19,710,721	$ 19,845	$ 8,614,522	$ 48,797,510
LIABILITIES					
Accounts payable and accrued liabilities	$ 2,125,411	$ 533,274	$ (128)	$ 337,206	$ 2,995,763
Customer deposits	110,298	-	-	427,501	537,799
Unearned revenue	109,021	37,500	-	535	147,056
Due to other funds	29,827	-	-	-	29,827
Total liabilities	2,374,557	570,774	(128)	765,242	3,710,445
DEFERRED INFLOWS OF RESOURCES					
Deferred inflows related to lease receivable	645,495	-	-	-	645,495
Total deferred inflows	645,495	-	-	-	645,495
FUND BALANCES					
Nonspendable:					
Prepaid items	236,238	11,500	-	7,197	254,935
Advances to other funds	878,372	-	-	-	878,372
Restricted for:					
Library	150,000	-	-	-	150,000
Pension obligation	103,940	-	-	-	103,940
Debt service	-	320,000	-	-	320,000
Building department	-	-	-	4,065,193	4,065,193
Law enforcement	-	-	-	5,404	5,404
Transportation improvements	-	-	-	343,907	343,907
Assigned to:					
Capital improvement projects	-	18,808,447	19,973	1,946,041	20,774,461
Vehicle replacement	-	-	-	1,481,538	1,481,538
Subsequent year's budget	-	-	-	-	-
Coastal vulnerabilities	9,913,561	-	-	-	9,913,561
Unassigned	6,150,259	-	-	-	6,150,259
Total fund balances	17,432,370	19,139,947	19,973	7,849,280	44,441,570
Total liabilities and fund balances	$ 20,452,422	$ 19,710,721	$ 19,845	$ 8,614,522	$ 48,797,510

The accompanying notes to financial statements are an integral part of this statement.

CITY OF ST. PETE BEACH, FLORIDA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2025

Fund balances - total governmental funds		$ 44,441,570
Amounts reported for governmental activities in the statement of activities are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds		
Total governmental capital assets	119,387,805	
Less: accumulated depreciation	(40,533,212)	78,854,593
On the governmental fund statements, a net pension liability is not recorded until an amount is due and payable and the pension plan's fiduciary net position is not sufficient for payment of those benefits (no such liability exists at the end of the current fiscal year). On the Statement of Net Position, the City's net pension liability of the defined benefit pension plans is reported as a noncurrent liability. Additionally, deferred outflows and deferred inflows related to pensions are also reported.		
Net pension liability	(10,481,061)	
Deferred outflows related to pensions	2,679,399	
Deferred inflows related to pensions	(3,607,405)	
		(11,409,067)
On the governmental fund statements, a total OPEB liability is not recorded unless an amount is due and payable (no such liability exists at the end of the current fiscal year). On the Statement of Net Position, the City's total OPEB liability is reported as a noncurrent liability. Additionally, deferred outflows and deferred inflows related to OPEB are also reported.		
Total OPEB liability	(528,035)	
Deferred outflows related to OPEB	112,262	
Deferred inflows related to OPEB	(136,418)	(552,191)
Long-term liabilities, including bonds payable and notes payable, are not due and payable in the current period and, therefore, are not reported in the funds. These liabilities, deferred outflows, and other debt-related deferred charges consist of the following:		
Bonds and notes payable	(14,919,289)	
Leases payable	(439,183)	
Accrued interest payable	(278,947)	
Compensated absences	(473,071)	(16,110,490)
Net position of governmental activities		$ 95,224,415

The accompanying notes to financial statements are an integral part of this statement.

CITY OF ST. PETE BEACH, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	General	Capital Improvement Projects	ARPA	Nonmajor Governmental Funds	Total Governmental Funds
Revenues					
Taxes	$ 19,171,254	$ 1,449,337	$ -	$ -	$ 20,620,591
Permits and fees	2,403,607	-	-	2,495,936	4,899,543
Intergovernmental	5,718,417	517,098	-	-	6,235,515
Charges for services	10,673,210	-	-	-	10,673,210
Investment income	1,060,971	412,070	-	551,150	2,024,191
Miscellaneous	2,977,183	-	-	5,975	2,983,158
Total revenues	42,004,642	2,378,505	-	3,053,061	47,436,208
Expenditures					
Current:					
General government	19,083,516	-	-	2,394,361	21,477,877
Public safety	11,502,093	-	-	-	11,502,093
Public works	2,354,929	-	-	-	2,354,929
Culture and recreation	4,167,256	-	-	3,990	4,171,246
Capital outlay	468,884	1,999,676	-	415,695	2,884,255
Debt service:					
Principal retirement	406,567	653,820	-	-	1,060,387
Interest and fiscal charges	145,837	432,296	-	-	578,133
Total expenditures	38,129,082	3,085,792	-	2,814,046	44,028,920
Excess (deficiency) of revenues over (under) expenditures	3,875,560	(707,287)	-	239,015	3,407,288
Other financing sources (uses)					
Transfers in	4,900,000	6,165,000	-	650,000	11,715,000
Transfers out	(11,315,000)	-	(4,900,000)	-	(16,215,000)
Total other financing sources (uses)	(6,415,000)	6,165,000	(4,900,000)	650,000	(4,500,000)
Net change in fund balances	(2,539,440)	5,457,713	(4,900,000)	889,015	(1,092,712)
Fund balances, beginning of year	19,971,810	13,682,234	4,919,973	6,960,265	45,534,282
Fund balances, end of year	$ 17,432,370	$ 19,139,947	$ 19,973	$ 7,849,280	$ 44,441,570

The accompanying notes to financial statements are an integral part of this statement

CITY OF ST. PETE BEACH, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2025

Net change in fund balances - total governmental funds	$ (1,092,712)
Differences in amounts reported for governmental activities in the statement of activities are:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is depreciated over their estimated useful lives.	
Capital outlay expenditures	2,888,269
Depreciation expense	(3,496,435)
Bond and loan proceeds are reported as financing sources in the governmental funds. However, the issuance of debt is reported as long-term debt payable in the statement of net position. Repayment of bond and note principal is an expenditure in the governmental funds, but the repayment of debt principal reduces long-term liabilities in the statement of net position. These amounts are as follows:	
Principal repayment of general long-term debt	1,060,387
Governmental funds report contributions to defined benefit pension plans as expenditures. However, in the Statement of Activities, the amount contributed to defined benefit pension plans reduces future net pension liability. Also included in pension expense in the Statement of Activities are amounts required to be amortized.	
Change in net pension liability and deferred inflows/outflows related to pensions	1,244,287
Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. These adjustments are as follows:	
Change in accrued interest on long-term debt	14,662
Change in compensated absences liability	170,954
Change in total OPEB liability and deferred inflows/outflows related to OPEB	(25,027)
Change in net position of governmental activities	$ 764,385

The accompanying notes to financial statements are an integral part of this statement.

CITY OF ST. PETE BEACH, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Budgeted Amounts			
	Original	Final	Actual	Variance with Final Budget
REVENUES				
Taxes	$ 19,313,000	$ 19,313,000	$ 19,171,254	$ (141,746)
Permits and fees	2,415,900	2,415,900	2,403,607	(12,293)
Intergovernmental	599,000	599,000	5,718,417	5,119,417
Charges for services	10,373,750	10,373,750	10,673,210	299,460
Investment income	125,000	125,000	1,060,971	935,971
Miscellaneous	93,250	93,250	2,977,183	2,883,933
Total revenues	32,919,900	32,919,900	42,004,642	9,084,742
EXPENDITURES				
Current:				
General Government:				
Charter Officers department:				
Elected Officials division	146,057	146,057	122,081	23,976
City Clerk division	405,825	405,825	426,284	(20,459)
Legal division	510,000	510,000	499,881	10,119
City Manager division:				
Manager's Office	1,068,200	1,068,200	1,048,945	19,255
Planning	565,235	624,684	583,274	41,410
Facilities	909,760	912,634	817,234	95,400
Total City Manager division:	2,543,195	2,605,518	2,449,453	156,065
Total Charter Officers department:	3,605,077	3,667,400	3,497,699	169,701
Administrative Services department:				
Finance division	1,043,200	1,043,200	1,194,245	(151,045)
Information technology division	973,200	1,145,900	1,117,653	28,247
Parking enforcement	-	-	1,227	(1,227)
Human Resources	294,050	255,750	278,885	(23,135)
Total Administrative Services department:	2,310,450	2,444,850	2,592,010	(147,160)
Community Development department:				
Transportation division	2,184,250	2,184,250	1,890,015	294,235
Code Enforcement division	317,930	317,930	403,002	(85,072)
Total Community Development department:	2,502,180	2,502,180	2,293,017	209,163
Non-departmental	-	11,171,149	11,518,024	(346,875)
Total General Government:	8,417,707	19,785,579	19,900,750	(115,171)
Public Safety:				
Law Enforcement department	3,778,250	3,778,250	4,123,189	(344,939)
Fire department:				
Fire Supression division	4,146,300	4,146,300	4,619,214	(472,914)
EMS division	2,664,185	2,966,684	2,759,690	206,994
Total Fire department	6,810,485	7,112,984	7,378,904	(265,920)
Total Public Safety	10,588,735	10,891,234	11,502,093	(610,859)
Public Works:				
Public Works department:				
Administration division	854,726	854,726	734,490	120,236
Streets division	1,210,110	1,233,110	803,205	429,905
Total Public Works department	2,064,836	2,087,836	1,537,695	550,141
Total Public Works	2,064,836	2,087,836	1,537,695	550,141
Culture and Recreation:				
Library department	875,800	914,598	779,008	135,590
Parks and Recreation department:				
Parks division	1,495,390	1,504,390	1,535,983	(31,593)
Beaches division	647,300	647,300	427,847	219,453
Recreation division	1,716,196	1,716,196	1,424,418	291,778
Total Parks and Recreation department	3,858,886	3,867,886	3,388,248	479,638
Total Culture and Recreation	4,734,686	4,782,484	4,167,256	615,228
Capital outlay	575,500	725,500	468,884	256,616
Debt service:				
Principal retirement	456,570	456,570	406,567	50,003
Interest and fiscal charges	145,495	145,495	145,837	(342)
Total expenditures	26,983,529	38,874,698	38,129,082	745,616
Excess of revenues over expenditures	5,936,371	(5,954,798)	3,875,560	9,830,358
Other financing sources (uses)				
Transfers in	4,960,815	4,960,815	4,900,000	(60,815)
Transfers out	(11,821,000)	(11,821,000)	(11,315,000)	506,000
Total other financing sources (uses)	(6,860,185)	(6,860,185)	(6,415,000)	445,185
Net change in fund balances	(923,814)	(12,814,983)	(2,539,440)	10,275,543
Fund balances, beginning of year	19,971,810	19,971,810	19,971,810	-
Fund balances, end of year	$ 19,047,996	$ 7,156,827	$ 17,432,370	$ 10,275,543

The accompanying notes to financial statements are an integral part of this statement.

CITY OF ST. PETE BEACH, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - ARPA
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Budgeted Amounts			
	Original	**Final**	**Actual**	**Variance with Final Budget**
REVENUES				
Total revenues	-	-	-	-
EXPENDITURES				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
Other financing sources (uses)				
Transfers out	(4,900,000)	(4,900,000)	(4,900,000)	-
Total other financing sources (uses)	(4,900,000)	(4,900,000)	(4,900,000)	-
Net change in fund balances	(4,900,000)	(4,900,000)	(4,900,000)	-
Fund balances, beginning of year	4,919,973	4,919,973	4,919,973	-
Fund balances, end of year	$ 19,973	$ 19,973	$ 19,973	$ -

See accompanying notes to financial statements.

CITY OF ST. PETE BEACH, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2025

	Business-type Activities - Enterprise Funds			
	Wastewater	Reclaimed Water	Stormwater	Total
ASSETS				
Cash and investments	$ 6,306,307	$ 1,124,716	$ 2,942,910	$ 10,373,933
Investments				
Accounts receivable, net	1,377,507	197,752	-	1,575,259
Inventories	28,522	-	-	28,522
Prepaid items	1,162	562	2,683	4,407
Restricted current assets:				
Cash and investments	330,795	-	155,568	486,363
Total current assets	8,044,293	1,323,030	3,101,161	12,468,484
Noncurrent assets:				
Capital assets:				
Land	310,117	-	-	310,117
Building and improvements	749,747	289,321	49,718	1,088,786
Infrastructure	44,571,778	13,561,837	5,833,558	63,967,173
Machinery and equipment	1,243,749	83,918	124,304	1,451,971
Intangibles	48,930	-	112,698	161,628
Construction in progress	2,578,022	-	230,410	2,808,432
Accumulated depreciation	(13,710,890)	(7,608,777)	(1,233,840)	(22,553,507)
Total capital assets, net	35,791,453	6,326,299	5,116,848	47,234,600
Total noncurrent assets	35,791,453	6,326,299	5,116,848	47,234,600
Total assets	$ 43,835,746	$ 7,649,329	$ 8,218,009	$ 59,703,084
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows related to pensions	$ 59,158	$ 22,745	$ 37,810	$ 119,713
Deferred outflows related to OPEB	3,962	1,779	3,078	8,819
Total deferred outflows	$ 63,120	$ 24,524	$ 40,888	$ 128,532
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	$ 715,809	$ 271,386	$ 149,235	$ 1,136,430
Advances from other funds	-	878,372	-	878,372
Compensated absences	13,741	124	28,525	42,390
Payable from restricted assets:				
Current maturities on long-term debt	1,130,846	-	223,000	1,353,846
Accrued interest payable	58,334	-	14,516	72,850
Total current liabilities	1,918,730	1,149,882	415,276	3,483,888
Noncurrent liabilities:				
Bonds and notes payable, net	13,864,278	-	958,000	14,822,278
Compensated absences	6,173	56	12,816	19,045
Total OPEB liability	18,634	8,372	14,476	41,482
Net pension liability	155,992	59,977	99,701	315,670
Total noncurrent liabilities	14,045,077	68,405	1,084,993	15,198,475
Total liabilities	$ 15,963,807	$ 1,218,287	$ 1,500,269	$ 18,682,363
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows related to pensions	$ 40,618	$ 15,617	$ 25,960	$ 82,195
Deferred inflows related to OPEB	4,814	2,163	3,740	10,717
Total deferred inflows	$ 45,432	$ 17,780	$ 29,700	$ 92,912
NET POSITION				
Net investment in capital assets	$ 20,788,402	$ 6,326,299	$ 3,885,538	$ 31,000,239
Restricted for debt service	272,461	-	141,052	413,513
Unrestricted	6,828,764	111,487	2,702,338	9,642,589
Total net position	$ 27,889,627	$ 6,437,786	$ 6,728,928	$ 41,056,341

The accompanying notes to financial statements are an integral part of this statement.

CITY OF ST. PETE BEACH, FLORIDA
STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Business-type Activities - Enterprise Funds			
	Wastewater	Reclaimed Water	Stormwater	Total
Operating revenues				
Charges for services	$ 8,113,698	$ 1,122,783	$ 1,371,740	$ 10,608,221
Other revenues	175	-	2	177
Total operating revenues	8,113,873	1,122,783	1,371,742	10,608,398
Operating expenses				
Personnel services	529,312	216,662	424,225	1,170,199
Contractual and other services	5,033,293	890,076	270,652	6,194,021
Depreciation	1,353,088	288,640	193,312	1,835,040
Total operating expenses	6,915,693	1,395,378	888,189	9,199,260
Operating income	1,198,180	(272,595)	483,553	1,409,138
Nonoperating revenues (expenses)				
Interest earnings	56,928	157,815	3,977	218,720
Intergovernmental grants	-	-	-	-
Interest and amortization expense	(96,285)	-	(36,978)	(133,263)
Total nonoperating revenues (expenses)	(39,357)	157,815	(33,001)	85,457
Income (loss) before contributions and transfers	1,158,823	(114,780)	450,552	1,494,595
Capital grants	2,000,000	-	120,604	2,120,604
Transfers in	3,800,000	400,000	300,000	4,500,000
Transfers out	-	-	-	-
Change in net position	6,958,823	285,220	871,156	8,115,199
Net position, beginning of year	20,930,804	6,152,566	5,857,772	32,941,142
Net position, end of year	$ 27,889,627	$ 6,437,786	$ 6,728,928	$ 41,056,341

The accompanying notes to financial statements are an integral part of this statement.

CITY OF ST. PETE BEACH, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Business-type Activities - Enterprise Funds			
	Wastewater	Reclaimed Water	Stormwater	Total
Cash flows from operating activities				
Cash received from customers	$ 7,922,346	$ 1,086,806	$ 1,371,742	$ 10,380,894
Cash paid to employees	(557,879)	(203,345)	(423,163)	(1,184,387)
Cash paid to suppliers	(4,963,159)	(738,802)	(148,610)	(5,850,571)
Net cash provided by (used in) operating activities	2,401,308	144,659	799,969	3,345,936
Cash flows from noncapital financing activities				
Transfers from other funds	3,800,000	400,000	300,000	4,500,000
Transfers to other funds	-	-	-	-
Intergovernmental grant proceeds	-	-	-	-
Interfund loans	-	(60,815)	-	(60,815)
Net cash provided by (used in) noncapital financing activities	3,800,000	339,185	300,000	4,439,185
Cash flows from capital and related financing activities				
Acquisition and construction of capital assets	(2,326,186)	(289,321)	(196,098)	(2,811,605)
Capital grants	2,000,000	-	128,500	2,128,500
Principal payments of long-term debt	(1,118,993)	-	(216,000)	(1,334,993)
Interest paid	(101,049)	-	(39,633)	(140,682)
Net cash provided by (used in) capital and related financing activities	(1,546,228)	(289,321)	(323,231)	(2,158,780)
Cash flows from investing activities				
Interest received	56,928	157,815	3,977	218,720
Purchases of investments	(3,233)	(18,206)	-	(21,439)
Net cash provided by (used in) investing activities	53,695	139,609	3,977	197,281
Net change in cash and cash equivalents	4,708,775	334,132	780,715	5,823,622
Cash and cash equivalents, beginning of year	1,855,968	383,122	2,317,763	4,556,853
Cash and cash equivalents, end of year	$ 6,564,743	$ 717,254	$ 3,098,478	$ 10,380,475
Cash and cash equivalents classified as:				
Unrestricted	$ 6,306,307	$ 1,124,716	$ 2,942,910	$ 10,373,933
Restricted	330,795	-	155,568	486,363
Investments	(72,359)	(407,462)	-	(479,821)
Total cash and cash equivalents	$ 6,564,743	$ 717,254	$ 3,098,478	$ 10,380,475
Reconciliation of operating income to net cash provided by operating activities:				
Operating income	$ 1,198,180	$ (272,595)	$ 483,553	$ 1,409,138
Adjustments to reconcile net operating income to net cash provided by (used in) operating activities:				
Depreciation	1,353,088	288,640	193,312	1,835,040
Changes in assets and liabilities:				
Accounts receivable	(191,773)	(35,977)	-	(227,750)
Due from other governments	246	-	-	246
Prepaid items	-	-	(1)	(1)
Accounts payable and accrued liabilities	70,134	151,274	122,043	343,451
Compensated absences	9,099	(652)	35,343	43,790
Net pension liability	(36,290)	12,881	(33,657)	(57,066)
Total OPEB liability	(1,376)	1,088	(624)	(912)
Net cash provided by (used in) operating activities	$ 2,401,308	$ 144,659	$ 799,969	$ 3,345,936
Non-cash investing, capital, and financing activities:				
Capital assets acquired through capital payable	$ (7,927)	$ -	$ (50,310)	$ (58,237)

The accompanying notes to financial statements are an integral part of this statement.

CITY OF ST. PETE BEACH, FLORIDA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2025

	Pension Trust Funds
ASSETS	
Cash and cash equivalents with trustee	$ 1,481,293
Total cash and cash equivalents	1,481,293
Receivables	
Due from general fund	29,827
Interest and dividends receivable	221,786
Total receivables	251,613
Investments, at fair value	
Government agency obligations	949,990
Asset-backed securities and collateralized obligations	28,010
Corporate bonds	538,385
Fixed-income mutual funds	18,128,320
Equities - common stock	17,823,711
Equities - mutual funds	16,321,768
Real estate funds	486,645
Total investments	54,276,829
Total assets	$ 56,009,735
LIABILITIES	
Accounts payable	$ 63,453
Total liabilities	$ 63,453
NET POSITION	
Restricted for pensions	$ 55,946,282

The accompanying notes to financial statements are an integral part of this statement.

CITY OF ST. PETE BEACH, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Pension Trust Funds
Additions	
Contributions:	
Employer	$ 1,817,981
Plan members	117,775
State - insurance premium taxes	597,377
Total contributions	2,533,133
Investment earnings	
Net appreciation (depreciation) in fair value of investments	3,270,836
Interest and dividends	2,104,054
Total investment earnings	5,374,890
Less: investment expense	(105,054)
Net investment income (loss)	5,269,836
Total additions	7,802,969
Deductions	
Benefit payments and refunds	4,233,514
Administrative expenses	179,743
Total deductions	4,413,257
Change in net position	3,389,712
Net position restricted for pensions, beginning of year	52,556,570
Net position restricted for pensions, end of year	$ 55,946,282

The accompanying notes to financial statements are an integral part of this statement.

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial reporting entity

The City of St. Pete Beach, Florida (the City) was incorporated in 1957 as a political subdivision of the State of Florida under a Council-Manager form of Government. The City is a municipal corporation with a five (5) member elected Board of Commissioners. The Board of Commissioners is governed by the City Charter and by state and local laws and regulations. The Board of Commissioners is responsible for the establishment and adoption of policy. The execution of such policy is the responsibility of the City Manager.

The financial statements of the City have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

In evaluating how to define the government, for financial reporting purposes, the City has considered all potential component units. The definition of the reporting entity is based primarily on the notion of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's governing body, and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government. A primary government may also be financially accountable for governmental organizations that are fiscally dependent on it.

A primary government has the ability to impose its will on an organization if it can significantly influence the programs, projects or activities of, or the level of services performed or provided by, the organization. A financial benefit or burden relationship exists if the primary government: (a) is entitled to the organization's resources; (b) is legally obligated or has otherwise assumed the obligation to finance the deficits of, or provide financial support to, the organization; or (c) is obligated in some manner for the debt of the organization. Management has determined that there are no component units to be included within the reporting entity.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all activities of the City. Individual funds are not displayed, but the statements distinguish governmental activities, which normally are supported by taxes and intergovernmental revenues, from business-type activities, which rely to a significant extent on fees and charges for support. The Statement of Net Position presents the financial position of the City's governmental and business-type activities at year-end. The effect of interfund activity such as internal balances has been eliminated from the government-wide financial statements.

NOTE A – CONTINUED

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment; and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not included among program revenues are reported as general revenues.

Fund financial statements are provided for major governmental funds and enterprise funds. Non-major funds are aggregated and reported in one column, while major funds are reported as separate columns in the fund financial statements. Fiduciary fund statements are provided to account for the City's pension trust funds.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the enterprise fund financial statements and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting.

Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Most state-based or intergovernmental sources, franchise fees, and utility service taxes are susceptible to accrual and are recognized as revenue in the current reporting period.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. This approach differs from the manner in which the governmental activities of the City are presented in the government-wide financial statements. The governmental fund financial statements, therefore, include a reconciliation to better identify the relationship between the government-wide financial statements and the governmental fund financial statements.

Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue and in the presentation of expenditures vs. expenses. Under the modified accrual basis, property taxes, franchise taxes, licenses, intergovernmental revenues and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Property taxes must be received within 60 days of year-end to be recognized as revenue. All other revenue items are considered to be measurable and available only when cash is received.

NOTE A – CONTINUED

Governmental Funds

The City reports three major governmental funds:

- General Fund – The General Fund is the primary operating fund of the City, accounting for all financial resources of the City except those that are required legally or by generally accepted accounting principles to be accounted for in other funds.
- American Rescue Plan Act (ARPA) – Capital projects fund used to account for revenue received under the American Rescue Plan Act for expenditures allowed under the program.
- Capital Improvement Projects Fund – Capital projects fund used to account for intergovernmental revenue that is restricted for infrastructure improvements and public safety vehicle acquisitions. This fund often includes significant, non-recurring financing sources such as transfers, grants, and other cost sharing arrangements corresponding to specific capital projects.

Non-major funds include the Police Confiscation Fund, Building Fund, Resiliency Fund, Multimodal Fund, and Fleet Fund, which are combined for the purposes of financial reporting. More information is available on the non-major funds in the supporting schedules of this document.

Proprietary Funds

The City reports three major proprietary funds, which are enterprise funds financed and operated in a manner similar to the private sector; the focus of these funds is cost recovery. Charges for service are designed to generate sufficient revenue to fund ongoing operations and capital improvements. Proprietary funds distinguish operating revenues and expenses from non-operating items; as a rule, those items which are inherently associated with the respective fund's activity are reported as operating items, while non-recurring items or those associated with financing (e.g., interest or amortization) are reported as non-operating.

- Wastewater Fund: Accounts for activities related to the City's sanitary sewer system. The City of St. Pete Beach owns and maintains the wastewater collection system infrastructure (i.e., manholes, sanitary sewer pipes, lift stations, etc.) and pays the City of St. Petersburg for sewage treatment and disposal. Operating revenues include charges for service, while operating expenses include the personnel, contractual, and depreciation expenses associated with ongoing operations. Non-operating items include interest earnings and interest expenses.
- Reclaimed Water Fund: Accounts for the City's provision of reclaimed water service for irrigation purposes. Operating revenues include charges for service based on City ordinance, while operating expenses include personnel costs, contractual fees for Pinellas County to provide maintenance services, and depreciation expense associated with the reclaimed water infrastructure. Non-operating items include interest earnings and interest expenses.
- Stormwater Fund: Accounts for the management of the City's stormwater drainage activities. The City adopted an assessment for stormwater service, which is included on residents' property tax bills. Operating revenues include the charges for service associated with the assessment, while operating expenses include the ongoing costs to maintain stormwater outfalls and drainage basins. Non-operating items include interest earnings and interest expenses.

NOTE A – CONTINUED

Fiduciary Funds

The City reports three fiduciary funds, which are pension trust funds that account for the resources held in trust on behalf of the City's pension plan members (police officers, firefighters, and general employees). These funds are omitted from the government-wide financial statements due to the resources not being available for general government purposes.

Budgetary Accounting

Annual budgets are adopted by fund and department for the following funds: General, Multimodal, Building, Resiliency, Fleet, American Rescue Plan Act (ARPA), Capital Improvement, Wastewater, Reclaimed Water, and Stormwater. The City's only legally adopted major governmental funds are the General, ARPA and Capital funds. For the purpose of financial reporting, the Multimodal, Building, Resiliency, and Fleet Funds are reflected in non-major fund totals. Non-major funds also include the Police Confiscation fund, which is not legally adopted. Budgetary comparison statements are presented in the basic financial statements for the General Fund and ARPA fund. Budgetary comparison schedules are presented as supplementary information for the Capital Improvement Projects, Building, Resiliency, Multimodal, and Fleet funds.

The legal level of budgetary control is at the department level, since the City Manager may authorize the transfer of funds between line items within a department. By Ordinance, the City Commission may transfer unencumbered balances between departments or funds. The City Commission may also amend the adopted budget to provide supplemental appropriations or to revise budgetary estimates. Encumbrance accounting is employed in governmental funds. Encumbrances (i.e., purchase orders) outstanding at year end are reflected in assigned fund balance totals (i.e., "subsequent year's budget") and do not constitute expenditures or liabilities because the balances are re-appropriated and honored during the subsequent year.

Balance Sheet / Statement of Net Position Disclosures

Definition of cash equivalents

The City considers all highly liquid investments, and those with a maturity of three months or less when purchased, to be cash equivalents. As reported on the financial statements, "cash and investments" include cash on hand, demand deposits, money market deposits, certificates of deposit, direct obligations of the U.S. Treasury, and balances in local government investment pools. Note B includes additional information regarding the City's cash and investment balances.

Valuation basis

GASB Statement No. 72, Fair Value Measurement and Application, enhances comparability of governmental financial statements by requiring fair value measurement for certain assets and liabilities using consistent definition and accepted valuation techniques. The City categorizes its fair value measurements within the hierarchy established by generally accepted accounting principles.

Fair value is the exchange price that would be received for an asset (exit price) in the principal or most advantageous market for an asset in an orderly transaction between market participants on the measurement date. There are three levels of inputs that may be used to measure fair value:

NOTE A – CONTINUED

- Level 1 inputs utilize quoted prices (unadjusted) in active markets for identical assets.
- Level 2 inputs are not based on quotes but are observable for the asset in active markets at commonly quoted intervals. The City uses monthly and quarterly reports provided by asset managers and custodians to determine level 2 valuations.
- Level 3 inputs are unobservable and determined by assumptions or estimates.

In instances where inputs used to measure fair value fall into different levels in the above hierarchy, measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The City's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset or liability.

Investments that are measured at fair value using the net asset value per share (NAV) – or its equivalent – are not classified in the fair value hierarchy as a practical expedient and are instead reported at amortized cost. Demand deposits, money market deposits, and certificates of deposit are likewise valued on an amortized cost basis. Investment assets held in the City's Pension Trust Funds are recorded at fair value. Note B discloses the inputs used to determine fair value of the pension funds' investments.

Inventories and prepaid items

The City records inventories at cost. Wastewater Fund inventory includes stock supplies and equipment warehoused at the City's Public Works facility. It is valued at cost using the first-in/first-out (FIFO) method. The cost of inventory supplies is recorded as an expenditure when inventory is consumed. Certain payments to vendors reflect costs applicable to future accounting periods (e.g., insurance premiums) and are recorded as prepaid items, using the consumption method, in both the government-wide and fund financial statements.

Capital asset accounting policies

Capital assets, which include land and land rights, buildings and other land improvements, furniture, machinery and equipment, infrastructure and intangible assets are reported in the applicable governmental or business-type activity in the government-wide financial statements. The City defines capital assets as assets with an initial, individual cost of $5,000 or more and an estimated useful life in excess of one year. These assets are capitalized at historical cost or estimated historical cost if actual cost information is not available. Additions, improvements and other capital outlays that significantly extend the useful life of the asset are also capitalized.

NOTE A – CONTINUED

As used in this section, the term depreciation includes amortization of intangible assets, which is computed on a straight-line basis. Depreciation is provided for in amounts sufficient to charge the cost of depreciable assets to operations over their estimated useful lives. Depreciation is not provided for construction in progress. The estimated useful lives of the assets are as follows:

Category	Estimated Useful Life
Buildings and other improvements	15 – 50 years
Furniture, machinery, and equipment	3 – 20 years
Infrastructure	12 – 40 years
Intangibles	5 – 10 years

Deferred Outflows and Inflows

On the financial statements, deferred outflows are presented with assets and deferred inflows are presented with liabilities. Deferred outflows consist of transactions that consume resources but do not relate to the current accounting period; likewise, deferred inflows represent acquisitions of resources relating to a future period. Balances reported for the City of St. Pete Beach are related to pension, OPEB and leases and generally represent the difference between projections (e.g., anticipated earnings, assumed economic or demographic factors, etc.) and actual experience.

Net Position/Fund Balance

Net Position:
The government-wide and business-type fund financial statements utilize a net position presentation. Net position is presented in three components: net investment in capital assets, restricted, and unrestricted.

- Net Investment in Capital Assets consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any external bonds, notes or other borrowings attributable to the acquisition, construction or improvement of those assets. This component does not include the portion of debt attributable to the unspent proceeds.

- Restricted consists of amounts that have constraints placed on them either externally by third parties (e.g., creditors, grantors, and contributors) or by law through constitutional provisions or enabling legislation.

- Unrestricted consists of net position that does not meet the definition of “net investment in capital assets” or “restricted.”

Fund Balance:
In the fund financial statements, fund balance for governmental funds is reported in classifications that comprise a hierarchy, based primarily on the extent to which the City is bound to honor constraints placed upon available balances. Fund balance is reported in five classifications: non-spendable, restricted, committed, assigned, and unassigned.

Non-spendable includes amounts that cannot be spent because they are either not in spendable form (e.g., inventory) or are legally or contractually required to be maintained intact.

NOTE A – CONTINUED

Restricted consists of amounts that have constraints placed on them either externally by third parties (e.g., creditors, grantors, and contributors) or by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the City to assess, levy, charge or otherwise mandate payment of resources and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation.

Committed includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the City's highest level of decision-making authority. Commitments may only be adopted, amended, and rescinded via Ordinance by the City Commission.

The City's fund balance policy is reflected in *assigned* and *unassigned* balances. Assigned balances represent resources accumulated for particular purposes but that do not meet the criteria to be classified as restricted or committed. The City's fund balance policy establishes a goal range of assigned balance equivalent to 26-35% of General Fund operating expenditures. The assigned resources are intended to mitigate the City's financial vulnerabilities, including the following potential exposures:

- Extreme weather events (e.g., hurricanes, localized flooding, sea level rise, etc.)
- Financial requirements of other operating funds, particularly Wastewater
- Funding sources for future capital projects (e.g., resiliency improvements, sub-aqueous infrastructure, etc.)

Assigned fund balance includes amounts informally designated by the City Commission or the City Manager for other purposes.

Unassigned balance, if positive, can only be fund in the General Fund. It represents the residual amount of fund balance not contained in the other classifications. The City's fund balance policy includes a goal of unassigned balance equivalent to two months of General Fund operating expenditures.

In the event of expenditures having been incurred when both restricted and unrestricted balances are available for spending, the City considers restricted balances to have been spent first. The City's policy is to utilize funds in the following spending order:

Governmental Funds	Enterprise Funds
Restricted	Restricted
Committed	Unrestricted
Assigned	
Unassigned	

Property tax policy

Property taxes are levied on October 1 of each year, on property values assessed on January 1 of the same year, and are due and payable on March 31 of the following year. Discounts are allowed for early payment at the rate of 4% in the month of November, 3% in the month of December, 2% in the month of January and 1% in the month of February. Taxes paid in March are not subject to discount. Delinquent taxes on real property bear interest at 18% per year. All unpaid taxes are delinquent on April 1 following the year in which they are assessed. On or about May 31 following the tax year, certificates are sold for all delinquent taxes on real property. Application for a tax deed on any unredeemed tax certificates may be made to the certificate holder after a period of two years. Unsold certificates are held by Pinellas County.

NOTE A – CONTINUED

Compensated absence policy

It is the City's policy to permit employees to accumulate earned but unused paid time off (PTO) benefits. Vested or accumulated PTO is recorded as an expense and liability of the appropriate fund as the benefits accrue to employees. The enterprise funds report 100% of compensated absence liability in both the government-wide and the proprietary fund statements, because it is accrued when incurred. Compensated absences liabilities related to governmental funds are liquidated through the governmental fund in which the liability is incurred. Accumulated PTO is accrued when incurred in the government-wide financial statements, but only the amount the City estimates to be used or likely to be paid as of the balance sheet date is recorded as a liability in the governmental fund statements. The City estimates the current portion of compensated absences based on the prior year's history.

Leases policy

Leases receivable—When engaged in long-term leasing activity as the lessor, the City recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements. At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the City determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The City uses the Consumer Price Index (CPI) in effect at fiscal year-end as the discount rate for leases.
- The lease term includes the noncancelable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.
- The City monitors changes in circumstances that would require a remeasurement of its lease, and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

NOTE B. DETAILED NOTE DISCLOSURES

Assets:

Cash and Investments

As of September 30, 2025, the City of St. Pete Beach held the following cash and investment account balances:

Investment Type	Fair Value	Percentage	Average Life	Credit Rating	Level
Cash	43,297,516	78.3%	N/A	NR	n/a
Certificates of Deposits	3,905,435	7.1%	N/A	NR	n/a
Treasury Bonds	495,525	0.9%	less than 1 year - see below	N/A	Level 2
FL Palm	2,457,545	4.4%	36 days	AAAm	n/a
Florida Prime- SBA	2,617,964	4.7%	39 days	AAAm	n/a
FL CLASS	2,518,495	4.6%	30 days	AAAm	n/a
	55,292,480	100.0%			

U.S. Treasuries were valued based on active market quoted prices from the City's custodian bank as of September 30, 2025. Demand deposits and certificates of deposit were covered by Federal Depository Insurance and held at Florida Qualified Public Depository ("QPD") financial institutions for collateralization. The City's investments with FL Palm, Florida Prime, and Florida CLASS are reported at amortized cost. The fair value of the position in the pool is equal to the value of the pool shares. As of September 30, 2025, there were no redemption fees or maximum transaction amounts, or any other requirements that serve to limit a participant's daily access to 100% of their account value. The credit ratings are determine by S&P Global Ratings.

The City's investment policy defines investment objectives, authorized investments, standards of prudence, maturity guidelines, liquidity requirements, and performance measures. The investment policy is designed to address several risk factors, including interest rate risk, credit risk, and custodial credit risk.

Authorized investments:

- Investment pools organized pursuant to Section 163.01 and 218.415 of the Florida Statutes
- Local Government Surplus Trust Fund
- Florida Municipal Investment Trust Funds
- SEC registered money market funds with the highest credit quality from a nationally recognized rating agency
- Interest-bearing time deposits or savings accounts in qualified public depositories
- Direct obligations of the U.S. Treasury
- Certificates, notes, bonds, or bills of the United States or other obligations of the United States or its agencies
- Obligations of government-sponsored corporations (instrumentalities)
- Collateralized mortgage obligations
- Bankers' Acceptance guaranteed by banking institutions with ratings of "AA" on long-term debt
- Commercial Paper (A1/P1 rated)
- Non-negotiable certificates of deposit and bank investment contracts
- Taxable or tax-exempt government bonds, notes or other obligations of investment grade quality
- Repurchase agreements with primary dealers

NOTE B – CONTINUED

Interest rate risk: Fixed income securities expose the City to the risk of prevailing interest rate changes. The City's investment policy seeks to control for this risk by establishing a maximum maturity of five years. Management further addresses the risk by laddering investments to mature at regular intervals, providing for frequent reinvestment opportunities. Management's practice is to hold all securities to maturity, so that any fair value losses are not realized.

Concentration risk: Concentration risk refers to the risk of loss resulting from over-exposures to a specific security or asset class. The City's investment policy addresses concentration risk by requiring diversification, limiting investments in securities that have higher credit risks, investing in securities with varying maturities, and continuously maintaining a portion of the portfolio in liquid funds.

Credit risk: Credit risk is the risk that a security or portfolio will lose value due to a real or perceived change in the ability of the issuer to fulfill its obligations. To mitigate the credit risk of individual securities, management invests only in the highest quality, generally limited to direct obligations of the U.S. Treasury. The City holds all demand deposit account and certificate of deposit account balances with collateralized qualified public depositories. The City maintains balances only in local government investment pools and money market funds with the highest credit quality ratings.

Custodial risk: Custodial risk refers to the possibility of the City being unable to recover funds from another party in the event of failure. The City's investment policy addresses this risk by requiring a third-party custodial safekeeping agreement that properly segregates securities on behalf of the City. All individual securities are held in the name of the City of St. Pete Beach.

Police Officers' Retirement System (Police Pension):

As of September 30, 2025, the Police Pension held the following investment balances:

Police		**Fair Value**	**Weighted Average Maturity (years)**	**Credit Rating Range (Moody's)**	**Fair Value Level**
Fixed income mutual funds		$ 10,063,935	N/A	N/A	1
Mutual Funds – Equities		7,517,623	N/A	NR	1
	Total	$ 17,581,558			

Interest rate risk: Interest rate risk is managed by laddering the fixed income portfolio so that securities mature on a recurring basis to allow for securities to be re-invested at higher prevailing rates, if applicable, or evaluated for other reinvestment options.

Concentration risk: The Board of Trustees of the Police Pension controls for concentration risk by managing an investment policy, which includes the following provisions:

NOTE B – CONTINUED

- Not more than 5% of the Police Pension assets shall be invested in the common stock of any one issuing company, nor shall the aggregate investment in any one issuing company exceed 5% of the outstanding capital stock of the company, and the value of bonds by any single corporation shall not exceed 5% of the total Police Pension assets.
- Real Estate and Real Estate Investment Trusts shall not to exceed 15% of the total Police Pension assets.
- Investments in corporate common stock and convertible bonds shall not exceed 75% of the Police Pension assets at fair value.
- Foreign securities shall not exceed 25% of the assets of the Police Pension.

Credit risk: The Police Pension investment policy addresses credit risk by requiring that fixed income securities be investment grade, as measured by Standard & Poor's or Moody's, and requiring that equity securities be traded on a national exchange.

Firefighters' Retirement System (Fire Pension):

As of September 30, 2025, the Firefighters' Pension held the following investment balances:

Fire		Fair Value	Weighted Average Maturity (years)	Credit Rating Range (Moody's)	Fair Value Level
Fixed income mutual funds		$ 6,334,134	N/A	N/A	1
Mutual Funds – Equities		16,039,050	N/A	NR	1
Real Estate		486,645	N/A	NR	3
	Total	$ 22,859,829			

Interest rate risk: Interest rate risk is managed by laddering the fixed income portfolio so that securities mature on a recurring basis to allow for securities to be re-invested at higher prevailing rates, if applicable, or evaluated for other reinvestment options.

Concentration risk: The Board of Trustees of the Firefighters' Pension controls for concentration risk by managing an investment policy, which includes the following provisions:

- Not more than 5% of the Firefighters' Pension assets shall be invested in the common stock of any one issuing company, nor shall the aggregate investment in any one issuing company exceed 5% of the outstanding capital stock of the company, and the value of bonds by any single corporation shall not exceed 5% of the total Firefighters' Pension assets.
- Real Estate and Real Estate Investment Trusts shall not to exceed 15% of the total Firefighters' Pension assets.
- Investments in corporate common stock and convertible bonds shall not exceed 75% of the Firefighters' Pension assets at fair value.
- Foreign securities shall not exceed 25% of the assets of the Firefighters' Pension

NOTE B – CONTINUED

Credit risk: The Firefighters' Pension investment policy addresses credit risk by requiring that fixed income securities be investment grade, as measured by Standard & Poor's or Moody's, and requiring that equity securities be traded on a national exchange.

General Employees' Retirement System (General Pension):

As of September 30, 2025, the General Pension held the following investment balances:

General		Fair Value	Weighted Average Maturity (years)	Credit Rating Range (S&P)	Fair Value Level
U.S. General & Agency Obligations		$ 949,990	N/A	Aaa to A1	2
Asset backed securities and collateralized		28,010	N/A	Aaa to Baa1	2
Fixed income mutual funds		1,730,251	N/A	N/A	1
Corporate Bonds		538,385	N/A	Aa1 to Baa3	2
Equities – common stock		1,784,661	N/A	N/A	1
Equities – mutual funds		8,804,145	N/A	N/A	1
	Total	$ 13,835,442			

Interest rate risk: Interest rate risk is managed by laddering the fixed income portfolio so that securities mature on a recurring basis (as illustrated above) to allow for securities to be re-invested at higher prevailing rates, if applicable, or evaluated for other reinvestment options.

Concentration risk: The Board of Trustees of the General Pension controls for concentration risk by managing an investment policy, which includes the following provisions:

- Not more than 5% of the General Pension assets shall be invested in the common stock of any one issuing company, nor shall the aggregate investment in any one issuing company exceed 5% of the outstanding capital stock of the company, and the value of bonds by any single corporation shall not exceed 5% of the total General Pension assets.
- Real Estate and Real Estate Investment Trusts shall not to exceed 15% of the total General Pension assets.
- Investments in corporate common stock and convertible bonds shall not exceed 75% of the General Pension assets at fair value.
- Foreign securities shall not exceed 25% of the assets of the General Pension.

Credit risk: The General Pension investment policy addresses credit risk by requiring that fixed income securities be investment grade, as measured by Standard & Poor's or Moody's, and requiring that equity securities be traded on a national exchange.

NOTE B – CONTINUED

Receivable balances

Utility billing:

Pinellas County serves as the utility billing agent for the City of St. Pete Beach's sewer fees, reclaimed water fees and water utility service taxes. Receivable balances from Pinellas County included the following significant items:

- General Fund water utility service tax, included in "Receivables, net": $53,510
- Wastewater Fund service charges, included in "Accounts receivable, net": $1,454,532
- Reclaimed Water service charges, included in "Accounts receivable, net": $197,752

Allowance for doubtful accounts

Utility billing accruals include an allowance for doubtful accounts past 60 days delinquent. Allowances included the following significant items:

- General Fund water utility service tax: $3,276
- Wastewater Fund charges for service: $84,190
- Reclaimed Water Fund charges for service: $-

Leases Receivable

The City has ongoing lease agreements with third parties related to rentals of Paradise Grille and Merry Pier. The two leases were entered into with 5-year terms.

A summary of the City's activity surrounding leases receivable, as of and for the year ending September 30, 2025, is as follows:

	General Fund	Governmental Activities
Leases Receivable	$ 675,931	$ 675,931
Deferred Inflows Related to Leases	645,495	645,495

Risk management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters, all of which is satisfactorily insured by limited risk, high deductible commercial general liability insurance. Commercial insurance policies are also obtained for other risks of loss, including employee health and accident insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

NOTE C. CAPITAL ASSETS

Governmental activities:	Balance 09/30/24	Increases	Decreases	Balance 09/30/25
Capital assets not being depreciated:				
Land and Improvements	$ 7,760,918	$ 54,873	$ -	$ 7,815,791
Construction in progress	4,167,605	2,009,073	-	6,176,678
Total assets not being depreciated	11,928,523	2,063,946	-	13,992,469
Capital assets being depreciated:				
Building & Improvements	22,456,922	29,460	-	22,486,382
Machinery and equipment	10,044,308	749,488	-	10,793,796
Intangibles	275,673	45,375	-	321,048
Infrastructure	71,794,110	-	-	71,794,110
Total assets being depreciated	104,571,013	824,323	-	105,395,336
Less accumulated depreciation for:				
Land improvements	-	(5,408)	-	(5,408)
Buildings and Improvements	(11,308,521)	(594,262)	-	(11,902,783)
Machinery and equipment	(5,424,462)	(816,410)	-	(6,240,872)
Infrastructure	(20,251,650)	(2,047,244)	-	(22,298,894)
Intangibles	(52,144)	(33,111)	-	(85,255)
Total accumulated depreciation	(37,036,777)	(3,496,435)	-	(40,533,212)
Total capital assets being depreciated, net	67,534,236	(2,672,112)	-	64,862,124
Governmental activities capital assets, net	$ 79,462,759	$ (608,166)	$ -	$ 78,854,593

Business-type activities:	Balance 09/30/24	Increases	Decreases	Balance 09/30/25
Capital assets not being depreciated:				
Land and Improvements	$ 310,117	$ -	$ -	$ 310,117
Construction in progress	500,450	2,307,982	-	2,808,432
Total assets not being depreciated	810,567	2,307,982	-	3,118,549
Capital assets being depreciated:				
Building & Improvements	749,747	339,039	-	1,088,786
Machinery and equipment	1,287,387	164,584	-	1,451,971
Intangibles	161,628	-	-	161,628
Infrastructure	63,967,173	-	-	63,967,173
Total assets being depreciated	66,165,935	503,623	-	66,669,558
Less accumulated depreciation for:				
Building & Improvements	(127,508)	(30,869)	-	(158,377)
Machinery and equipment	(962,097)	(109,450)	-	(1,071,547)
Infrastructure	(19,564,347)	(1,679,284)	-	(21,243,631)
Intangibles	(64,515)	(15,437)	-	(79,952)
Total accumulated depreciation	(20,718,467)	(1,835,040)	-	(22,553,507)
Total capital assets being depreciated, net	45,447,468	(1,331,417)	-	44,116,051
Business-type activities capital assets, net	$ 46,258,035	$ 976,565	$ -	$ 47,234,600

NOTE C – CONTINUED

Depreciation expense was charged as follows:

Governmental Activities:		
General government	$	115,482
Community development		231,127
Recreation		761,934
Library		110,018
Parking enforcement		28,563
Public safety		366,968
Public services		1,882,343
	$	3,496,435
Business-type activities:		
Wastewater	$	1,353,088
Reclaimed water		288,640
Stormwater		193,312
	$	1,835,040

NOTE D. PENSION

City-Sponsored Defined Benefit Pension Plans:

The City administers three defined benefit pension plans (the Plans): the Police Officers' Retirement System (Police Pension), the Firefighters' Retirement System (Firefighters' Pension) and the General Employees' Retirement System (General Pension). All three of the Plans are single employer defined benefit plans. The Plans are administered pursuant to the following laws: Police Pension - Florida Statutes Chapter 185; Firefighters' Pension - Florida Statutes Chapter 175, and General Pension - City Code of Ordinances Chapter 16, Article III. The Plans are reported herein as Fiduciary Funds as part of the City's reporting entity. The financial statements of each Plan are included in the Annual Comprehensive Financial Report of the City. The Plans do not issue stand-alone financial reports.

The investments of the Plans are held by the City in a trustee capacity and are maintained in segregated trust accounts for each Plan. The trust accounts are managed by a professional trustee pursuant to trust agreements with the City. The costs of administering the pension funds, including professional fees, are paid by each respective pension plan.

The Police Pension is administered by a 5-member Board of Trustees comprised of two legal residents appointed by the City Commission, two members of the system elected by a majority of the membership, and the fifth member is elected by the other four members and is appointed by the Commission.

The Firefighters' Pension is administered by a 5-member Board of Trustees comprised of two legal residents appointed by the City Commission, two full-time firefighters who are elected by a majority of the members of the plan, and a fifth Trustee who is chosen by a majority of the other four members.

The General Pension is administered by a 5-member Board of Trustees comprised of two legal residents appointed by the City Commission, two elected employee members, and one public member nominated by the board and appointed by the City Commission.

Significant Accounting Policies

The Plans' significant accounting policies are as follows (several of these policies are briefly disclosed in Note A to the financial statements):

Basis of Accounting: The Plans' financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to the plans are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plans.

Method Used to Value Investments: Investments are reported at fair value. Short-term money market type investments are reported at cost, which is equal to fair value. Securities traded on a national exchange are valued at the last reported sales price.

NOTE D – CONTINUED

Plan Description: Each of the Plans provides retirement, disability, death benefits and deferred retirement option plans (DROP) to plan members and their beneficiaries. Each Plan has early retirement provisions and cost of living increase provisions.

Membership of the Plans: Membership of each plan consisted of the following at October 1, 2024:

	Police Pension	Firefighters' Pension	General Pension
Inactive plan members or beneficiaries currently receiving benefits	27	33	75
Inactive plan members entitled to but not yet receiving benefits	2	10	54
Active plan members	0	26	13
Total	29	69	142

Benefits Provided:

Police Pension

- As a result of the Police Department being merged into the Pinellas County Sheriff's Department, Plan members can elect to remain in the Police Pension or enter into Florida Retirement System.
- A freeze on all accrued benefits was implemented as of January 31, 2013, except for Plan members who have attained age 55 or 25 years of credited service as of that date. Such members will accrue benefits in accordance with the Plan provisions in effect prior to January 31, 2013: members hired before 10-1-1981 will receive 3.2% of average final compensation for service to 10-1-1981 plus 4% of average final compensation for service from 10-1-1981 to 1-13-2013 and for members hired after 10-1-1981 will receive 3.2% of average final compensation for service up to 1-31-2013.
- For all Plan members that had not completed 10 years of credited service by January 31, 2013, the normal retirement date will be the earlier of attaining age 60 and the completion of 10 years of credited service or the completion of 30 years of credited service regardless of age.
- Early retirement is the earlier of age 50 and 10 years of credited service and 20 years of credited service regardless of age for frozen benefits. There is no early retirement for those that don't have frozen benefits, except that if a member had 10 years of credited service on January 31, 2013 then prior retirement criteria applies to both benefits. The amount is equal to the accrued benefit, reduced 3% per year.
- A member is 10% vested after 1 year of credited service plus 10% per year thereafter up to 100% after 10 years if they have frozen benefits and 100% after 10 years of credited service for all other participants. A member will receive the vested portion of their accrued benefit payable at the otherwise normal retirement date.
- Members are eligible for total and permanent disability benefits after 10 years of credited service (for non-service incurred) or from the date of hire (for service-incurred). The benefits are accrued to the date of disability but not less than 50% of average final compensation for service-incurred disability.
- Pre-retirement death benefits for vested individuals is equal to the value of accrued benefits payable on a monthly basis to the beneficiary for 10 years. For non-vested members, benefits include a refund of contributions without interest.
- Retirees receive a 3% per year cost of living adjustment (COLA) commencing 7 years after retirement (10 years after retirement if they retired prior to March 14, 2006) on any frozen benefits. There is no COLA for members without frozen benefits.

NOTE D – CONTINUED

- Plan members will not be able to enter the Deferred Retirement Option Program (DROP) effective February 1, 2013, except for Plan members who have attained age 55 or 25 years of credited service as of that date. Participation is not to exceed 60 months, and the member can elect a rate of return equal to 7.5% annual rate or actual net rate of investment return credited each fiscal quarter.
- Member contribution rates were lowered from 8.3% to 3% effective February 1, 2013, except for Plan members who have attained age 55 or 25 years of credited service as of that date who will continue to make contributions at 8.3%.

Firefighters' Pension

- A freeze on all accrued benefits was implemented as of December 31, 2012, except for Plan members who have attained the earlier of age 55 or 25 years of credited service as of that date, regardless of age. Such members will accrue benefits on the frozen portion in accordance with the Plan provisions in effect prior to December 31, 2012, receiving 3.4% of their average final compensation times credited service.
- The normal retirement date for all Plan members that had not completed 10 years of credited service by January 1, 2013 such that the normal retirement date is the earlier of attaining age 55 or the completion of 30 years of credited service regardless of age. These members will receive 3.4% of their average final compensation times credited service.
- The maximum combined benefit is 100% of average final compensation. If a member's accrued benefit as of January 1, 2013 is greater than or equal to 75% of average final compensation, the benefit percentage may not be reduced.
- For members with frozen benefits, early retirement is the earlier of age 50 and 10 years of credited service or the completion of 20 years credited service, regardless of age. The benefit amount is the accrued benefit reduced by 3% for each year commencement of benefits precedes the normal retirement date. There is no early retirement for members without frozen benefits.
- A member becomes 100% vested after attaining 10 years of credited service and is 0% vested prior to attaining 10 years of credited service. The members will receive the vested portion of their accrued benefits payable at the otherwise normal retirement date. Pre-freeze members will continue to use the 10% per year vesting schedule.
- Members are eligible for total and permanent disability benefits after 10 years of credited service (for non-service incurred) or from the date of hire (for service-incurred). The benefits are accrued to the date of disability but not less than 42% of average final compensation for service-incurred disability.
- Pre-retirement death benefits for vested individuals is equal to the value of accrued benefits payable on a monthly basis to the beneficiary for 10 years. For non-vested members, member contributions are refunded.
- Retirees receive a 3% per year cost of living adjustment (COLA) commencing 7 years after retirement on any frozen benefits. There is no COLA for members without frozen benefits.
- Plan members will not be able to enter the Deferred Retirement Option Program (DROP) effective January 1, 2013 except for Plan members who have attained age 55 or 25 years of credited service as of that date. Participation is not to exceed 60 months and the member can elect a rate of return equal to 7.5% annual rate or the actual net rate of investment return credited each fiscal quarter.
- Member contribution rates were increased from 3% to 11.9% effective September 30, 2017, except for Plan members who have attained age 55 or 25 years of credited service as of February 1, 2013, who will continue to make contributions at 10.3%.

NOTE D – CONTINUED

- Member contribution rates were increased from 11.9% to 12.1% effective September 30, 2018, except for Plan members who have attained age 55 or 25 years of credited service as of February 1, 2013, who will continue to make contributions at 10.3%.
- Member contribution rates were increased from 12.1% to 13.0% effective September 30, 2019, except for Plan members who have attained age 55 or 25 years of credited service as of February 1, 2013, who will continue to make contributions at 10.3%.
- Member contribution rates were increased from 13.0% to 13.5% effective September 30, 2020, except for Plan members who have attained age 55 or 25 years of credited service as of February 1, 2013, who will continue to make contributions at 10.3%.
- Member contribution rates were decreased from 13.90% to 11.0% effective September 30, 2021, except for Plan members who have attained age 55 or 25 years of credited service as of February 1, 2013, who will continue to make contributions at 10.3%.
- City-funded benefit accrual rate increased from 2.25% to 2.75% as of October 1, 2020.

General Pension

- A freeze on all accrued benefits was implemented as of September 30, 2012, except for Plan members who have attained age 55 or 25 years of credited service as of that date, regardless of age. Such members will accrue benefits on the frozen portion in accordance with the Plan provisions in effect prior to September 30, 2012, receiving 2.25% of their average final compensation times credited service.
- The normal retirement date for members hired before October 1, 2002, is the earlier of age 55 or the completion of 25 years of credited service, regardless of age. For individuals hired after October 1, 2002, normal retirement is the earlier of age 60 with 10 years of credited service or the completion of 30 years credited service, regardless of age, and will receive 1.00% of average final compensation time-credited service earned on and after October 1, 2012.
- The maximum combined benefit is 75% of average final compensation.
- For members with frozen benefits, early retirement is age 50 and the completion of 10 years of credited service. The benefit amount is the accrued benefit reduced by 1/15th for each year that the commencement of payments precedes normal retirement. There is no early retirement for members without frozen benefits.
- A member becomes 10% vested after 1 year of credited service for frozen benefits and is 100% vested after attaining 10 years of credited service. Members without frozen benefits are 0% vested prior to attaining 10 years of credited service. A member will receive the vested portion of their accrued benefit payable at the otherwise normal retirement date or on a reduced basis beginning at early retirement.
- Members are eligible for total and permanent disability after 10 years of credited service. The benefit is accrued to the date of disability.
- Pre-retirement death benefits are equal to the value of the accrued benefit payable on a monthly basis to the designated beneficiary for 10 years.
- Retirees receive a 3% per year cost of living adjustment (COLA) on any frozen benefits after completing 10 years of retirement. There is no COLA for members without frozen benefits.
- Plan members will not be able to enter the Deferred Retirement Option Program (DROP) effective October 1, 2012 except for Plan members who have attained age 55 or 25 years of credited service as of that date. Participation is not to exceed 60 months and the member can elect a rate of return equal to 7.5% annual rate or the actual net rate of investment return credited each fiscal quarter.

NOTE D – CONTINUED

- Member contribution rates were lowered from 7.6% to 3% effective February 1, 2013, except for Plan members who have attained age 55 or 25 years of credited service as of that date who will continue to make contributions at 7.6%.
- The General pension plan was closed to management, administrative, professional and supervisory (MAPS) employees effective December 1, 2020. All MAPS employees participate in the City's defined contribution money purchase retirement plan.
- The General pension plan was closed to all remaining eligible employees effective October 1, 2021. All employees previously eligible for the General pension plan participate in the City's defined contribution money purchase retirement plan.

Net Pension Liability:

During the year ended September 30, 2015, the City adopted GASB 68 *Accounting and Financial Reporting for Pensions.* This required the City to record its net pension liability on the basic financial statements. The net pension liability is measured as the portion of the present value of projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees' past periods of service (total pension liability), less the amount of the pension plan's fiduciary net position.

The City's pension liability recorded in the September 30, 2025 financial statements was measured as of September 30, 2025.

Actuarial Assumptions: The total pension liability was determined using the following actuarial assumptions:

	Police Pension	Firefighters' Pension	General Pension
Projected salary increases	N/A	Service based	Service based
Inflation rate	2.5%	2.5%	2.5%
Discount rate	6.2%	7.3%	7.0%
Investment rate of return	6.2%	7.3%	7.0%
Mortality rate	PubS-2010 Combined Healthy Mortality Table, set forward one year (male only)	PubS-2010 Combined Healthy Mortality Table, set forward one year (male only)	PubS-2010 Combined Healthy Mortality Table, set back one year (male only)
	Disabled Lives PubG.H-2010, set forward one year (females only)	Disabled Lives PubG.H-2010, set forward one year (females only)	Disabled Lives PubG.H-2010, set forward four years

NOTE D – CONTINUED

Actuarial changes from the prior year:

Firefighters' Pension: For measurement date 09/30/25, the investment rate of return was lowered from 7.35% to 7.30% per year, net of investment related expenses.

All Plans: As mandated by Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changes to the rates used in Milliman's July 1, 2024, FRS valuation report for special risk employees.

The most recent experience studies were October 12, 2010 for the Police Officers' plan, July 20, 2022 for the Firefighters' Plan, and April 21, 2022 for the General Employees' Plan.

Target Allocation and Long-Term Expected Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The best estimates of arithmetic real rates of return for each major asset class included in the Plans' adopted target asset allocation policy as of September 30, 2025 are summarized in the following table:

Asset Class	Police Pension Target Allocation	Police Pension Expected Return	Firefighters' Pension Target Allocation	Firefighters' Pension Expected Return	General Pension Target Allocation	General Pension Expected Return
Cash					1%	.80%
Domestic Equity	30%	7.5%	52%	7.5%	58%	5.78%
International Equity	10%	8.5%	13%	8.5%	8%	4.53%
Broad Market Fixed Income	60%	2.5%	35%	2.5%		
Fixed Income					24%	1.05%
Real Estate Funds					5%	3.47%
Emerging Markets					4%	5.92%

None of the plans held investments in any one organization that represents 5% or more of the Plans' fiduciary net position.

NOTE D – CONTINUED

The discount rate used to measure the total pension liability was 6.2% for the Police Pension, 7.30% for the Firefighters' Pension and 7.00% for the General Pension. The projection of cash flows used to determine the discount rate assumed that plan member (employee) contributions will be made at the current contribution rate and that plan sponsor (employer) contributions will be made at rates equal to the difference between actuarially determined contribution rates and the plan member rate. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Net Pension Liability:

Police:

Total Pension Liability	$ 18,548,007
Plan Fiduciary Net Position	18,107,868
Net Pension Liability/(Asset)	$ 440,139
Plan Fiduciary Net Position As a % of Total Pension Liability	97.63%

Firefighters:

Total Pension Liability	$ 29,777,900
Plan Fiduciary Net Position	23,629,801
Net Pension Liability/(Asset)	$ 6,148,099
Plan Fiduciary Net Position As a % of Total Pension Liability	79.35%

General:

Total Pension Liability	$ 16,875,378
Plan Fiduciary Net Position	14,208,613
Net Pension Liability/(Asset)	$ 2,666,765
Plan Fiduciary Net Position As a % of Total Pension Liability	84.20%

NOTE D – CONTINUED

Change in Net Pension Liability: The change in the net pension liability for each pension plan for the year ended September 30, 2025 is as follows, with various differences noted in the ending plan fiduciary net position per the actuarial valuation versus the financial statements due to timing differences resulting from the accrual of income and expense items.

Police:

Total Pension Liability	
Interest	$ 1,158,950
Share plan allocation	78,508
Difference between actual and expected experience	(936,776)
Assumption changes	230,076
Benefit payments including refunds of contributions	(1,350,987)
Net change in total pension liability	(820,229)
Total pension liability - beginning	19,368,236
Total pension liability - ending (a)	$ 18,548,007
Total Fiduciary Net Position	
Contributions - state	$ 314,385
Net investment income	1,511,907
Benefit payments, including refunds of contributions	(1,350,987)
Administrative expense	(49,632)
Net change in plan fiduciary net position	425,673
Plan fiduciary net position - beginning	17,682,195
Plan fiduciary net position - ending (b)	$ 18,107,868
Net pension liability - ending (a) - (b)	$ 440,139

Firefighters:

Total Pension Liability	
Service cost	$ 443,298
Interest	2,007,879
Difference between actual and expected experience	796,135
Assumption changes	458,224
Benefit payments including refunds of contributions	(1,604,858)
Net change in total pension liability	2,100,678
Total pension liability - beginning	27,677,222
Total pension liability - ending (a)	$ 29,777,900
Total Fiduciary Net Position	
Contributions - employer	$ 1,039,223
Contributions - state	282,992
Contributions - employee	96,541
Net investment income	2,561,300
Benefit payments, including refunds of contributions	(1,604,858)
Administrative expense	(57,915)
Net change in plan fiduciary net position	2,317,283
Plan fiduciary net position - beginning	21,312,518
Plan fiduciary net position - ending (b)	$ 23,629,801
Net pension liability - ending (a) - (b)	$ 6,148,099

NOTE D – CONTINUED

General:

Total Pension Liability	
Service cost	$ 27,896
Interest	1,136,752
Difference between actual and expected experience	81,274
Assumption changes	56,889
Benefit payments including refunds of contributions	(1,277,669)
Net change in total pension liability	25,142
Total pension liability - beginning	16,850,236
Total pension liability - ending (a)	$ 16,875,378
Total Fiduciary Net Position	
Contributions - employer	$ 648,514
Contributions - employee	21,324
Net investment income	1,196,629
Benefit payments, including refunds of contributions	(1,277,669)
Administrative expense	(72,287)
Net change in plan fiduciary net position	516,511
Plan fiduciary net position - beginning	13,692,102
Plan fiduciary net position - ending (b)	$ 14,208,613
Net pension liability - ending (a) - (b)	$ 2,666,765

Sensitivity of the net pension liability to changes in the discount rate:

Police Pension	1% Decrease (5.20%)	Current Discount Rate (6.20%)	1% Increase (7.20%)
Net Pension Liability	$ 2,333,236	$ 440,139	$ (1,168,562)
Firefighters' Pension	1% Decrease (6.30%)	Current Discount Rate (7.30%)	1% Increase (8.30%)
Net Pension Liability	$ 10,031,217	$ 6,148,099	$ 2,947,016
General Pension	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Net Pension Liability	$ 4,297,590	$ 2,666,765	$ 1,276,908

NOTE D – CONTINUED

The City has reported Deferred Outflows of Resources and Deferred Inflows of Resources related to pensions in the Statement of Net Position as of September 30, 2025 from the following sources:

Police:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between actual and expected experience	$ -	$ -
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	1,016,557
	$ -	$ 1,016,557

Firefighters:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between actual and expected experience	$ 677,242	$ -
Changes of assumptions	525,868	-
Net difference between projected and actual earnings on pension plan investments	-	1,577,231
	$ 1,203,110	$ 1,577,231

General:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between actual and expected experience	$ -	$ -
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	819,199
	$ -	$ 819,199

For the year ended September 30, 2025, the City recognized pension expense (income) of $(607,245), $1,097,431, and $271,236 in the, Police Officers', Firefighters', and General Employees, pension plans, respectively, for a total of $761,422.

NOTE D – CONTINUED

Amounts reported as Deferred Outflows of Resources and Deferred Inflows of Resources related to the pension funds will be recognized in pension expense as follows:

Summary of Deferred Outflow/Inflow Amortization:	Police	Fire	General	Total
2025	$ 235,224	$ 593,714	$ 204,741	$ 1,033,679
2026	(681,691)	(388,330)	(526,936)	(1,596,957)
2027	(480,233)	(378,745)	(444,607)	(1,303,585)
2028	(89,857)	(200,760)	(52,397)	(343,014)
2029	-	-	-	-
Thereafter	-	-	-	-
Total	$(1,016,557)	$(374,121)	$(819,199)	$(2,209,877)

Financial Statements: The financial statements for each of the pension funds as of and for the year ended September 30, 2025 are as follows:

Statement of Fiduciary Net Position

	Police	Fire	General	Total
ASSETS				
Cash and cash equivalents with trustee	$ 535,384	$ 670,666	$ 275,243	$ 1,481,293
Total cash and cash equivalents	535,384	670,666	275,243	1,481,293
Receivables				
Due from general fund	-	29,827	-	29,827
Interest and dividends receivable	-	94,243	127,543	221,786
Total receivables	-	124,070	127,543	251,613
Investments, at fair value				
Government agency obligations	-	-	949,990	949,990
Asset-backed securities and collateralized obligations	-	-	28,010	28,010
Corporate bonds	-	-	538,385	538,385
Fixed-income mutual funds	10,063,935	6,334,134	1,730,251	18,128,320
Equities - common stock	-	16,039,050	1,784,661	17,823,711
Equities - mutual funds	7,517,623	-	8,804,145	16,321,768
Real estate funds	-	486,645	-	486,645
Total investments	17,581,558	22,859,829	13,835,442	54,276,829
Total assets	$ 18,116,942	$ 23,654,565	$ 14,238,228	$ 56,009,735
LIABILITIES				
Accounts payable	$ 9,074	$ 24,764	$ 29,615	$ 63,453
Prepaid contributions - City	-	-	-	-
Total liabilities	$ 9,074	$ 24,764	$ 29,615	$ 63,453
NET POSITION				
Restricted for pensions	$ 18,107,868	$ 23,629,801	$ 14,208,613	$ 55,946,282

NOTE D – CONTINUED

Statement of Changes in Fiduciary Net Position

	Police	Fire	General	Total
ASSETS				
Cash and cash equivalents with trustee	$ 535,384	$ 670,666	$ 275,243	$ 1,481,293
Total cash and cash equivalents	535,384	670,666	275,243	1,481,293
Receivables				
Due from general fund	-	29,827	-	29,827
Interest and dividends receivable	-	94,243	127,543	221,786
Total receivables	-	124,070	127,543	251,613
Investments, at fair value				
Government agency obligations	-	-	949,990	949,990
Asset-backed securities and collateralized obligations	-	-	28,010	28,010
Corporate bonds	-	-	538,385	538,385
Fixed-income mutual funds	10,063,935	6,334,134	1,730,251	18,128,320
Equities - common stock	-	16,039,050	1,784,661	17,823,711
Equities - mutual funds	7,517,623	-	8,804,145	16,321,768
Real estate funds	-	486,645	-	486,645
Total investments	17,581,558	22,859,829	13,835,442	54,276,829
Total assets	$ 18,116,942	$ 23,654,565	$ 14,238,228	$ 56,009,735
LIABILITIES				
Accounts payable	$ 9,074	$ 24,764	$ 29,615	$ 63,453
Total liabilities	$ 9,074	$ 24,764	$ 29,615	$ 63,453
NET POSITION				
Restricted for pensions	$ 18,107,868	$ 23,629,801	$ 14,208,613	$ 55,946,282

Defined Benefit Plans – Florida Retirement System and Health Insurance Subsidy:

Plan Description and Administration

The entity participates in the Florida Retirement System (FRS), a multiple-employer, cost-sharing defined public employee retirement system which covers all fire department employees. The System is administered by the State of Florida, Department of Administration, Division of Retirement to provide retirement and survivor benefits to participating public employees. Provisions relating to the FRS are established by Chapters 121 and 122, Florida Statutes; Chapter 112, Part IV, Florida Statutes; Chapter 238, Florida Statutes; and FRS Rules, Chapter 60S, Florida Administrative Code; wherein eligibility, contributions, and benefits are defined and described in detail. The FRS is a single retirement system administered by the Department of Management Services, Division of Retirement, and consists of two cost-sharing, multiple-employer retirement plans and other nonintegrated programs. These include a defined-benefit pension plan (Plan), with a Deferred Retirement Option Program (DROP), and a defined-contribution plan, referred to as the FRS Investment Plan (Investment Plan).

NOTE D – CONTINUED

In addition, all regular employees of the entity are eligible to enroll as members of the Retiree Health Insurance Subsidy (HIS) Program. The HIS is a cost-sharing, multiple-employer defined benefit pension plan established and administered in accordance with section 112.363, Florida Statutes. The benefit is a monthly payment to assist retirees of the state-administered retirement systems in paying their health insurance costs. Eligible retirees and beneficiaries receive a monthly HIS payment equal to the number of years of service credited at retirement multiplied by $7.50. The minimum payment is $45 and the maximum payment is $225 per month, pursuant to section 112.363, Florida Statutes. To be eligible to receive a HIS benefit, a retiree under one of the state-administered retirement systems must provide proof of eligible health insurance coverage, which can include Medicare.

Benefits Provided and Employees Covered

Employees enrolled in the Plan prior to July 1, 2011, vest at six years of creditable service and employees enrolled in the Plan on or after July 1, 2011, vest at eight years of creditable service. All vested members, enrolled prior to July 1, 2011, are eligible for normal retirement benefits at age 62 or at any age after 30 years of service. All members enrolled in the Plan on or after July 1, 2011, once vested, are eligible for normal retirement benefits at age 65 or any time after 33 years of creditable service. Members of both Plans may include up to four years of credit for military service toward creditable service. The Plan also includes an early retirement provision; however, there is a benefit reduction for each year a member retires before his or her normal retirement date. The Plan provides retirement, disability, death benefits, and annual cost-of-living adjustments. Benefits under the Plan are computed on the basis of age and/or years of service, average final compensation, and service credit. Credit for each year of service is expressed as a percentage of the average final compensation. For members initially enrolled before July 1, 2011, the average final compensation is the average of the five highest fiscal years' earnings; for members initially enrolled on or after July 1, 2011, the average final compensation is the average of the eight highest fiscal years' earnings. The total percentage value of the benefit received is determined by calculating the total value of all service, which is based on the retirement plan and/or class to which the member belonged when the service credit was earned.

DROP, subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with an FRS employer. An employee may participate in DROP for a period not to exceed 96 months after electing to participate, except that certain instructional personnel may participate for up to 120 months. During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest.

Employees may elect to participate in the Investment Plan in lieu of the FRS defined-benefit plan. Employer and employee contributions are defined by law, but the ultimate benefit depends in part on the performance of investment funds. The Investment Plan is funded by employer and employee contributions that are based on salary and membership class (Regular, DROP, etc.). Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Employees in the Investment Plan vest at one year of service.

NOTE D – CONTINUED

Financial Statements

Financial statements and other supplementary information of the FRS are included in the State's Annual Comprehensive Financial Report, which is available from the Florida Department of Financial Services, Bureau of Financial Reporting Statewide Financial Reporting Section by mail at 200 E. Gaines Street, Tallahassee, Florida 32399-0364; by telephone at (850) 413-5511; or at the Department's Web site (www.myfloridacfo.com). An annual report on the FRS, which includes its financial statements, required supplementary information, actuarial report, and other relevant information, is available from:

Florida Department of Management Services
Division of Retirement
P.O. Box 9000
Tallahassee, FL 32315-9000
850-488-5706 or toll free at 877-377-1737

Contributions

The entity participates in certain classes of FRS membership. Each class had descriptions and contribution rates in effect during the year ended September 30, 2025, as follows (contribution rates are in agreement with the actuarially determined rates):

FRS Membership Plan & Class	Through June 30, 2025	After June 30, 2025
Special Risk	32.79%	35.19%

Current-year employer HIS contributions were made at a rate of 2.00% of covered payroll, which are included in the above rates.

For the plan year ended June 30, 2025, actual contributions made for employees participating in FRS and HIS were as follows:

Entity Contributions – FRS	$ 248,824
Entity Contributions – HIS	17,318
Employee Contributions – FRS	25,977

Net Pension Liability, Pension Expense, and Deferred Outflows and Inflows of Resources Related to Pensions

At September 30, 2025, the entity reported a net pension liability related to FRS and HIS as follows:

Plan	Net Pension Liability
FRS	$ 1,293,368
HIS	248,360
Total	$ 1,541,728

NOTE D – CONTINUED

The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The employer proportion of the net pension liability was based on a projection of the long-term share of contributions to the pension plan relative to the projected contributions of all participating governmental entities, as actuarially determined. At June 30, 2025 and June 30, 2024, the City's proportionate share of the FRS and HIS net pension liabilities were as follows:

Plan	2025	2024
FRS	0.004167431%	0.001743570%
HIS	0.001937672%	0.000826430%

For the plan year ended June 30, 2025, pension expense was recognized related to the FRS and HIS plans as follows:

Plan	Pension Expense
FRS	$ 404,338
HIS	58,123
Total	$ 462,461

Deferred outflows/inflows related to pensions:

At September 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	FRS		HIS	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 138,145	$ -	$ 1,483	$ (394)
Changes of assumptions	150,194	-	2,198	(60,072)
Net difference between projected and actual investment earnings	-	(215,941)	-	(207)
Change in proportionate share	957,180	-	244,672	-
Contributions subsequent to measurement date	96,046	-	6,084	-
Total	$ 1,341,565	$ (215,941)	$ 254,437	$ (60,673)

The above amounts for deferred outflows of resources for contributions related to pensions resulting from City contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the year ended September 30, 2026.

NOTE D – CONTINUED

Other amounts reported as deferred outflows and deferred inflows of resources related to pensions being amortized for a period of greater than one year will be recognized in pension expense in succeeding years as follows:

	FRS	HIS	Total
2026	$ 479,620	$ 40,675	$ 520,295
2027	232,783	38,195	270,978
2028	214,292	40,574	254,866
2029	102,883	43,091	145,974
2030	-	25,145	25,145
Thereafter	-	-	-
	$ 1,029,578	$ 187,680	$ 1,217,258

Actuarial assumptions:

The actuarial assumptions for both defined benefit plans are reviewed annually by the Florida Retirement System Actuarial Assumptions Conference. The FRS has a valuation performed annually. The HIS Program has a valuation performed biennially that is updated for GASB reporting in the year a valuation is not performed. The most recent experience study for the FRS was completed in 2024 for the period July 1, 2018, through June 30, 2023. Because HIS is funded on a pay-as-you-go basis, no experience study has been completed.

The total pension liability for each of the defined benefit plans was determined by an actuarial valuation, using the entry age normal actuarial cost method. Inflation increases for both plans is assumed at 2.40%. Payroll growth, including inflation, for both plans is assumed at 3.50%. Both the discount rate and the long-term expected rate of return used for FRS investments is 6.70%. This rate is consistent with the prior year rate of 6.70%. The plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return. Because HIS Program uses a pay-as-you-go funding structure, a municipal bond rate of 5.20% was used to determine the total pension for the program. This rate increased from the prior year rate, which was 3.93%. Mortality assumptions for both plans were based on the PUB-2010 base table varies by member category and sex, projected generationally with Scale MP-2021.

Long-term expected rate of return:

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in October 2025, the FRS Actuarial Assumptions Conference reviewed long-term assumptions developed by both Milliman's capital market assumptions team and by a capital market assumptions team from Aon Hewitt Investment Consulting, which consults to the Florida State Board of Administration. The table below shows Milliman's assumptions for each of the asset classes in which the plan was invested at that time based on the long-term target asset allocation. The allocation policy's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions and includes an adjustment for the inflation assumption.

NOTE D – CONTINUED

These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model.

Asset Class	Target Allocation	Annual Arithmetic Expected Rate of Return
Cash	1.0%	3.2%
Fixed income	29.0%	5.5%
Global equities	45.0%	8.5%
Real estate	12.0%	8.4%
Private equity	11.0%	12.4%
Strategic investments	2.0%	6.5%
Total	100.0%	

Sensitivity of the net pension liability to changes in the discount rate:

The following presents the proportionate shares of the FRS and HIS net pension liability of the City calculated using the current discount rates, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rate:

Plan	Current Discount Rate	NPL with 1% Decrease	NPL at Current Discount Rate	NPL with 1% Increase
FRS	6.70%	$ 2,538,214	$ 1,293,368	$ 249,706
HIS	5.20%	280,066	248,360	221,769

Defined Contribution Plans

Money Purchase Retirement Plan

Plan Description: The City implemented a defined contribution - money purchase - retirement plan (the "DC Plan") during fiscal year 2005. Eligible participants consist of the city manager, department directors and other managerial, administrative, professional and supervisory personnel. The DC Plan provides retirement benefits to plan members and beneficiaries. All DC Plan provisions, including benefits, eligibility and vesting, are established by the City Commission and can only be amended with Commission approval.

NOTE D – CONTINUED

Funding Policy: Pursuant to the DC Plan agreement, the City contributes 15% of eligible wages for the city manager, 12% of eligible wages for department directors, and 10% of eligible wages for all other participants. The City's total contribution for the year ended September 30, 2025 was $516,727.

Hybrid Money Purchase Retirement Plan

Plan Description: The City implemented an additional defined contribution - money purchase - retirement plan (the "Hybrid Plan") effective October 1, 2012. Eligible participants consist of non-managerial general employees that elect to participate in the Hybrid Plan. Participants that elect to participate are still required to participate in the General Employees' Retirement System.

Funding Policy: The City makes a matching contribution to the Hybrid Plan as follows: general employees with less than 14 years of credited service as of October 1, 2012 can contribute up to 5% of their earnings each year and the City will match 50% of the contribution percentage up to 2.5% of the employee's contribution; general employees with more than 14 years of credited service as of the effective date can contribute up to 5% of earnings and the City will match 75% of the contribution percentage up to 3.75% of the employee's contribution. The City's total contribution for the year ended September 30, 2025 was $3,167.

Both the DC Plan and Hybrid Plan are administered by ICMA Retirement Corporation. ICMA Retirement Corporation issues financial statements and reports as well as required supplementary information. This information can be obtained by writing MissionSquare Retirement at 777 North Capitol Street NE, Washington, D.C. 20002-4240 or by calling 800-669-7400.

NOTE E. OTHER POST-EMPLOYMENT BENEFITS (OPEB)

Other Post-Employment Benefits Plan

Plan Description: The City provides a defined benefit post-employment health care, dental, and life insurance plan (the "OPEB Plan"), whereby retired employees are able to purchase medical, dental, and life insurance benefits through the City's insurance providers. The OPEB Plan is administered by the City as a single-employer plan.

Effective October 1, 2017, the City implemented GASB Statement No. 75, Accounting and Reporting for Post-Employment Benefits Other Than Pensions, for certain post-employment healthcare benefits provided by the City.

Benefits Provided: Retired employees, including their eligible dependents, that are eligible to participate in the OPEB Plan are required to pay 100% of their respective health care, dental, and life insurance premiums. Because retirees pay the same premium as active employees rather than age-adjusted premiums, the City's cost to provide benefits is higher than it otherwise would be without retirees on the plan. This impact to the City is referred to as an "implicit rate subsidy" and the incremental increase in health care, dental, and life insurance premiums is reflected in the City's OPEB liability.

The OPEB Plan is unfunded and there is no separate trust through which benefits for retirees are funded. No assets are accumulated for the OPEB Plan and all approved benefits are paid from general assets when due. The OPEB Plan does not issue separate, standalone audited financial statements.

Plan Membership: At October 1, 2023, the date of the latest actuarial valuation, plan participation consisted of the following:

Active Employees	94
Inactive Employees Entitled to But Not Yet Receiving Benefits	0
Inactive Employees Currently Receiving Benefits	4
TOTAL	**98**

Total OPEB Liability: The City's total OPEB liability of $569,517 was measured as of September 30, 2025 and was determined by an actuarial valuation as of that date. The City's full OPEB liability is classified as due in more than one year since the liability primarily represents long-term obligations with limited amounts expected to be due within one year.

Actuarial Assumptions and Other Inputs: The total OPEB liability in the September 30, 2025 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods in the measurement, unless otherwise specified:

Inflation:	3.00%
Salary increases:	4.00%
Discount rate:	4.50%
Healthcare cost trend rate:	4.50%
Retirees' share of benefit-related costs:	100.00%

NOTE E – CONTINUED

Actuarial changes from the prior year: The discount rate was changed from 4.06% to 4.50% to comply with GASB 75. The discount rate was based the S&P Municipal Bond 20 Year High Grade Rate Index as of September 30, 2025. The mortality assumption was changed from the PubS.H-20102 Mortality Table – Safety for firefighters and PubG.H-2010 Mortality Table – General for all others to PubS.H-2010 Safety with Mortality Improvement using Scale MP-2020 – for firefighters and PubG.H-2010 Mortality Table – General with Mortality Improvement using Scale MP-2020 for all others.

Changes in the OPEB liability for the fiscal year ended September 30, 2025, were as follows:

Fiscal Year Ending September 30,	2025
Total OPEB Liability	
Service cost	$ 59,810
Interest	21,370
Difference between expected and actual experience	-
Assumption changes	(14,502)
Benefit payments - implicit rate subsidy	(47,048)
Net change in total OPEB liability	19,630
Total OPEB Liability - beginning	549,887
Total OPEB Liability - end	$ 569,517

Sensitivity of the total OPEB liability to changes in the discount rate:

The following presents the total OPEB liability of the City calculated using the discount rate, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rate:

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rate:

The following presents the total OPEB liability of the City as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1% lower or 1% higher than the current healthcare cost trend rates:

Discount Rate			
	1% Increase	Valuation Rate	1% Decrease
Net OPEB Liability	$536,604	$569,517	$605,334
Change	(5.78%)		6.29%

Health Care Trend			
	1% Increase	Valuation Rate	1% Decrease
Net OPEB Liability	$620,181	$569,517	$525,433
Change	8.90%		(7.74%)

NOTE E – CONTINUED

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources:

For the year ended September 30, 2025, the City recognized OPEB expense of $72,294. At September 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB expense from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected & Actual Experience	$37,788	$76,003
Changes of Assumptions and Other Inputs	83,293	71,132
Net Difference Between Projected & Actual Earnings on OPEB Plan Investments	0	0
Total	**$121,081**	**$147,135**

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Summary of Deferred:	Outflows	Inflows	Total
2026	$ 35,120	$ (45,137)	$(10,017)
2027	22,068	(35,405)	(13,337)
2028	16,064	(31,080)	(15,016)
2029	13,489	(20,602)	(7,113)
2030	11,099	(9,960)	1,139
Thereafter	23,241	(4,950)	18,291
Total	$121,081	$(147,134)	$(26,053)

NOTE F. LONG-TERM LIABILITIES

Long-term debt activity for the fiscal year ended September 30, 2025 was as follows:

	2024	Additions	Deletions	2025	Current
Governmental					
Lease Payable	$ 758,003	$ -	$ (318,820)	$ 439,183	$ 318,820
Revenue Notes	15,660,856	-	(741,567)	14,919,289	741,567
Compensated Absences	644,025	-	(170,954)	473,071	307,496
Total Governmental:	$ 17,062,884	$ -	$ (1,231,341)	$ 15,831,543	$ 1,367,883
Business-Type					
Revenue Notes	$ 4,813,285	$ -	$ (472,296)	$ 4,340,989	$ 472,296
Loans from Other Governments	12,697,832	-	(862,697)	11,835,135	862,697
Compensated Absences	17,645	43,790	-	61,435	42,390
Total Business-Type:	$ 17,528,762	$ 43,790	$ (1,334,993)	$ 16,237,559	$ 1,377,383

The change in compensated absences above is a net change for the year.

Long-term debt for the governmental activities is comprised of the following as of September 30, 2025:

Taxable Pension Obligation Notes 2019: Revenue bonds in the amount of $6,700,000 were issued during fiscal year 2020 for the principal purpose of eliminating the unfunded actuarial accrued liability of the St. Pete Beach Municipal Police Officers Pension. The outstanding notes mature in various amounts annually, ranging from $362,354 to $542,162 on November 30, 2034. Interest on the outstanding bonds accrues at a fixed rate of 2.92% and is payable semi-annually on May 30 and November 30. The bond principal and interest are secured by and payable from the non-ad valorem revenues.	$4,779,289
Capital Improvement Revenue Bonds, Series 2015: Revenue bonds in the amount of $13,000,000 were issued for the principal purpose of acquiring, constructing and equipping various capital improvements within the City. The outstanding bonds mature in various amounts annually, ranging from $245,000 to $720,000, through May 1, 2045. Interest on the outstanding bonds accrues at rates ranging from 2% to 5% and is payable semi-annually on May 1 and November 1. The bond principal and interest are secured by and payable from the Local Government Half-cent Sales Tax, the Guaranteed Entitlement Revenues portion of the State of Florida Revenue Sharing Trust Fund, Franchise Fees and Utility Service Tax revenues.	10,140,000
Lease (2023): The City leases a fire truck under a lease-purchase agreement that expires September 2027 with an interest rate of 1.91%.	439,183
Total governmental activities:	$15,358,472

NOTE F – CONTINUED

Long-term debt for the business-type activities is comprised of the following as of September 30, 2025:

State Revolving Loan (2005): The City entered into a revolving loan agreement with the State of Florida Department of Environmental Protection (DEP) on May 14, 2004, whereby DEP agreed to finance a new master lift station. The final amended agreement provided for a total amount of available loan proceeds of $3,630,146. The total amount drawn on the loan, excluding capitalized interest and service fees, was $3,515,929. The remaining balance of the loan is to be repaid in semi-annual installments of $111,053, including interest at 2.60%, through September 15, 2026. The first payment was due March 15, 2007. The loan is secured by a lien on pledged revenues from the wastewater system after payment of operation and maintenance expenses.	$217,834
State Revolving Loan (2020): The City entered into a revolving loan agreement with the State of Florida Department of Environmental Protection (DEP) on March 31, 2020, whereby DEP agreed to finance the construction of wastewater pollution control facilities. The agreement provided for a total amount of available loan proceeds of $12,970,747. The loan is to be repaid in semi-annual installments of $662,969, including interest at .22%, through May 15, 2043. The first payment was due June 15, 2023. The loan is secured by a lien on pledged revenues from the wastewater system after payment of operation and maintenance expenses.	11,617,301
Stormwater Improvement Assessment Bond, Series 2015: An assessment bond in the amount of $3,000,000 was issued for the principal purpose of financing costs of the acquisition, construction and equipping of various stormwater improvements. The bond matures semi-annually on May 1 and November 1, in various amounts ranging from $84,000 to $126,000, through May 1, 2030. Interest on the outstanding bond accrues at a rate of 2.95% and is payable semi-annually on May 1 and November 1. The bond principal and interest are secured by and payable from the annual assessments levied on the real property benefited by the City's Stormwater Utility System, and if necessary, other available non- Ad valorem revenues.	1,181,000
Wastewater Utility System Refunding Revenue Bond Series 2020: On October 30, 2020, the City executed $4,157,000 in Wastewater Utility System Refunding Revenue bond, Series 2020. The proceeds are being used to finance the costs of the acquisition, construction and equipping of various capital improvements to the City's wastewater utility system. The proceeds are being used to advance refund all of the outstanding Wastewater utility system revenue bonds, series 2015, which mature on or after May 1, 2035. The bond matures annually on November 1, in various amounts ranging from $242,297 to $314,912 through November 1, 2035. Interest on the outstanding bond accrues at a rate of 1.89% and is paid annually on November 1. The Series 2020 refunding generated $756,846 of net present value savings.	3,159,989
Total business-type activities:	$16,176,124

NOTE F – CONTINUED

The annual requirements to amortize the long-term debt for governmental activities bonds payables as of September 30, 2025, are as follows:

	Principal	Interest	Total
2026	$ 768,438	$ 537,024	$ 1,305,462
2027	790,657	514,306	1,304,963
2028	818,232	490,030	1,308,262
2029	841,174	464,432	1,305,606
2030	869,494	437,637	1,307,131
2031-2035	4,801,294	1,733,811	6,535,105
2036-2040	2,715,000	1,021,775	3,736,775
2041-2045	3,315,000	421,576	3,736,576
Total	$ 14,919,289	$ 5,620,591	$ 20,539,880

The annual requirements to amortize the long-term debt for governmental activities lease payables as of September 30, 2025, are as follows:

	Principal	Interest	Total
2026	$ 217,514	$ 8,388	$ 225,902
2027	221,669	4,234	225,903
Total	$ 439,183	$ 12,622	$ 451,805

Included in capital assets are financed purchases for the fire pumper and fire truck as furniture, machinery, and equipment. The accumulated cost of leased property is $1,704,395 with a book value of $1,382,289 after accumulated depreciation of $322,106.

The annual requirements to amortize the notes and bonds payable for business-type activities as of September 30, 2025, are as follows:

	Principal	Interest	Total
2026	$ 1,353,846	$ 109,799	$ 2,929,316
2027	1,148,383	93,250	2,485,293
2028	1,161,850	80,703	2,487,134
2029	1,175,415	67,838	2,488,535
2030	1,189,080	54,683	2,489,556
2031-2035	4,799,009	152,955	9,903,928
2036-2040	3,661,433	25,372	7,373,610
2041-2044	1,687,108	2,786	3,379,788
Total	$ 16,176,124	$ 587,386	$ 33,537,160

NOTE G. INTERFUND TRANSACTIONS

The General Fund loaned $1,000,000 to the Reclaimed Water Fund in fiscal year 2023, based on the strength of the City's current financial position, for the purpose of prioritizing the reclaimed water lateral replacement program. There is no interest associated with this loan and payback will be over future years beginning after September 30, 2025. The balance as of September 30, 2025 is $878,372 and is reflected as an internal balance on the statement of net position and as an advance to/from other funds in the fund financial statements.

The City makes routine transfers between its funds in the course of the fiscal year, typically for construction projects as specified in the City's capital improvement program. Transfers are reported as other financing sources (uses) in the Governmental Funds and as transfers in (out) in the Proprietary Funds. Interfund transfers included:

	Transfers In	Transfers Out
General Fund	$ 4,900,000	$ 11,315,000
ARPA	-	4,900,000
Resiliency	650,000	-
Capital Improvement Projects	6,165,000	-
Wastewater	3,800,000	-
Reclaimed Water	400,000	-
Stormwater	300,000	-
	$ 16,215,000	$ 16,215,000

NOTE H. RECENT ACCOUNTING PRONOUNCEMENTS

The Governmental Accounting Standards Board ("GASB") has issued several pronouncements that have effective dates that may impact future financial statements. Listed below are pronouncements with required implementation dates effective for subsequent fiscal years that have not yet been implemented. Management has not currently determined what, if any, impact implementation of the following will have on the City's financial statements:

GASB issued Statement No. 103, *Financial Reporting Model Improvements*, in April 2024. The objective of GASB 103 improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. The effective date for implementation is fiscal years beginning after June 15, 2025, and all reporting periods thereafter.

GASB issued Statement No. 104, *Disclosure of Certain Capital Assets,* in September 2024. GASB Statement No. 104 requires governments to disclose separate information about specific types of capital assets and establishes criteria for identifying and reporting capital assets held for sale. The objective of GASB 104 is to enhance transparency and improve the usefulness of financial statements for stakeholders by providing more detailed information on these assets. The provisions are effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter.

GASB issued Statement No. 105, *Subsequent Events,* in December 2025. GASB Statement No. 105 clarifies the subsequent events time frame and establishes accounting and disclosure requirements for recognized and nonrecognized subsequent events. The provisions of GASB Statement No. 105 are effective for fiscal years beginning after June 15, 2026.

CITY OF ST. PETE BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S TOTAL OPEB LIABILITY
AND RELATED RATIOS
SEPTEMBER 30, 2025
(UNAUDITED)

Fiscal Year Ending September 30,	**2025**	**2024**	**2023**	**2022**	**2021**	**2020**	**2019**
Total OPEB Liability							
Service cost	$ 59,810	$ 61,262	$ 31,407	$ 41,332	$ 38,834	$ 31,664	$ 36,540
Interest	21,370	19,432	19,291	11,636	10,713	23,137	23,745
Difference between actual and expected experience	-	25,852	-	(14,134)	-	(185,814)	-
Assumption changes	(14,502)	65,872	(2,388)	(47,232)	(8,659)	46,649	2,149
Benefit payments - implicit rate subsidy	(47,048)	(43,098)	(64,400)	(67,566)	(57,743)	(56,785)	(79,832)
Other changes	-	-	-	-	-	(4,051)	(170)
Net change in total OPEB liability	19,630	129,320	(16,090)	(75,964)	(16,855)	(145,200)	(17,568)
Total OPEB liability - beginning	549,887	420,567	436,657	512,621	529,476	674,676	692,244
Total OPEB liability - ending (a)	$ 569,517	$ 549,887	$ 420,567	$ 436,657	$ 512,621	$ 529,476	$ 674,676
Covered employee payroll	$ 7,144,801	$ 7,144,801	$ 5,186,287	$ 5,186,287	$ 4,665,479	$ 4,665,479	$ 4,282,059
Total OPEB liability as a percentage of covered employee payroll	7.97%	7.70%	8.11%	8.42%	10.99%	11.35%	15.76%

Notes to Schedule:

Valuation Date	10/1/2023	10/1/2023	10/1/2021	10/1/2021	10/1/2019	10/1/2019	10/1/2018

Changes of assumptions.
For measurement date 9/30/2025, the discount rate was increased from 4.06% to 4.50% to comply with GASB 75. The discount rate was based on S&P Municipal Bond 20 Year High Grade Rate Index as of

Discount Rate	4.50%	4.06%	4.87%	4.77%	2.43%	2.14%	3.58%

No assets are being accumulated in a trust to pay for OPEB benefits. Therefore, the City only reports a total OPEB liability.

** 10 years of data will be presented as it becomes available

CITY OF ST. PETE BEACH, FLORIDA
POLICE OFFICERS' RETIREMENT SYSTEM
SCHEDULE OF CHANGES IN NET PENSION LIABILITY
SEPTEMBER 30, 2025
(UNAUDITED)

Fiscal Year Ending September 30,	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Total Pension Liability										
Interest	$ 1,158,950	$ 1,159,826	$ 1,174,734	$ 1,170,536	$ 1,222,497	$ 1,254,096	$ 1,238,416	$ 1,194,357	$ 1,179,519	$ 1,102,568
Share plan allocation	78,508	-	-	-	-	-	-	-	-	-
Difference between actual and expected experience	(936,776)	188,909	(51,796)	242,803	348	49,514	246,567	682,795	267,414	239,884
Assumption changes	230,076	-	-	-	1,519,746	(460,355)	-	-	-	1,161,657
Benefit payments including refunds of contributions	(1,350,987)	(1,374,742)	(1,352,022)	(1,339,241)	(1,315,175)	(1,274,210)	(1,247,733)	(1,247,746)	(1,222,178)	(1,587,440)
Net change in total pension liability	(820,229)	(26,007)	(229,084)	74,098	1,427,416	(430,955)	237,250	629,406	224,755	916,669
Total pension liability - beginning	19,368,236	19,394,243	19,623,327	19,549,229	18,121,813	18,552,768	18,315,518	17,686,112	17,461,357	16,544,688
Total pension liability - ending (a)	$ 18,548,007	$ 19,368,236	$ 19,394,243	$ 19,623,327	$ 19,549,229	$ 18,121,813	$ 18,552,768	$ 18,315,518	$ 17,686,112	$ 17,461,357
Total Fiduciary Net Position										
Contributions - employer	$ -	$ 312,862	$ 85,022	$ 96,468	$ 395	$ 6,000,000	$ 614,925	$ 553,743	$ 472,080	$ 494,855
Contributions - state	314,385	-	136,920	103,178	98,720	99,319	107,421	97,990	93,815	86,942
Net investment income	1,511,907	2,902,434	1,909,987	(3,398,253)	3,014,951	1,539,733	526,266	790,622	1,143,369	972,743
Benefit payments, including refunds of contributions	(1,350,987)	(1,374,742)	(1,352,022)	(1,339,241)	(1,315,175)	(1,274,210)	(1,247,733)	(1,247,746)	(1,222,178)	(1,587,440)
Administrative expense	(49,632)	(41,948)	(42,832)	(40,047)	(44,420)	(53,795)	(35,687)	(46,526)	(26,288)	(15,598)
Net change in plan fiduciary net position	425,673	1,798,606	737,075	(4,577,895)	1,754,471	6,311,047	(34,808)	148,083	460,798	(48,498)
Plan fiduciary net position - beginning	17,682,195	15,883,589	15,146,514	19,724,409	17,969,938	11,658,891	11,693,699	11,545,616	11,084,818	11,133,316
Plan fiduciary net position - ending (b)	$ 18,107,868	$ 17,682,195	$ 15,883,589	$ 15,146,514	$ 19,724,409	$ 17,969,938	$ 11,658,891	$ 11,693,699	$ 11,545,616	$ 11,084,818
Net pension liability - ending (a) - (b)	$ 440,139	$ 1,686,041	$ 3,510,654	$ 4,476,813	$ (175,180)	$ 151,875	$ 6,893,877	$ 6,621,819	$ 6,140,496	$ 6,376,539
Plan fiduciary net position as a percentage of the total pension liability	97.63%	91.29%	81.90%	77.19%	100.90%	99.16%	62.84%	63.85%	65.28%	63.48%
Covered payroll*	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Net pension liability as a percentage of covered payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

NOTES:
* The plan was closed during 2015; therefore, there is no covered employee payroll in subsequent years.

For measurement date 9/30/25, as mandated by Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the rates used in Milliman's July 1, 2024 FRS valuation report for special risk employees, with appropriate adjustments made based on plan demographics

For measurement date 9/30/20, as mandated by Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the rates used in Milliman's July 1, 2019 FRS valuation report for special risk employees, with appropriate adjustments made based on plan demographics

For measurement date 9/30/21, the investment rate of return was lowered from 7.00% to 6.20% per year, net of investment related expenses.

In 2020 the City issued a Pension Obligation Bond.

CITY OF ST. PETE BEACH, FLORIDA
FIREFIGHTERS' RETIREMENT SYSTEM
SCHEDULE OF CHANGES IN NET PENSION LIABILITY
SEPTEMBER 30, 2025
(UNAUDITED)

Fiscal Year Ending September 30,	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Total Pension Liability										
Service cost	$ 443,298	$ 427,224	$ 465,511	$ 517,903	$ 468,978	$ 458,273	$ 481,584	$ 463,655	$ 421,007	$ 245,298
Interest	2,007,879	1,942,641	1,905,789	1,827,119	1,768,102	1,720,116	1,659,502	1,576,276	1,516,026	1,245,496
Change in excess State money	-	-	-	-	-	-	-	-	(251,482)	-
Changes of benefit terms	-	-	(334,680)	-	(2,436)	-	(1,397)	-	2,483,070	-
Difference between actual and expected experience	796,135	104,498	48,116	43,222	(172,163)	175,998	(226,945)	19,624	(251,797)	(786,356)
Assumption changes	458,224	172,647	-	479,381	-	(300,528)	135,391	129,145	167,748	1,212,697
Contributions - buy back	-	-	-	-	-	-	63,761	43,564	-	-
Benefit payments including refunds of contributions	(1,604,858)	(1,588,917)	(1,508,004)	(1,337,813)	(1,316,094)	(1,224,798)	(1,060,255)	(976,061)	(982,669)	(933,688)
Net change in total pension liability	2,100,678	1,058,093	576,732	1,529,812	746,387	829,061	1,051,641	1,256,203	3,101,903	983,447
Total pension liability - beginning	27,677,222	26,619,129	26,042,397	24,512,585	23,766,198	22,937,137	21,885,496	20,629,293	17,527,390	16,543,943
Total pension liability - ending (a)	$ 29,777,900	$ 27,677,222	$ 26,619,129	$ 26,042,397	$ 24,512,585	$ 23,766,198	$ 22,937,137	$ 21,885,496	$ 20,629,293	$ 17,527,390
Total Fiduciary Net Position										
Contributions - employer	$ 1,039,223	$ 1,076,064	$ 852,785	$ 926,368	$ 811,509	$ 719,591	$ 782,210	$ 737,476	$ 675,894	$ 690,612
Contributions - state	282,992	314,313	290,055	197,869	203,153	177,893	183,517	186,995	176,996	178,044
Contributions - employee	96,541	106,969	273,037	251,262	290,113	270,299	266,161	252,277	61,764	59,223
Contributions - buy back	-	-	-	-	-	-	63,761	43,564	-	-
Net investment income	2,561,300	3,762,409	1,637,676	(2,948,102)	2,816,274	1,645,839	742,409	1,257,530	1,080,346	962,019
Benefit payments, including refunds of contributions	(1,604,858)	(1,588,917)	(1,508,004)	(1,337,813)	(1,316,094)	(1,224,798)	(1,060,255)	(976,061)	(982,669)	(933,688)
Administrative expense	(57,915)	(65,527)	(70,868)	(62,862)	(56,229)	(64,161)	(29,627)	(34,157)	(50,943)	(21,656)
Net change in plan fiduciary net position	2,317,283	3,605,311	1,474,681	(2,973,278)	2,748,726	1,524,663	948,176	1,467,624	961,388	934,554
Plan fiduciary net position - beginning	21,312,518	17,707,207	16,232,526	19,205,804	16,457,078	14,932,415	13,984,239	12,516,615	11,555,227	10,620,673
Plan fiduciary net position - ending (b)	$ 23,629,801	$ 21,312,518	$ 17,707,207	$ 16,232,526	$ 19,205,804	$ 16,457,078	$ 14,932,415	$ 13,984,239	$ 12,516,615	$ 11,555,227
Net pension liability - ending (a) - (b)	$ 6,148,099	$ 6,364,704	$ 8,911,922	$ 9,809,871	$ 5,306,781	$ 7,309,120	$ 8,004,722	$ 7,901,257	$ 8,112,678	$ 5,972,163
Plan fiduciary net position as a percentage of the total pension liability	79.35%	77.00%	66.52%	62.33%	78.35%	69.25%	65.10%	63.90%	60.67%	65.93%
Covered payroll	$ 2,411,283	$ 2,507,225	$ 2,398,172	$ 2,265,281	$ 2,152,295	$ 2,085,303	$ 2,206,645	$ 2,190,372	$ 1,938,036	$ 1,787,358
Net pension liability as a percentage of covered payroll	254.97%	253.85%	371.61%	433.05%	246.56%	350.51%	362.76%	360.73%	418.60%	334.13%

NOTES:

For measurement date 09/30/2017, the following changes were made based on the 2017-16 Ordinance:
1. The Normal Retirement Date for Members not eligible for Normal Retirement and who had less than 10 years of Credited Service on December 31, 2012 is changed to the earliest of A) Age 55 with 10 years of Credited Service, B) Age 52 with 25
years of Credited Service, or C) 30 years of Credited Service regardless of age.
2. The benefit multiplier is increased to 3.4% per year of Credited Service, retroactive to January 1, 2013.
3. The definition of Compensation is changed for Salary earned after January 1, 2013 to include total W-2 earnings, including up to 300 hours of overtime, but not including any lump sum payments of accrued sick or annual leave.
4. The maximum benefit is increased from 75% of Average Final Compensation to 100%.
5. Early retirement provisions are established for service on and after January 1, 2013, with eligibility at age 50 with 10 years of Credited Service and with an early retirement reduction of 3% per year prior to age 55.
6. A 3.0% annual cost-of-living adjustment is added for service on and after January 1, 2013. It is commencing on the first October 1st following 7 complete years of receiving benefits.
7. The member contribution rate has been increased to help fund some of these benefit improvements listed.

Changes in benefit terms:
For measurement date 9/30/2019, amounts reported as changes of benefit terms resulted from the provisions of Chapter 112.1816, Florida Statutes. The Statutes state that, effective July 1, 2019, a death or disability (under the Plan's definition of total and permanent disability) for a Firefighter due to the diagnosis of cancer or circumstances that arise out of the treatment of cancer will be treated as duty-related.
For measurement date 09/30/21, the following plan change has been made pursuant to Ordinance 21-10: The benefit accrual rate was increased January 1, 2013 from 1.25% to 3.40% for service earned after that date. The agreement between the Union and the City was that the baseline Member Contribution Rate would be 4.0% of Salary and the City would fund the cost of improving the benefit accrual rate from 1.25% to 2.25% among other benefit changes and the Members would have to cover the increase from 2.25% to 3.40% among other benefit changes. The change outline in our March 16,2021 Impact Statement is that the City is now willing to fund a 2.75% benefit accrual rate instead of a 2.25% benefit accrual rate starting October 1, 2020. The new Member Contribution Rate is effective October 1, 2021.

Changes in Assumptions:
For measurement date 9/30/2025, as mandated by Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the rates used in Milliman's July 1, 2024 FRS valuation report for non-special risk employees. For measurement date 9/30/2024, amounts reported as changes of assumptions resulted from lowering the investment return from 7.40% to 7.35%, net of investment related expenses. For measurement date 9/30/2022, amounts reported as changes of assumptions resulted from lowering the investment return from 7.50% to 7.40%, net of investment related expenses. For measurement date 9/30/2020, as mandated by Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the rates used in Milliman's July 1, 2019 FRS valuation report for special risk employees, with appropriate adjustments made based on plan demographics. For measurement date 9/30/2020, amounts reported as changes of assumptions resulted from lowering the investment return from 7.55% to 7.50%, net of investment related expenses. For measurement date 9/30/2019, amounts reported as changes of assumptions resulted from lowering the investment return from 7.6% to 7.55% per year, net of investment related expenses

CITY OF ST. PETE BEACH, FLORIDA
GENERAL EMPLOYEES' RETIREMENT SYSTEM
SCHEDULE OF CHANGES IN NET PENSION LIABILITY
SEPTEMBER 30, 2025
(UNAUDITED)

Fiscal Year Ending September 30,	**2025**	**2024**	**2023**	**2022**	**2021**	**2020**	**2019**	**2018**	**2017**	**2016**
Total Pension Liability										
Service cost	$ 27,896	$ 27,936	$ 33,933	$ 69,441	$ 69,827	$ 53,202	$ 60,393	$ 48,627	$ 55,922	$ 63,167
Interest	1,136,752	1,186,392	1,206,858	1,211,616	1,199,830	1,221,290	1,259,117	1,252,251	1,274,501	1,248,359
Difference between actual and expected experience	81,274	(654,428)	(83,233)	48,526	117,328	(133,700)	(601,889)	46,018	(511,151)	(570,758)
Assumption changes	56,889	-	398,497	440,598	-	(248,501)	-	250,564	-	989,394
Benefit payments including refunds of contributions	(1,277,669)	(1,260,352)	(1,235,503)	(1,250,962)	(1,207,960)	(1,182,130)	(1,247,455)	(1,133,112)	(1,072,544)	(1,268,722)
Net change in total pension liability	25,142	(700,452)	320,552	519,219	179,025	(289,839)	(529,834)	464,348	(253,272)	461,440
Total pension liability - beginning	16,850,236	17,550,688	17,230,136	16,710,917	16,531,892	16,821,731	17,351,565	16,887,217	17,140,489	16,679,049
Total pension liability - ending (a)	$ 16,875,378	$ 16,850,236	$ 17,550,688	$ 17,230,136	$ 16,710,917	$ 16,531,892	$ 16,821,731	$ 17,351,565	$ 16,887,217	$ 17,140,489
Total Fiduciary Net Position										
Contributions - employer	$ 648,514	$ 458,503	$ 431,310	$ 458,974	$ 660,537	$ 733,738	$ 813,325	$ 656,988	$ 503,935	$ 563,121
Contributions - employee	21,324	17,024	19,390	28,089	35,355	32,451	25,209	27,621	24,813	25,913
Net investment income	1,196,629	2,756,473	1,209,458	(2,576,788)	2,695,162	730,618	449,642	913,431	1,028,577	1,052,550
Benefit payments, including refunds of contributions	(1,277,669)	(1,260,352)	(1,235,503)	(1,250,962)	(1,207,960)	(1,182,130)	(1,247,455)	(1,133,112)	(1,072,544)	(1,268,722)
Administrative expense	(72,287)	(70,224)	(61,331)	(70,402)	(54,412)	(90,812)	(53,600)	(34,262)	(42,257)	(36,156)
Net change in plan fiduciary net position	516,511	1,901,424	363,324	(3,411,089)	2,128,682	223,865	(12,879)	430,666	442,524	336,706
Plan fiduciary net position - beginning	13,692,102	11,790,678	11,427,354	14,838,443	12,709,761	12,485,896	12,498,775	12,068,109	11,625,585	11,288,879
Plan fiduciary net position - ending (b)	$ 14,208,613	$ 13,692,102	$ 11,790,678	$ 11,427,354	$ 14,838,443	$ 12,709,761	$ 12,485,896	$ 12,498,775	$ 12,068,109	$ 11,625,585
Net pension liability - ending (a) - (b)	$ 2,666,765	$ 3,158,134	$ 5,760,010	$ 5,802,782	$ 1,872,474	$ 3,822,131	$ 4,335,835	$ 4,852,790	$ 4,819,108	$ 5,514,904
Plan fiduciary net position as a percentage of the total pension liability	84.20%	81.26%	67.18%	66.32%	88.79%	76.88%	74.22%	72.03%	71.46%	67.83%
Covered payroll	$ 710,892	$ 567,480	$ 646,233	$ 936,310	$ 1,178,506	$ 1,081,710	$ 817,412	$ 799,160	$ 700,400	$ 738,138
Net pension liability as a percentage of covered payroll	375.13%	556.52%	891.32%	619.75%	158.89%	353.34%	530.43%	607.24%	688.05%	747.14%

NOTES:

Changes of assumptions:

1. For measurement date 09/30/2025, as mandated by Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the rates used in Milliman's July 1, 2024 FRS valuation report for non-special-risk employees, withappropriate adjustments made based on plan demographics
2. For measurement date 9/30/2022, the inflation assumption rate was lowered from 3.00% to 2.30%, matching the long-term inflation assumption utilized by the Plan's investment consultant.
3. For measurement date 9/30/2022, the investment rate return was lowered from 7.50% to 7.25% per year compounded annually, net of investment related expenses.
4. For measurement date 09/30/2020, as mandated by Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the rates used in Milliman's July 1, 2019 FRS valuation report for non-special-risk employees, withappropriate adjustments made based on plan demographics
5. For measurement date 9/30/2018, amounts reported as changes of assumptions resulted from lowering the investment rate return from 7.65% to 7.50%.
6. For measurement date 9/30/2016, as a result of Chapter 2015-157, Laws of Florida, the assumed rates of mortality were changed to the assumptions used by the Florida Retirement System.

CITY OF ST. PETE BEACH, FLORIDA
POLICE OFFICERS' RETIREMENT SYSTEM
SCHEDULE OF CONTRIBUTIONS
SEPTEMBER 30, 2025
(UNAUDITED)

Fiscal Year	Actuarially Determined Contribution (ADC)	Contributions in Relation to ADC	Contribution Deficiency (Excess)	Covered Employee Payroll*	Contributions as Percentage of Employee Payroll
2025	$ 212,201	$ 235,877	$ (23,676)	N/A	N/A
2024	312,862	312,862	-	N/A	N/A
2023	226,400	221,942	4,458	N/A	N/A
2022	195,188	199,646	(4,458)	N/A	N/A
2021	65,616	99,115	(33,499)	N/A	N/A
2020	772,890	6,099,319	(5,326,429)	N/A	N/A
2019	722,346	722,346	-	N/A	N/A
2018	651,733	651,733	-	N/A	N/A
2017	564,940	565,895	(955)	N/A	N/A
2016	581,797	581,797	-	N/A	N/A

Notes to Schedule:

Valuation Date: 10/1/2024

Actuarially determined contribution rates are calculated as of October 1, two years prior to the end of the fiscal year in which contributins are reported.

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method:	Entry Age Normal
Amortization Method:	Level Percentage of Pay, New UAAL amortization bases will be amortized over 17 years
Mortality:	*Healthy Lives:* Female: PubS.H-2010 for Employees. Male: PubS.H-2010 for Healthy Retirees, set forward one year *Beneficiary Lives:* Female: PubG.H-2010 for Healthy Retirees Male: PubG.H-2010 for Healthy Retirees, set back one year. *Disabled Lives:* Female: PubG.H-2010 for Disabled Retirees, set forward one year. Male: PubG.H-2010 for Disabled Retirees.
Interest Rate	6.20% per year, compounded annually, net of investment-related expenses.
Retirement Age:	N/A
Salary Increases:	N/A
Payroll Growth:	None.
Cost-of-Living Adjustment:	3% per year following completion of 7 years of retirment on old benefit
Asset Valuation Method:	All assets are valued at fair value with an adjustment to uniformly spread actuarial investment gains and losses (as measured by actual fair value investment return against expected fair value investment return) over a five-year period

* The plan was closed during 2015; therefore, there is no covered employee payroll in subsequent years.

CITY OF ST. PETE BEACH, FLORIDA
FIREFIGHTERS' RETIREMENT SYSTEM
SCHEDULE OF CONTRIBUTIONS
SEPTEMBER 30, 2025
(UNAUDITED)

Fiscal Year	Actuarially Determined Contribution (ADC)	Contributions in Relation to ADC	Contribution Deficiency (Excess)	Covered Employee Payroll	Contributions as Percentage of Employee Payroll
2025	$ 1,349,040	$ 1,322,215	$ 26,825	$ 2,411,283	54.83%
2024	1,368,945	1,390,377	(21,432)	2,507,225	55.45%
2023	1,059,992	1,142,840	(82,848)	2,398,172	47.65%
2022	1,116,783	1,124,237	(7,454)	2,265,281	49.63%
2021	1,005,122	1,014,662	(9,540)	2,152,295	47.14%
2020	898,766	897,484	1,282	2,085,303	43.04%
2019	955,477	965,727	(10,250)	2,206,645	43.76%
2018	922,147	924,471	(2,324)	2,190,372	42.21%
2017	769,400	852,890	(83,490)	1,938,036	44.01%
2016	868,656	868,656	-	1,787,358	48.60%

Notes to Schedule:

Valuation Date: 10/1/2024

Actuarially determined contribution rates are calculated as of October 1, two years prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method: Entry Age Normal

Amortization Method: New UAAL amortization bases are amortized over 30 years

Remaining Amortization Period: 30 Years (as of 10/01/2016).

Mortality:
Healthy Lives:
Female: PubS.H-2010 for Employees, set forward one year.
Male: PubS.H-2010 for Employees, set forward one year.
Disabled Lives:
Female: PubS.H-2010 for Disabled Retirees, set forward one year.
Male: PubS.H-2010 for Disabled Retirees.

Interest Rate: 7.40% per year compounded annually, net of investment related expenses. This is supported by the target asset class allocation of the trust and the expected long-term return by asset class.

Retirement Age: For members eligible for normal retirement on 1/1/2013 or hired before: Earlier of age 55 or 25 years of service.
For all others: earlier of age 60 with 10 years of services or 30 years of service.

Early Retirement: For members eligible for normal retirement on 1/1/2013, immediate subsidized benefit at rate of 5% per year.
For all others: None.

Salary Increases: 4.0% to 10.0% depending on years of service

Payroll Growth: None.

Cost-of-Living Adjustment: 3% per year following completion of 7 years of retirement.

Asset Valuation Method: Each year, the Actuarial Value of Assets is brought forward using the historical 4-year geometric average market value return. Over time, this may produce an insignificant bias above or below Market Value of Assets.

Termination Rates: See table below. Based on actuarial experience study issued July 20, 2022.

Service	% Terminating During the Year
<1	17.00%
1-4	6.50%
5-9	6.50%
10-14	3.00%
15+	2.00%

Disability Rates: See table below. Based on actuarial experience study issued July 20, 2022.

Age	% Becoming Disabled During the Year
20	0.06%
30	0.08%
40	0.14%
50	0.36%

CITY OF ST. PETE BEACH, FLORIDA
GENERAL EMPLOYEES' RETIREMENT SYSTEM
SCHEDULE OF CONTRIBUTIONS
SEPTEMBER 30, 2025
(UNAUDITED)

Fiscal Year	Actuarially Determined Contribution (ADC)	Contributions in Relation to ADC	Contribution Deficiency (Excess)	Covered Employee Payroll	Contributions as Percentage of Employee Payroll
2025	$ 648,514	$ 648,514	$ -	$ 710,892	91.23%
2024	592,473	458,503	133,970	567,480	80.80%
2023	304,376	431,310	(126,934)	646,233	66.74%
2022	451,938	458,974	(7,036)	936,310	49.02%
2021	652,747	660,537	(7,790)	1,178,506	56.05%
2020	731,236	733,738	(2,502)	1,081,710	67.83%
2019	813,325	813,325	-	817,412	99.50%
2018	638,879	656,988	(18,109)	799,160	82.21%
2017	464,066	503,935	(39,869)	700,400	71.95%
2016	563,121	563,121	-	738,138	76.29%

Notes to Schedule:

Valuation Date: 10/1/2024

Actuarially determined contribution rates are calculated as of October 1, two years prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method: Entry Age Normal
Amortization Method: New UAAL amortization bases are amortized over 15 years
Remaining Amortization Period: 30 Years (as of 10/01/2017).
Mortality:
Healthy Lives
Female: PubG.H-2010 for Employees
Male: PubG.H-2010 for Employees, set forward one year.
Disabled Lives
Female: PubG.H-2010 for Employees, set forward one year.
Male: PubG.H-2010 for Employees
Interest Rate: 7.40% per year, compounded annually, net of investment-related expenses.
Retirement Age: Earlier of 1) age 60 with 10 years of service or 2) 30 years of service (earlier of 55 or 25 years if hired before 10/1/2022). No early retirement
Early Retirement: None.
Salary Increases: Based on a service-based table
Payroll Growth: None.
Cost-of-Living Adjustment: 3% per year following completion of 10 years of retirement on old benefit
Asset Valuation Method: All assets are valued at market value with an adjustment to uniformly spread actuarial investment gains and losses (as measured by actual market value investment return against expected market value investment return) over a five-year period.
Termination Rates: See table below. Based on actuarial experience study issued April 21, 2022.

Service	% Terminating During the Year
<2	20.00%
2-4	15.00%
5-9	10.00%
10	30.00%
11+	10.00%

Disability Rates: See table below. Based on actuarial experience study issued April 21, 2022.

Age	% Becoming Disabled During the Year
20	0.05%
30	0.06%
40	0.12%
50	0.43%
60	1.61%

CITY OF ST. PETE BEACH, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF ANNUAL MONEY-WEIGHTED RATE OF RETURN
SEPTEMBER 30, 2025
(UNAUDITED)

Annual Money-Weighted Rate of Return, Net of Investment Expense			
Fiscal Year	Police Pension	Fire Pension	General Pension
2025	8.86%	12.19%	8.99%
2024	19.02%	21.51%	24.21%
2023	13.15%	10.17%	10.93%
2022	-17.83%	-15.43%	-17.80%
2021	17.36%	17.23%	21.62%
2020	9.94%	11.13%	5.98%
2019	4.76%	5.31%	3.65%
2018	7.24%	10.06%	7.70%
2017	10.75%	9.48%	9.05%
2016	9.22%	9.25%	9.72%

CITY OF ST. PETE BEACH, FLORIDA
SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY
LAST 10 FISCAL YEARS
(UNAUDITED)

	As of the Plan Year Ended June 30,	
	2025	**2024**
Florida Retirement System (FRS)		
Proportion of the net pension liability	0.004167431%	0.001743570%
Proportionate share of the net pension liability	$ 1,293,368	$ 674,495
Covered payroll	865,909	349,840
Proportionate share of the net pension liability as a percentage of covered payroll	149.37%	192.80%
Plan fiduciary net position as a percentage of the total pension liability	87.26%	83.70%
Health Insurance Subsidy Program (HIS)		
Proportion of the net pension liability	0.001937672%	0.000826430%
Proportionate share of the net pension liability	$ 248,360	$ 123,973
Covered payroll	865,909	349,840
Proportionate share of the net pension liability as a percentage of covered payroll	28.68%	35.44%
Plan fiduciary net position as a percentage of the total pension liability	6.36%	4.80%

** 10 years of data will be presented as it becomes available

CITY OF ST. PETE BEACH, FLORIDA
SCHEDULE OF CONTRIBUTIONS
LAST 10 FISCAL YEARS
(UNAUDITED)

	For the Fiscal Year Ended September 30, 2025	For the Fiscal Year Ended September 30, 2024
Florida Retirement System (FRS)		
Contractually required contribution	$ 302,828	$ 140,775
Contributions in relation to the contractually required contribution	302,828	140,775
Contribution deficiency (excess)	$ -	$ -
Covered payroll	$ 1,033,289	$ 514,688
Contributions as a percentage of covered payroll	29.31%	27.35%
Health Insurance Subsidy Program (HIS)		
Contractually required contribution	$ 20,666	$ 9,733
Contributions in relation to the contractually required contribution	20,666	9,733
Contribution deficiency (excess)	$ -	$ -
Covered payroll	$ 1,033,289	$ 514,688
Contributions as a percentage of covered payroll	2.00%	1.89%

** 10 years of data will be presented as it becomes available

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

Financial schedules are presented to provide greater detailed information than reported in the preceding financial statements. This information, in many cases, has been spread throughout the report and is brought together here for greater clarity. Financial schedules are not necessary for fair presentation in conformity with generally accepted accounting principles.

CITY OF ST. PETE BEACH, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2025

	Special Revenue Funds				Capital Project Funds	Total Nonmajor Governmental Funds
	Multimodal	Building	Resiliency	Police Confiscation	Fleet	
ASSETS						
Cash and investments	$ 344,880	$ 4,809,462	$ 1,966,041	$ 5,404	$ 1,481,538	$ 8,607,325
Prepaid items	-	7,197	-	-	-	7,197
Total assets	$ 344,880	$ 4,816,659	$ 1,966,041	$ 5,404	$ 1,481,538	$ 8,614,522
LIABILITIES						
Accounts payable and accrued liabilities	$ 973	$ 316,233	$ 20,000	$ -	$ -	$ 337,206
Customer deposits	-	427,501	-	-	-	427,501
Unearned revenue	-	535	-	-	-	535
Total liabilities	973	744,269	20,000	-	-	765,242
FUND BALANCES						
Nonspendable:						
Prepaid items	-	7,197	-	-	-	7,197
Restricted for:						
Building department	-	4,065,193	-	-	-	4,065,193
Law enforcement	-	-	-	5,404	-	5,404
Transportation improvements	343,907	-	-	-	-	343,907
Assigned to:						
Vehicle Replacements	-	-	-	-	1,481,538	1,481,538
Capital improvements	-	-	1,946,041	-	-	1,946,041
Total fund balances	343,907	4,072,390	1,946,041	5,404	1,481,538	7,849,280
Total liabilities and fund balances	$ 344,880	$ 4,816,659	$ 1,966,041	$ 5,404	$ 1,481,538	$ 8,614,522

CITY OF ST. PETE BEACH, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Special Revenue Funds				Capital Project Funds	Total Nonmajor Governmental Funds
	Multimodal	Building	Resiliency	Police Confiscation	Fleet	
REVENUES						
Permits and fees	$ 21,391	$ 2,474,545	$ -	$ -	$ -	$ 2,495,936
Investment income	53,696	368,584	-	-	128,870	551,150
Miscellaneous	-	5,975	-	-	-	5,975
Total revenues	75,087	2,849,104	-	-	128,870	3,053,061
EXPENDITURES						
Current:						
General government	-	2,394,361	-	-	-	2,394,361
Culture and recreation	-	-	3,990	-	-	3,990
Capital outlay	-	45,375	29,461	-	340,859	415,695
Total expenditures	-	2,439,736	33,451	-	340,859	2,814,046
Excess (deficiency) of revenues over expenditures	75,087	409,368	(33,451)	-	(211,989)	239,015
Other financing sources (uses)						
Transfers in	-	-	650,000	-	-	650,000
Total other financing sources (uses)	-	-	650,000	-	-	650,000
Net change in fund balances	75,087	409,368	616,549	-	(211,989)	889,015
Fund balances, beginning of year	268,820	3,663,022	1,329,492	5,404	1,693,527	6,960,265
Fund balances, end of year	$ 343,907	$ 4,072,390	$ 1,946,041	$ 5,404	$ 1,481,538	$ 7,849,280

CITY OF ST. PETE BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CAPITAL IMPROVEMENT PROJECTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Budgeted Amounts			
	Original	Final	Actual	Variance with Final Budget
REVENUES				
Taxes	$ 1,500,000	$ 1,500,000	$ 1,449,337	$ (50,663)
Intergovernmental	3,500,000	3,500,000	517,098	(2,982,902)
Investment income	200,000	200,000	412,070	212,070
Total revenues	5,200,000	5,200,000	2,378,505	(2,821,495)
EXPENDITURES				
Capital outlay	8,023,500	8,023,500	1,999,676	6,023,824
Debt service:				
Principal retirement	653,820	653,820	653,820	-
Interest and fiscal charges	415,407	415,407	432,296	(16,889)
Total expenditures	9,092,727	9,092,727	3,085,792	6,006,935
Excess (deficiency) of revenues over expenditures	(3,892,727)	(3,892,727)	(707,287)	3,185,440
Other financing sources (uses)				
Transfers in	-	6,165,000	6,165,000	-
Total other financing sources (uses)	-	6,165,000	6,165,000	-
Net change in fund balances	(3,892,727)	2,272,273	5,457,713	3,185,440
Fund balances, beginning of year	13,682,234	13,682,234	13,682,234	-
Fund balances, end of year	$ 9,789,507	$ 15,954,507	$ 19,139,947	$ 3,185,440

CITY OF ST. PETE BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - BUILDING
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Budgeted Amounts			
	Original	Final	Actual	Variance with Final Budget
REVENUES				
Permits and fees	$ 1,275,000	$ 1,275,000	$ 2,474,545	$ 1,199,545
Investment income	50,000	50,000	368,584	318,584
Miscellaneous	-	-	5,975	5,975
Total revenues	1,325,000	1,325,000	2,849,104	1,524,104
EXPENDITURES				
Current:				
General government:				
General government:	1,449,200	2,128,649	2,394,361	(265,712)
Total general government	1,449,200	2,128,649	2,394,361	(265,712)
Capital outlay	-	-	45,375	(45,375)
Total expenditures	1,449,200	2,128,649	2,439,736	(311,087)
Excess (deficiency) of revenues over expenditures	(124,200)	(803,649)	409,368	1,213,017
Net change in fund balances	(124,200)	(803,649)	409,368	1,213,017
Fund balances, beginning of year	3,663,022	3,663,022	3,663,022	-
Fund balances, end of year	$ 3,538,822	$ 2,859,373	$ 4,072,390	$ 1,213,017

CITY OF ST. PETE BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - MULTIMODAL
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Budgeted Amounts			
	Original	**Final**	**Actual**	**Variance with Final Budget**
REVENUES				
Permits and fees	$ 309,700	$ 309,700	$ 21,391	$ (288,309)
Investment income	20,000	20,000	53,696	33,696
Total revenues	329,700	329,700	75,087	(254,613)
EXPENDITURES				
Capital outlay	478,612	478,612	-	478,612
Total expenditures	478,612	478,612	-	478,612
Excess (deficiency) of revenues over expenditures	(148,912)	(148,912)	75,087	223,999
Net change in fund balances	(148,912)	(148,912)	75,087	223,999
Fund balances, beginning of year	268,820	268,820	268,820	-
Fund balances, end of year	$ 119,908	$ 119,908	$ 343,907	$ 223,999

CITY OF ST. PETE BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - RESILIENCY
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Budgeted Amounts			
	Original	**Final**	**Actual**	**Variance with Final Budget**
REVENUES				
Total revenues	$ -	$ -	$ -	$ -
EXPENDITURES				
Current:				
Recreation	-	-	3,990	(3,990)
Capital outlay	652,000	652,000	29,461	622,539
Total expenditures	652,000	652,000	33,451	618,549
Excess (deficiency) of revenues over expenditures	(652,000)	(652,000)	(33,451)	618,549
Other financing sources (uses)				
Transfers in	-	650,000	650,000	-
Total other financing sources (uses)	-	650,000	650,000	-
Net change in fund balances	(652,000)	(2,000)	616,549	618,549
Fund balances, beginning of year	1,329,492	1,329,492	1,329,492	-
Fund balances, end of year	$ 677,492	$ 1,327,492	$ 1,946,041	$ 618,549

CITY OF ST. PETE BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - FLEET
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	Budgeted Amounts			
	Original	**Final**	**Actual**	**Variance with Final Budget**
REVENUES				
Investment income	$ 50,000	$ 50,000	$ 128,870	$ 78,870
Total revenues	50,000	50,000	128,870	78,870
EXPENDITURES				
Capital outlay	506,000	506,000	340,859	165,141
Total expenditures	506,000	506,000	340,859	165,141
Excess (deficiency) of revenues over expenditures	(456,000)	(456,000)	(211,989)	244,011
Other financing sources (uses)				
Transfers in	-	506,000	-	(506,000)
Total other financing sources (uses)	-	506,000	-	(506,000)
Net change in fund balances	(456,000)	50,000	(211,989)	(261,989)
Fund balances, beginning of year	1,693,527	1,693,527	1,693,527	-
Fund balances, end of year	$ 1,237,527	$ 1,743,527	$ 1,481,538	$ (261,989)

CITY OF ST. PETE BEACH, FLORIDA
SCHEDULE OF REVENUES AND EXPENDITURES
EMERGENCY MEDICAL SERVICES (EMS)
FOR THE YEAR ENDED SEPTEMBER 30, 2025

REVENUES	
EMS operating reimbursement	$ 3,314,726
EMS capital reimbursement	6,000
Total revenues	3,320,726
EXPENDITURES	
Current:	
Salaries, wages, and employees benefits	2,648,492
Contract services	15,241
Insurance	15,815
Repairs and maintenance	67,554
Uniforms	3,836
Fuel	6,984
Other	1,768
Capital outlay	156,093
Total expenditures	2,915,783
Excess (deficiency) of revenues over (under) expenditures	$ 404,943

Statistical Section

This part of the City of St. Pete Beach, Florida's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

<u>Contents</u>

Financial Trends ***(Schedules 1-5)***

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Revenue Capacity ***(Schedules 6-9)***

These schedules contain information to help the reader assess the factors affecting the City's ability to generate its property and sales taxes.

Debt Capacity ***(Schedules 10-12)***

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information ***(Schedules 13-14)***

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and help make comparisons over time and with other governments.

Operating Information ***(Schedules 15-17)***

These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

CITY OF ST. PETE BEACH, FLORIDA
FY25: Net position data confirmed
Last Ten Fiscal Years

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Governmental activities										
Net investment in capital assets	$ 26,880,493	$ 32,831,443	$ 38,579,444	$ 50,265,720	$ 52,565,902	$ 61,795,073	$ 63,600,446	$ 64,019,983	$ 67,949,757	68,123,886
Restricted	3,005,075	2,819,838	8,474,445	1,395,435	1,907,602	3,074,937	3,684,802	3,897,785	4,503,988	4,988,444
Unrestricted	(6,921,248)	(4,064,101)	(9,936,009)	(6,854,028)	(2,369,988)	(642,793)	7,769,310	11,652,872	22,006,285	22,112,085
Total governmental activities net position	22,964,320	31,587,180	37,117,880	44,807,127	52,103,516	64,227,217	75,054,558	79,570,640	94,460,030	95,224,415
Business-type activities										
Net investment in capital assets	$ 17,279,462	$ 17,577,589	$ 18,051,782	$ 19,259,026	$ 20,617,331	$ 24,996,934	$ 27,627,567	$ 28,871,213	$ 28,746,918	31,000,239
Restricted	172,025	219,928	2,191,481	2,195,150	2,202,347	743,776	880,864	363,122	370,299	413,513
Unrestricted	2,110,454	(43,879)	95,743	3,464,160	4,998,389	4,141,694	2,862,852	3,641,484	3,823,925	9,642,589
Total business-type activities net position	19,561,941	17,753,638	20,339,006	24,918,336	27,818,067	29,882,404	31,371,283	32,875,819	32,941,142	41,056,341
Total primary government										
Net investment in capital assets	$ 44,159,955	$ 50,409,032	$ 56,631,226	$ 69,524,746	$ 73,183,233	$ 86,792,007	$ 91,228,013	$ 92,891,196	$ 96,696,675	99,124,125
Restricted	3,177,100	3,039,766	10,665,926	3,590,585	4,109,949	3,818,713	4,565,666	4,260,907	4,874,287	5,401,957
Unrestricted	(4,810,794)	(4,107,980)	(9,840,266)	(3,389,868)	2,628,401	3,498,901	10,632,162	15,294,356	25,830,210	31,754,674
Total primary government net position	42,526,261	49,340,818	57,456,886	69,725,463	79,921,583	94,109,621	106,425,841	112,446,459	127,401,172	136,280,756

Note:
The City implemented GASB 68 in FY 2015, resulting in the City's net pension liability being recorded in the financial statements.

CITY OF ST. PETE BEACH, FLORIDA
Schedule 2 - Changes in Net Position
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Expenses											
Governmental activities:											
General government	$ 3,041,062	$ 3,321,599	$ 5,049,394	$ 3,356,645	$ 4,032,184	$ 4,345,118	$ 4,495,399	$ 5,409,041	$ 9,457,421	$ 6,841,900	8,928,226
Public safety	7,053,404	10,956,336	7,133,967	7,493,658	7,829,874	5,924,365	7,368,277	8,976,999	8,731,443	9,657,413	11,893,731
Public works	3,641,112	3,161,814	3,609,883	4,138,155	4,515,104	4,173,006	4,006,182	4,078,617	3,708,786	3,985,493	15,749,731
Culture and recreation	2,254,188	2,339,008	2,089,068	2,213,821	2,281,504	3,689,187	4,426,237	4,564,275	5,017,316	4,953,608	5,036,444
Interest and fees on long term-debt	227,514	471,029	507,083	508,910	490,244	672,342	677,184	653,466	834,585	594,886	562,471
Total governmental activities expenses	16,217,280	20,249,786	18,389,395	17,711,189	19,148,910	18,804,018	20,973,279	23,682,398	27,749,551	26,033,300	42,171,603
Business-type activities:											
Wastewater	$ 4,222,963	$ 5,000,215	$ 3,913,435	$ 5,430,492	$ 5,005,765	$ 4,803,321	$ 6,182,325	$ 6,429,399	$ 7,504,648	$ 8,077,981	7,011,978
Reclaimed water	761,196	831,244	841,137	755,705	764,551	786,299	1,020,562	1,138,263	1,496,766	1,298,114	1,395,378
Stormwater	320,452	391,015	451,741	519,746	634,679	779,748	669,953	891,691	687,126	829,024	925,167
Total business-type activities expenses	5,304,611	6,222,474	5,206,313	6,705,943	6,404,995	6,369,368	7,872,840	8,459,353	9,688,540	10,205,119	9,332,523
Total primary government expenses	21,521,891	26,472,260	23,595,708	24,417,132	25,553,905	25,173,386	28,846,119	32,141,751	37,438,091	36,238,419	51,504,126
Program revenues											
Governmental activities:											
Charges for service											
General government	$ 2,890,515	$ 3,046,295	$ 3,844,693	$ 4,119,518	$ 4,406,722	$ 5,336,652	$ 7,025,351	$ 7,662,168	$ 8,754,666	$ 9,595,062	10,254,759
Public safety	24,649	53,518	75,117	84,186	69,337	69,797	52,120	2,193,042	76,030	2,716,660	3,367,556
Public works	-	-	-	-	-	25,120	64,115	20,000	9,257	3,116,209	27,391
Culture and recreation	856,764	1,055,449	1,045,575	1,097,056	1,192,666	949,430	1,084,328	1,227,300	1,123,858	1,275,556	1,158,413
Operating grants and contributions	1,650,010	3,369,796	1,777,535	2,296,165	1,850,411	2,156,338	74,142	126,799	24,840	106,516	5,096,101
Capital grants and contributions	2,810	919,891	87,714	640,389	3,279,516	180,827	7,935,491	5,335,610	2,397,499	5,660,764	237,099
Total governmental activities program revenues	5,424,748	8,444,949	6,830,634	8,237,314	10,798,652	8,718,164	16,235,547	16,564,919	12,386,150	22,470,767	20,141,319
Business-type activities:											
Charges for service											
Wastewater	$ 5,219,730	$ 5,806,838	$ 6,047,688	$ 6,733,254	$ 6,554,556	$ 6,647,101	$ 7,582,102	$ 7,603,558	$ 7,653,134	$ 8,639,412	8,113,598
Reclaimed water	869,447	866,099	849,628	863,271	853,663	1,025,050	1,033,479	1,036,352	1,022,794	1,119,711	1,122,783
Stormwater	644,968	862,478	1,005,387	1,099,125	1,190,234	1,276,363	1,301,455	1,276,105	1,358,674	1,334,740	1,371,740
Operating grants and contributions	-	-	199,838	217,746	-	-	-	-	-	-	0
Capital grants and contributions	-	1,043,852	668,599	2,050,091	2,248,115	244,919	-	-	-	-	2,120,604
Total business-type activities program revenues	6,734,145	8,579,267	8,771,140	10,963,487	10,846,568	9,193,433	9,917,036	9,916,015	10,034,602	11,093,863	12,728,725
Total primary government program revenues	12,158,893	17,024,216	15,601,774	19,200,801	21,645,220	17,911,597	26,152,583	26,480,934	22,420,752	33,564,630	32,870,044
Net (expense)/revenue											
Governmental activities	$ (10,792,532)	$ (11,804,837)	$ (11,558,761)	$ (9,473,875)	$ (8,350,258)	$ (10,085,854)	$ (4,737,732)	$ (7,117,479)	$ (15,382,249)	$ (9,329,813)	-22,030,284
Business-type activities	1,429,534	2,356,793	3,564,827	4,257,544	4,441,573	2,824,065	2,044,196	1,456,662	346,062	888,744	3,396,302
Total primary government net expense	(9,362,998)	(9,448,044)	(7,993,934)	(5,216,331)	(3,908,685)	(7,261,789)	(2,693,536)	(5,660,817)	(15,017,339)	(8,441,069)	-18,633,982

CITY OF ST. PETE BEACH, FLORIDA
Schedule 2 - Changes in Net Position (Continued)
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General revenues and other changes in net position											
Governmental activities:											
Taxes											
Property taxes	$ 6,783,032	$ 7,235,035	$ 7,768,938	$ 8,368,981	$ 9,325,425	$ 9,961,492	$ 10,478,967	$ 10,990,637	$ 12,403,545	$ 14,294,845	15,445,091
Sales taxes	1,490,896	1,605,830	1,591,169	1,661,937	1,739,563	1,647,760	1,898,748	2,151,663	2,179,397	2,122,106	2,159,997
Franchise fees and utility taxes	3,373,281	3,312,619	3,269,998	3,301,671	3,471,683	3,476,989	3,519,038	3,700,674	3,966,895	3,752,792	0
Other taxes	456,808	362,120	411,279	419,938	421,126	395,487	424,665	427,408	553,710	478,598	0
Intergovernmental revenue	272,972	273,574	1,467,061	1,471,523	465,776	1,646,001	405,940	348,272	341,236	319,988	600,119
Investment earnings	17,210	66,585	150,154	297,731	326,849	210,394	47,878	160,979	1,355,131	2,161,829	2,024,191
Miscellaneous	108,059	49,193	86,481	104,888	289,083	44,120	86,197	165,187	98,417	89,045	2,971,309
Transfers	57,909	147,044	5,436,541	1,710,479	-	-	-	-	(1,000,000)	-	-4,500,000
Special items											
Red Tide	-	-	-	-	-	-	-	-	(18,848)	-	0
Legal settlement	(652,137)	-	-	349,523	-	-	-	-	-	-	0
Legal judgment	-	-	-	(2,165,195)	-	-	-	-	-	-	0
Total governmental activities	11,908,030	13,052,000	20,181,621	15,521,476	16,039,505	17,382,243	16,861,433	17,944,820	19,879,483	23,219,203	22,794,889
Business-type activities:											
Investment income	1,827	29,313	63,411	104,084	137,757	75,666	20,141	32,217	158,399	176,579	218,720
Miscellaneous	-	-	-	-	-	-	-	-	75	-	177
Transfers	(57,909)	(147,044)	(5,436,541)	(1,710,479)	-	-	-	-	1,000,000	-	4,500,000
Total business-type activities	(56,082)	(117,731)	(5,373,130)	(1,606,395)	137,757	75,666	20,141	32,217	1,158,474	176,579	4,718,897
Total primary government	$ 11,851,948	$ 12,934,269	$ 14,808,491	$ 13,915,081	$ 16,177,262	$ 17,457,909	$ 16,881,574	$ 17,977,037	$ 21,037,957	$ 23,395,782	27,513,786
Total change in net position											
Governmental activities	$ 1,115,498	$ 1,247,163	$ 8,622,860	$ 6,047,601	$ 7,689,247	$ 7,296,389	$ 12,123,701	$ 10,827,341	$ 4,516,082	$ 13,889,390	764,385
Business-type activities	1,373,452	2,239,062	(1,808,303)	2,651,149	4,579,330	2,899,731	2,064,337	1,488,879	1,504,536	1,065,323	8,115,199
Total primary government	$ 2,488,950	$ 3,486,225	$ 6,814,557	$ 8,698,750	$ 12,268,577	$ 10,196,120	$ 14,188,038	$ 12,316,220	$ 6,020,618	$ 14,954,713	8,879,584

CITY OF ST. PETE BEACH, FLORIDA
Schedule 3 - Fund Balances of Governmental Funds
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Fund:											
Nonspendable	$ 211,818	$ 208,978	$ 142,170	$ 77,211	$ 200,709	$ 58,507	$ 92,226	$ 158,842	$ 207,408	$ 1,180,337	1,114,610
Restricted	198,063	2,477,505	2,497,700	151,518	150,000	150,000	748,292	651,824	566,802	253,940	253,940
Committed	431,487	-	-	-	-	-	-	-	-	-	-
Assigned	611,860	1,041,737	863,452	2,198,154	1,363,300	770,914	8,334,244	10,965,967	5,486,645	6,793,943	9,913,561
Unassigned	5,348,413	6,052,922	6,512,890	7,765,768	7,617,320	9,840,446	3,394,689	3,164,393	10,255,825	11,743,590	6,150,259
Total General Fund	6,801,641	9,781,142	10,016,212	10,192,651	9,331,329	10,819,867	12,569,451	14,941,026	16,516,680	19,971,810	17,432,370
All other governmental funds:											
Nonspendable	$ -	$ -	$ -	$ 343	$ -	$ 110,017	$ 4,930	$ 7,198	$ 18,698	$ 18,698	18,697
Restricted	12,885,834	12,193,093	16,850,788	11,665,073	2,685,001	1,757,602	2,924,937	3,032,978	3,330,983	4,250,048	4,734,504
Committed	494,378	-	-	-	-	-	-	-	-	-	0
Assigned	2,448,141	-	-	-	3,635,759	5,953,672	5,462,734	12,287,910	16,112,145	21,293,726	22,255,999
Unassigned	-	-	-	-	-	-	-	-	-	-	0
Total all other governmental funds	15,828,353	12,193,093	16,850,788	11,665,416	6,320,760	7,821,291	8,392,601	15,328,086	19,461,826	25,562,472	27,009,200

Note:
2021 and later balances reflect the adoption of Resolution 2022-01, establishing a fund balance policy.

CITY OF ST. PETE BEACH, FLORIDA
Schedule 4 - Change in Fund Balances of Governmental Funds
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Revenues by source:											
Taxes	$ 12,052,487	$ 12,557,697	$ 13,041,384	$ 13,752,527	$ 14,957,797	$ 15,481,728	$ 16,321,418	$ 17,270,382	$ 17,750,181	$ 19,309,799	$ 20,620,591
Permits and fees	713,346	804,309	1,040,026	1,193,069	1,202,203	2,401,812	3,296,547	3,422,959	3,909,611	4,393,996	4,899,543
Intergovernmental	1,977,321	2,905,990	3,238,459	3,684,796	5,482,989	4,119,496	8,620,633	8,141,833	3,009,747	6,394,175	6,235,515
Charges for services	2,592,614	2,960,646	3,736,594	4,230,221	4,361,885	4,285,759	5,321,910	6,027,945	7,161,782	7,537,104	10,673,210
Investment income	17,210	31,396	150,154	297,731	326,849	210,394	47,878	160,979	1,355,131	2,161,829	2,024,191
Miscellaneous	561,817	2,476,911	820,324	1,114,725	1,160,584	114,080	56,460	195,466	98,029	125,787	2,983,158
Total revenues	$ 17,914,795	$ 21,736,949	$ 22,026,941	$ 24,273,069	$ 27,492,307	$ 26,613,269	$ 33,664,846	$ 35,219,564	$ 33,284,481	$ 39,922,690	$ 47,436,208
Expenditures by function:											
General government	$ 3,415,010	$ 4,215,918	$ 3,605,797	$ 3,786,067	$ 5,323,803	$ 4,791,870	$ 5,014,117	$ 6,053,459	$ 7,025,774	$ 7,375,422	$ 21,477,877
Public safety	6,272,784	6,680,246	7,491,435	7,634,470	7,581,988	12,942,901	7,279,296	7,934,384	8,244,973	9,256,894	11,502,093
Public works	2,790,557	2,739,822	2,840,780	3,333,091	3,472,251	2,220,766	2,262,816	1,981,714	2,182,113	2,884,738	2,354,929
Culture and recreation	1,139,551	1,122,687	1,221,966	1,281,613	1,392,726	2,910,629	3,297,073	3,669,959	4,216,256	4,266,077	4,171,246
Capital outlay	1,691,375	6,645,674	6,649,357	11,870,901	15,175,648	6,551,091	12,631,483	4,859,978	4,321,110	5,947,442	2,884,255
Debt service:											
Principal retirement	437,930	774,637	721,383	748,171	260,000	265,000	730,865	760,856	981,511	1,027,304	1,060,387
Interest and fiscal charges	241,985	360,768	548,338	522,496	491,869	641,943	678,302	652,154	657,745	609,037	578,133
Total expenditures	15,989,192	22,539,752	23,079,056	29,176,809	33,698,285	30,324,200	31,893,952	25,912,504	27,629,482	31,366,914	44,028,920
Excess (deficit) revenue over expenditures	$1,925,603.00	$(802,803.00)	$(1,052,115.00)	$(4,903,740.00)	$(6,205,978.00)	$(3,710,931.00)	$1,770,894.00	$9,307,060.00	$5,654,999.00	$8,555,776.00	$3,407,288.00
Other financing sources (uses)											
Proceeds from leasing activities	$ -	$ -	$ -	$ -	$ -	$ -	$ 500,000	$ -	$ -	$ -	$ -
Bond proceeds	13,048,318	-	-	-	-	6,700,000	-	-	-	-	-
Sale of surplus capital assets	23,615	-	-	-	-	-	-	-	-	-	-
Other financing sources	-	-	-	-	-	-	50,000		-	-	-
Transfers in	1,961,909	2,122,044	11,946,377	4,519,554	4,758,057	5,662,764	4,783,119	5,832,379	5,970,221	7,604,352	11,715,000
Transfers out	(1,904,000)	(1,975,000)	(6,509,836)	(2,809,075)	(4,758,057)	(5,662,764)	(4,783,119)	(5,832,379)	(6,970,221)	(7,604,352)	(16,215,000)
Special item - transfer of operations	(428,637)	-	-	-	-	-	-	-	-	-	-
Special item - legal settlement	-	-	-	349,523	-	-	-	-	-	-	-
Special item - legal judgment	-	-	-	(2,165,195)	-	-	-	-	-	-	-
Total other financing sources (uses)	12,701,205	147,044	5,436,541	(105,193)	-	6,700,000	550,000	-	(1,000,000)	-	(4,500,000)
Total net change in fund balances	14,626,808	(655,759)	4,384,426	(5,008,933)	(6,205,978)	2,989,069	2,320,894	9,307,060	4,654,999	8,555,776	(1,092,712)
Debt service as a percentage of non-capital expenditures	4.8%	7.1%	7.7%	7.3%	4.1%	3.8%	7.3%	6.7%	7.1%	6.4%	3.98%

Notes:
1) Library expenditures are reflected in general government function effective 2019
2) Parking enforcement expenditures are reflected in general government function effective 2019
3) Beaches expenditures are reflected in culture and recreation function effective 2022

CITY OF ST. PETE BEACH, FLORIDA
Schedule 5 - Tax Revenues of Governmental Activities by Source
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Property Tax	$ 6,783,032	$ 7,235,035	$ 7,768,938	$ 8,368,981	$ 9,325,425	$ 9,961,492	$ 10,478,967	$ 10,990,637	$ 12,403,545	$ 14,294,845	15,445,091
Utility Service Tax	2,167,637	2,181,759	2,161,813	2,148,226	2,251,007	2,326,786	2,350,130	2,433,266	2,613,529	2,414,250	2,218,198
Franchise Fees	1,205,644	1,130,860	1,108,185	1,153,445	1,220,676	1,150,203	1,168,908	1,267,408	1,353,366	1,338,542	1,078,679
Local Option Sales Tax	923,839	971,639	997,929	1,045,701	1,111,847	1,053,728	1,202,448	1,386,497	1,427,896	1,418,706	1,449,337
Half Cent Sales Tax	567,057	634,191	593,240	616,236	627,716	594,032	696,300	765,166	751,501	703,400	609,969
Casualty & Fire Insurance Premium Tax	269,876	264,986	270,811	284,985	290,938	277,211	301,873	301,048	426,975	314,313	437,915
County Gas Tax	135,402	139,227	140,468	134,953	130,188	118,276	122,792	126,360	126,735	124,085	122,480
Total	$ 12,052,487	$ 12,557,697	$ 13,041,384	$ 13,752,527	$ 14,957,797	$ 15,481,728	$ 16,321,418	$ 17,270,382	$ 19,103,547	$ 20,608,141	21,361,669

CITY OF ST. PETE BEACH, FLORIDA

FORECASTED — FY25 estimated values (3-yr avg for personal property); verify with Pinellas County PA

Last Ten Fiscal Years

	2015	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024**	**2025**
Tax roll	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Estimated actual value1	$ 2,793,552,852	$ 3,055,048,740	$ 3,293,642,819	$ 3,628,185,639	$ 3,928,113,413	$ 4,157,370,518	$ 4,401,425,551	$ 4,714,407,708	$ 6,133,246,896	$ 7,545,934,314	$ 7,545,934,314
Assessed values:											
Residential property	1,920,699,855	2,050,677,526	2,193,984,291	2,336,668,474	2,492,563,814	2,626,622,072	2,786,676,120	2,998,034,100	3,419,705,466	4,103,986,230	4,178,132,811
Commercial property	397,961,637	432,117,910	471,088,007	513,243,211	676,175,722	743,396,747	768,015,690	735,893,448	827,806,718	1,137,839,263	1,135,151,947
Government property	29,848,399	31,260,231	35,932,573	36,792,796	39,965,145	43,198,296	45,862,430	48,873,426	51,676,331	58,774,014	58,774,014
Institutional property	20,159,599	21,380,662	22,784,996	23,233,393	24,428,720	23,821,676	25,843,363	28,121,678	28,015,475	32,143,972	32,143,972
Other real property	7,857,808	8,121,842	8,395,964	8,954,513	9,636,620	10,343,749	10,733,225	11,265,392	11,773,520	11,449,576	14,136,892
Personal property	63,539,771	70,313,910	70,207,385	69,072,139	72,915,002	76,766,625	74,570,475	77,049,719	83,499,405	74,146,581	78,231,902
Total assessed value	2,440,067,069	2,613,872,081	2,802,393,216	2,987,964,526	3,315,685,023	3,524,149,165	3,711,701,303	3,899,237,763	4,422,476,915	5,418,339,636	5,496,571,538
Less: property tax exemptions	(240,837,037)	(242,859,589)	(250,217,383)	(252,405,116)	(257,932,737)	(265,561,857)	(273,748,815)	(285,121,756)	(295,965,918)	(318,727,719)	(313,282,792)
Total taxable value	2,199,230,032	2,371,012,492	2,552,175,833	2,735,559,410	3,057,752,286	3,258,587,308	3,437,952,488	3,614,116,007	4,126,510,997	5,099,611,917	5,214,907,263
Total direct tax rate2	3.1500	3.1500	3.1500	3.1500	3.1500	3.1500	3.1500	3.1500	3.1500	3.0913	3.0000
Assessed value as a percentage of actual value	87.3%	85.6%	85.1%	82.4%	84.4%	84.8%	84.3%	82.7%	72.1%	71.8%	72.8%
Taxable value as a percentage of actual value	78.7%	77.6%	77.5%	75.4%	77.8%	78.4%	78.1%	76.7%	67.3%	67.6%	100.0%

Note:
(1) Estimated actual value is the "just value" of properties per Chapter 193.011, Florida Statutes, without exemptions.
(2) Total direct tax rate is the millage rate per $1,000 of taxable value.
Source:
Pinellas County Property Appraiser

CITY OF ST. PETE BEACH, FLORIDA

FY25: Tax rates confirmed — Pinellas County Tax Collector

Last Ten Fiscal Years

	City of St. Pete Beach			Pinellas County			Pinellas County School Board			Emerg.	Pinellas	Juvenile	Southwest Florida Water	
Fiscal Year	Operating Millage	Debt Millage	Total City	Operating Millage	Health Department	Total County	State Operating	Local Operating	Total School	Medical Services	Planning Council	Welfare Board	Management District	Total
2014	2.8569	0.0000	2.8569	5.2755	0.0622	5.3377	5.3120	2.7480	8.0600	0.9158	0.0160	0.8981	0.3818	18.4663
2015	3.1500	0.0000	3.1500	5.2755	0.0622	5.3377	5.0930	2.7480	7.8410	0.9158	0.0160	0.8981	0.3658	18.5244
2016	3.1500	0.0000	3.1500	5.2755	0.0622	5.3377	5.0930	2.7480	7.8410	0.9158	0.0160	0.8981	0.3488	18.5074
2017	3.1500	0.0000	3.1500	5.2755	0.0622	5.3377	4.5700	2.7480	7.3180	0.9158	0.0150	0.8981	0.3317	17.9663
2018	3.1500	0.0000	3.1500	5.2755	0.0835	5.3590	4.2610	2.7480	7.0090	0.9158	0.0150	0.8981	0.3131	17.6600
2019	3.1500	0.0000	3.1500	5.2755	0.0835	5.3590	3.8360	2.7480	6.5840	0.9158	0.0150	0.8981	0.2955	17.2174
2020	3.1500	0.0000	3.1500	5.2755	0.0835	5.3590	3.8360	2.7480	6.5840	0.9158	0.0150	0.8981	0.2801	17.2020
2021	3.1500	0.0000	3.1500	5.2755	0.0835	5.3590	3.6790	2.7480	6.4270	0.9158	0.0150	0.8981	0.2669	17.0318
2022	3.1500	0.0000	3.1500	5.1302	0.0790	5.2092	3.5770	2.7480	6.3250	0.9158	0.0150	0.8981	0.2535	16.7666
2023	3.1500	0.0000	3.1500	4.7398	0.0790	4.8188	3.2150	2.7480	5.9630	0.8775	0.0210	0.8508	0.2260	15.9071
2024	3.0913	0.0000	3.0913	4.7398	0.0713	4.8111	3.1900	2.7480	5.9380	0.8418	0.0210	0.8250	0.2043	15.7325
2025	3.0913	0.0000	3.0913	4.5947	0.0713	4.6660	3.0740	2.7480	5.8220	0.8050	0.0200	0.8250	0.1909	15.4202

Note:

All millage rates are applicable per $1,000 of assessed property value.

Source:

Pinellas County Tax Collector

CITY OF ST. PETE BEACH, FLORIDA

FORECASTED — FY25 taxable values from Pinellas County PA; percentages calculated

Current Year and Nine Years Ago

Taxpayer	2025 Taxable Value	2025 Rank	2025 Percentage of Total Value	2016 Taxable Value	2016 Rank	2016 Percentage of Total Value
CP St Pete LLC	165,000,000	1	3.1640%			
HHR St Pete Beach LLC	115,761,469	2	2.2198%			
SCG Beach Hospitality LLC	69,500,000	3	1.3327%			
LCP S Postcard Inn LLC	68,250,000	4	1.3087%			
Vacation Trust Inc Tre	54,770,713	5	1.0503%			
PNC Bank NA Tre	44,731,916	6	0.8578%			
Grand Plaza Hotel Owner LLC	42,436,635	7	0.8138%			
5750 Gulf Blvd CR LLC	38,281,170	8	0.7341%			
St Pete Beach Hospitality LLC	28,411,996	9	0.5448%			
Beachcomber Hotel Owner LLC	25,571,087	10	0.4903%			
Don Cesar Resort Hotel				51,261,027.00	1	2.33%
Nicklaus, H Gregg Tre				2,215,200.00	2	0.10%
RIA - Sandpiper, Inc.				18,029,000.00	3	0.82%
B R E Mariner Dolphin Village LLC				16,337,900.00	4	0.74%
St. Pete Partners LLC				13,372,020.00	5	0.61%
Grand Plaza Resorts, Inc.				12,900,836.00	6	0.59%
RIA - Tradewinds, Inc.				12,000,126.00	7	0.55%
Breckenridge Development Inc.				10,543,889.00	8	0.48%
RIA - Breckenridge, Inc.				10,290,100.00	9	0.47%
Dolphin Holdings, LTD				9,779,700.00	10	0.44%
Total taxable value of ten largest taxpayers	652,714,986		12.5163%	156,729,798		7.13%
Total taxable value of other taxpayers	4,562,192,277		87.4837%	2,042,500,234		92.87%
Total taxable value of all taxpayers	5,214,907,263		100.0000%	2,199,230,032		100%

Source:
Pinellas County Property Appraiser's Office

CITY OF ST. PETE BEACH, FLORIDA
FY25: Tax levies and collections confirmed
Last Ten Fiscal Years

Fiscal Year	Tax Roll	Taxable Value	Tax Rate in Mills	Tax Levy	Collected within the Fiscal Year of the Levy: Amount	Collected within the Fiscal Year of the Levy: Percentage of Levy	Collections in Subsequent Years
2015	2014	2,199,230,032	3.1500	6,927,575	6,783,032	97.9%	188,569
2016	2015	2,371,012,492	3.1500	7,468,689	7,235,035	96.9%	148,544
2017	2016	2,552,175,833	3.1500	8,039,354	7,768,938	96.6%	179,641
2018	2017	2,735,559,410	3.1500	8,617,012	8,368,981	97.1%	174,520
2019	2018	3,057,752,286	3.1500	9,631,920	9,325,425	96.8%	253,019
2020	2019	3,258,587,308	3.1500	10,264,550	9,961,492	97.0%	159,372
2021	2020	3,437,952,488	3.1500	10,829,550	10,478,967	96.8%	150,234
2022	2021	3,614,116,007	3.1500	11,384,465	10,990,637	96.5%	1,861
2023	2022	4,126,510,997	3.1500	12,998,510	12,192,893	93.8%	210,652
2024	2023	5,099,611,917	3.0913	15,764,430	14,294,845	90.7%	507
2025	2024	5,214,907,263	3.0000	16,120,843	15,445,091	96.00%	

Source:
Pinellas County Property Appraiser

CITY OF ST. PETE BEACH, FLORIDA
Schedule 10 - Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Governmental activities:											
Revenue Bond, Series 2001 & 2006	1,205,000	820,000	420,000	-	-	-	-	-	-	-	0
Capital Improvement Revenue Bonds, Series 2015	13,000,000	12,685,000	12,440,000	12,190,000	11,930,000	11,665,000	11,390,000	11,100,000	10,795,000	10,475,000	10,140,000
Police Pension Obligation Revenue Bonds, Series 2019	-	-	-	-	-	6,700,000	6,337,646	5,964,712	5,580,888	5,185,856	4,779,289
Leases payable	229,191	154,554	78,171	-	-	-	406,489	308,567	1,070,275	758,003	439,183
Total governmental activities	$ 14,434,191	$ 13,659,554	$ 12,938,171	$ 12,190,000	$ 11,930,000	$ 18,365,000	$ 18,134,135	$ 17,373,279	$ 17,446,163	$ 16,418,859	15,358,472
Business-type activities:											
State Revolving Fund Loans (2003, 2005)	2,249,010	2,065,552	1,875,315	1,681,824	1,483,306	1,279,497	1,070,256	855,437	636,914	430,091	217,834
State Revolving Fund Loan (2020)	-	-	-	-	-	-	10,460,162	12,970,747	12,657,751	12,267,741	11,617,301
Wastewater Revenue Bond, Series 2015	5,000,000	4,838,000	4,664,000	4,482,000	4,293,000	4,097,000	-	-	-	-	0
Wastewater Utility System Refunding Bank Note (2020)	-	-	-	-	-	-	4,157,000	3,914,703	3,667,827	3,416,285	3,159,989
Stormwater Revenue Bond, Series 2015	3,000,000	2,916,000	2,745,000	2,569,000	2,388,000	2,201,000	2,009,000	1,811,000	1,607,000	1,397,000	1,181,000
Capital leases payable	-	356,843	289,173	219,702	148,383	75,165	-	-	-	-	0
Total business-type activities	$ 10,249,010	$ 10,176,395	$ 9,573,488	$ 8,952,526	$ 8,312,689	$ 7,652,662	$ 17,696,418	$ 19,551,887	$ 18,569,492	$ 17,511,117	16,176,124
Total primary government outstanding debt	$ 24,683,201	$ 23,835,949	$ 22,511,659	$ 21,142,526	$ 20,242,689	$ 26,017,662	$ 35,830,553	$ 36,925,166	$ 36,015,655	$ 33,929,976	31,534,596
Total outstanding debt as percent of personal income	5.4%	4.8%	4.2%	3.9%	3.6%	4.5%	5.7%	5.4%	4.5%	4.1%	3.00%
Total outstanding debt per capita	$ 2,633	$ 2,522	$ 2,311	$ 2,172	$ 2,070	$ 2,662	$ 3,738	$ 4,074	$ 4,044	$ 3,871	$3,552

Note:
The City of St. Pete Beach is not subject to any legal limitations on the issuance of debt.

CITY OF ST. PETE BEACH, FLORIDA

FY25: Overlapping debt data confirmed — Pinellas County & School Board

As of September 30, 2025

Governmental Unit	Debt Outstanding	Percentage Applicable to City of St. Pete Beach	Amount Applicable to City of St. Pete Beach
City of St. Pete Beach			
Total direct debt	$ 15,358,472	100%	$ 15,358,472
Pinellas County Government:			
Governmental Activities Notes	0		0
Capital Leases	27,162,465	3.7%	1,011,363
SBITAs Outstanding	11,385,648	3.7%	423,932
Pinellas County School Board:			
Certificates of Participation	98,310,000	3.3%	3,243,951
Bonds	0		0
Leases Payable	1,636,739	3.3%	54,008
Total overlapping debt			4,733,253
Total direct and overlapping debt			20,091,725
Total direct and overlapping debt as a percentage of personal income			2.00%
Total direct and overlapping debt per capita			$2,263

Note:
The applicable share of overlapping debt is calculated based on the ratio of the City of St. Pete Beach taxable property value ($5,122,373,718) to Pinellas County ($129,362,652,699) and Pinellas County School Board ($144,622,048,100) respective taxable property values.

Sources:
Pinellas County Property Appraiser
Pinellas County Finance Department
Pinellas County School Board

CITY OF ST. PETE BEACH, FLORIDA

FORECASTED — FY25 coverage ratios calculated from pledged revenue / debt service data

Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
State Revolving Fund Loan, 1992											
Gross pledged revenue - reclaimed water fees	$ 846,638	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	N/A
Net available revenue (gross revenue less operating expenses; plus sale of other assets)	829,543	-	-	-	-	-	-	-	-	-	N/A
Total debt service requirement	581,763	-	-	-	-	-	-	-	-	-	N/A
Coverage ratio	1.43	-	-	-	-	-	-	-	-	-	N/A
Revenue Bonds, Series 2001 & 2006											
Pledged revenue - Infrastructure Sales Tax (1)	$ 923,839	$ 971,639	$ 997,929	$ -	$ -	$ -	$ -	$ -	$ -	$ -	0
Total debt service requirement	443,500	445,250	441,000	-	-	-	-	-	-	-	N/A - Paid Off
Coverage ratio	2.08	2.18	2.26	-	-	-	-	-	-	-	N/A
Capital Improvement Revenue Bonds, Series 2015											
Pledged revenue (2)	$ -	$ 4,146,045	$ 4,001,311	$ 4,117,142	$ 4,298,634	$ 4,290,856	$ 4,434,573	$ 4,685,075	$ 4,166,130	$ 4,739,075	$1,449,337
Total debt service requirement	-	749,681	746,769	746,869	746,569	745,970	745,969	750,468	750,219	732,650	1,086,116
Coverage ratio	-	5.53	5.36	5.51	5.76	5.75	5.94	6.24	5.55	6.47	1.33
State Revolving Fund Loan, 2003 & 2005											
Gross pledged revenue - sewer service fees	$ 5,218,696	$ 5,806,807	$ 6,047,553	$ 6,677,519	$ 6,554,431	$ 6,647,095	$ 7,582,027	$ 7,539,279	$ 7,653,134	$ 8,639,412	$8,113,873
Net available revenue (gross revenue less operating expenses and parity debt service requirements)	1,573,624	669,411	1,976,733	1,116,852	1,405,961	1,684,350	1,600,806	847,009	(121,322)	239,931	2,551,268
Total debt service requirement	241,555	241,356	241,555	241,556	241,558	241,558	241,556	241,557	222,110	203,410	222,107
Coverage ratio	6.51	2.77	8.18	4.62	5.82	6.97	6.63	3.51	(0.55)	1.18	11.49
Wastewater Revenue Bonds, Series 2015											
Gross pledged revenue - sewer service fees	$ -	$ 5,806,807	$ 6,047,553	$ 6,677,519	$ 6,554,431	$ 6,647,095	$ 7,582,027	$ 7,539,279	$ 7,653,134	$ 8,639,412	$8,113,873
Net available revenue (gross revenue less operating expenses)	-	1,037,899	2,289,065	1,486,028	1,774,540	2,053,050	1,359,250	1,216,508	248,177	561,431	2,551,268
Total debt service requirement	-	368,488	369,493	369,176	368,579	368,700	369,498	369,499	369,499	321,500	320,864
Coverage ratio	-	2.82	6.20	4.03	4.81	5.57	3.68	3.29	0.67	1.75	7.95
Stormwater Revenue Bonds, Series 2015											
Gross pledged revenue - Stormwater assessment	$ -	$ 862,478	$ 1,005,287	$ 1,099,125	$ 1,190,234	$ 1,276,371	$ 1,301,455	$ 1,273,155	$ 1,358,674	$ 1,334,740	$1,371,742
Net available revenue (gross revenue less operating expenses)	-	525,021	575,164	656,910	627,789	563,390	692,670	436,850	720,976	505,716	676,865
Total debt service requirement	-	167,338	255,768	255,694	256,074	255,529	255,820	255,935	255,874	255,935	255,633
Coverage ratio	-	3.14	2.25	2.57	2.45	2.20	2.71	1.71	2.82	1.98	2.65
State Revolving Fund Loan, 2020											
Gross pledged revenue - sewer service fees	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 7,539,279	$ 7,653,134	$ 8,639,412	$8,113,873
Net available revenue (gross revenue less operating expenses and parity debt service requirements)	-	-	-	-	-	-	-	605,452	(343,432)	239,931	2,551,268
Total debt service requirement	-	-	-	-	-	-	-	338,255	677,072	677,075	677,072
Coverage ratio	-	-	-	-	-	-	-	1.79	(0.51)	0.35	3.77

Notes:

(1) Revenue bonds are supported by non-ad valorem revenue, but the Series 2001 & 2006 debt covenants did not specify a required funding source. The City chose to utilize Infrastructure Sales Tax ("Penny for Pinellas") proceeds.

(2) Pledged revenue includes: Half Cent Sales Tax, utility service franchise fees, utility service taxes, and the guaranteed entitlement portion of the Florida Municipal Revenue Sharing Program.

CITY OF ST. PETE BEACH, FLORIDA

ORECASTED — FY25: unemployment rate estimated via 3-yr avg; other data from BEA/Censu

Last Ten Calendar Years

Year	Population	Personal Income	Per Capita Personal Income	Median Age	Unemployment Rate (1)
2015	9,373	$460,036,213	49,081	56.1	5.1%
2016	9,452	493,073,032	52,166	58.6	4.8%
2017	9,739	539,238,691	55,369	59.4	3.9%
2018	9,735	548,294,670	56,322	59.7	3.3%
2019	9,779	565,245,758	57,802	60.3	3.2%
2020	9,775	580,429,725	59,379	60.5	6.0%
2021	9,586	632,580,140	65,990	61.1	3.9%
2022	9,064	678,784,832	74,888	60.9	2.2%
2023	8,905	799,900,530	89,826	61.5	2.1%
2024	8,765	822,156,800	93,476	62.2	3.2%
2025	8,879	1,017,382,457	114,583	63.0	2.5%

Sources:

Pinellas County Economic Development / U.S. Bureau of Economic Analysis (CAINC1)

U.S. Department of Labor, Bureau of Labor Statistics

Notes:

(1) Unemployment rate is reported for Tampa-St. Petersburg-Clearwater metropolitan statistical area.

(2) Per BEA CAINC1, Pinellas County personal income increased 5.5% in 2024 (2022: 4.3%, 2023: 8.8%), consistent with regional growth trends.

CITY OF ST. PETE BEACH, FLORIDA

FY25: Principal employer data confirmed — Pinellas County Economic Development

Current Year and Nine Years Ago

	2025			2016		
Employer	**Number of Employees**	**Rank**	**Percentage of Total City Employment**	**Number of Employees**	**Rank**	**Percentage of Total City Employment**
Tradewinds Island Resort	800	1	32.55%	800	1	35.7%
Bellwether Beach Resort	100	6	4.07%	100	6	4.5%
Publix Supermarket	150	4	6.10%	200	4	8.9%
The Don CeSar Beach Resort	550	2	22.38%	550	2	24.6%
City of St. Pete Beach	138	5	5.61%	90	10	4.0%
RumFish Beach Resort	90	8	3.66%			
Sirata Beach Resort	300	3	12.21%	300	3	13.4%
Beachcomber Beach Resort	90	9	3.66%			
Dolphin Beach Resort	80	10	3.25%			
Hotel Zamora	60	11	2.44%			
Hurricane Lounge, Inc.	100	7	4.07%	100	7	4.5%
Guy Harvey Outpost				99	9	4.4%
Tradewinds Island Resort				100	5	4.5%
Winn Dixie				100	8	4.5%
Total employment of ten largest employers	2,458		100.00%	2,239		100.0%
Total employment of other employers	3,849		61.03%			
Total employment of all employers (1)	6,307		100.00%			

Source:
Pinellas County Economic Development

CITY OF ST. PETE BEACH, FLORIDA

FY25: FTE data confirmed — City Budget

Last Ten Fiscal Years

Function	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General government											
City Manager (1)	3.00	3.00	3.00	3.00	2.00	2.00	2.00	10.96	12.71	12.71	9.00
City Clerk	2.88	2.63	2.75	2.75	3.00	3.00	3.00	3.50	3.00	3.00	3.00
Community Development	7.00	7.00	11.00	12.40	13.03	13.03	12.40	16.85	17.85	19.85	16.00
Finance	4.00	3.20	3.00	3.63	4.63	5.63	5.75	5.75	5.75	5.75	8.75
Library	7.15	7.15	7.15	7.15	7.40	7.40	7.40	7.65	7.65	8.28	7.63
Parking Enforcement (2)	2.20	3.00	3.35	3.35	3.35	3.50	6.20	0.00	0.00	0.00	0.00
Information Technology	1.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	3.00	3.00
Public Safety											
Fire/EMS	32.00	32.00	35.00	35.00	35.00	35.63	35.63	36.00	36.00	40.00	41.00
Public Works	18.00	19.00	22.19	25.80	29.00	22.00	22.46	16.00	16.00	17.55	26.05
Parks and Recreation (3)	13.83	15.14	15.34	15.59	16.54	24.77	24.82	26.07	26.07	26.07	23.81
Total (4)	91.05	94.12	104.78	110.67	115.95	118.96	121.66	124.78	127.03	136.21	138.24

Source:
City of St. Pete Beach Budget

Notes:
(1) Facilities management division and City planning division are reported in the City Manager's office effective FY 2022.
(2) Parking enforcement is reported in Community Development effective FY 2022.
(3) Parks division was reported in Parks and Recreation effective FY 2020. Beaches division is reported in Parks and Recreation effective FY 2022.
(4) Full-time equivalent totals will not agree to City employment reported on Schedule 14 due to vacancies and variances associated with part-time and seasonal employees.

CITY OF ST. PETE BEACH, FLORIDA

FY25: Library & Public Works data confirmed. Participation forecasted (3-yr avg). Sheriff → Sch 18.

Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Function											
Public Safety											
Law enforcement calls for service	6,324	6,962	6,218	5,816	5,655	5,815	5,965	5,832	8,118	6,463	6,804
Felony arrests	159	206	219	116	150	75	122	133	141	104	126
Traffic citations	2,986	2,799	3,903	2,769	3,071	2,095	2,076	4,128	3,082	729	2,646
Parking citations (2)	2,904	5,039	4,093	4,293	4,133	5,502	9,592	9,787	12,888	10,768	11,148
Fire structure responses	288	386	455	645	736	693	915	802	864	733	800
EMS medical calls	1,831	2,267	2,707	2,380	2,279	2,215	2,308	2,861	2,965	2,329	2,718
EMS auto crash responses	114	182	89	137	139	114	134	126	147	130	134
EMS water rescues	15	65	81	52	53	85	118	161	171	174	169
Public Works											
Street resurfacing (miles)	1.20	-	4.23	2.42	5.64	2.96	1.91	1.49	-	-	-
Culture and Recreation											
Summer camp participation	398	216	156	142	699	623	630	854	828	930	871
Recreation classes offered	59	39	42	45	37	39	37	36	38	26	33
Recreation program participation	62,000	68,778	89,551	112,655	115,302	56,003	66,791	77,450	79,609	61,901	72,987
Facility rentals booked (1)	321	290	212	205	61	33	71	410	304	95	270
Library materials borrowed	165,548	157,044	147,211	149,988	133,597	92,578	95,563	105,830	105,478	93,997	133,287
Library reference questions	17,620	22,414	27,724	20,623	17,842	18,745	26,008	21,002	23,895	29,280	34,530
Wastewater											
Average daily sewer flow (mgd)	2.78	2.99	2.87	2.61	2.61	2.56	2.63	2.54	2.73	3.21	2.60
Miles of sewer lines	42	42	42	42	42	42	42	42	42	42	42
Reclaimed Water											
Average daily consumption (mgd)	1.90	2.20	3.02	2.89	2.92	2.80	2.69	2.61	2.82	2.06	2.80

Source:
Internal City departments
Note:
(1) Warren Webster and Hurley Park facilities under construction in FY 2018.
(2) FY 2021 parking citation increase reflected additional staffing resources and new technology.

CITY OF ST. PETE BEACH, FLORIDA
FY25: Capital assets confirmed — Fixed Asset module
Last Ten Fiscal Years

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Function											
Public Safety											
Police Stations	0	0	0	0	0	0	0	0	0	0	0
Fire Stations	2	2	2	2	2	2	2	2	2	2	2
Libraries											
Main	1	1	1	1	1	1	1	1	1	1	1
Transportation											
Streets (miles)	45.73	45.73	45.73	45.73	45.73	45.73	45.73	45.73	45.73	45.73	45.73
Recreation											
Parks (acres)	35.5	35.5	35.5	35.5	35.5	35.5	35.5	35.5	35.5	35.5	35.5
Beaches (acres)	40	40	40	40	40	40	40	40	40	40	40
Playgrounds	5	5	5	5	5	5	5	5	5	5	5
Picnic areas	6	6	6	6	6	6	6	6	6	6	6
Fishing piers	2	2	2	2	2	2	2	2	2	2	2
Fishing areas	5	5	5	5	5	5	5	5	5	5	5
Boat ramps	2	2	2	2	2	2	2	2	2	2	2
Tennis courts	9	9	9	9	9	9	9	9	9	9	9
Baseball fields	3	3	3	3	3	3	3	3	3	3	3
Basketball courts	3	3	3	3	3	3	3	3	3	3	3
Wastewater											
Sanitary sewers (miles)	42	42	42	42	42	42	42	42	42	42	42
Pump stations	17	17	17	17	17	17	17	21	21	21	21
Average daily flow (mgd)	2.78	2.99	2.87	2.61	2.61	2.56	2.63	2.54	2.73	3.21	2.60
Reclaimed water											
Reclaimed lines (miles)	40	40	40	40	40	40	40	40	40	40	40

Source:
Internal City departments

CITY OF ST. PETE BEACH, FLORIDA
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2025

Federal/State Agency / Pass-Through Entity / Federal/State Program	ALN/ CSFA Number	Contract / Grant Number	Expenditures
FEDERAL AWARDS			
U.S. Department of Homeland Security			
Passed through Florida Division of Emergency Management:			
Disaster Grants - Public Assistance	97.036	Z4522	$ 4,596,193
Disaster Grants - Public Assistance	97.036	Z4117	148,898
Disaster Grants - Public Assistance	97.036	Z0311	1,416
Disaster Grants - Public Assistance	97.036	Z4860	13,083
Total U.S. Department of Homeland Security			4,759,590
Total Federal Awards			$ 4,759,590
STATE FINANCIAL ASSISTANCE			
Florida Fish and Wildlife Conservation Commission			
Direct:			
Florida Boating Improvement Program	77.006	22026	120,604
Total Florida Fish and Wildlife Conservation Commission			120,604
Florida Department of Commerce			
Direct:			
Economic Development Tax Refund, Tax Credit and Grant Program	40.043	G0074	2,000,000
Total Florida Department of Commerce			2,000,000
Florida Department of State			
Direct:			
Historic Preservation Grants - Corey Avenue Historic Resources Survey	45.031	25.h.sm.200.070	48,750
Total Florida Department of State			48,750
Total State Financial Assistance			$ 2,169,354

The accompanying notes to the schedule of expenditures of federal awards and state financial assistance are an integral part of this schedule.

CITY OF ST. PETE BEACH, FLORIDA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2025

(1) **Basis of Presentation**:

The accompanying schedule of expenditures of federal awards and state financial assistance includes the federal and state grant activity of the City of St. Pete Beach, Florida (the City. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and Chapter 10.550, Rules of the Auditor General. Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the City.

(2) **Summary of Significant Accounting Policies**:

Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles contained in the Uniform Guidance or Chapter 10.550, Rules of the Auditor General, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

No grant awards for the year ended September 30, 2025, have been passed through to subrecipients.

(3) **De Minimis Indirect Cost Rate Election**:

The City did not elect to use the 15% de minimis indirect cost rate as covered in §200.414, *Indirect (F&A) costs*, of the Uniform Guidance.

(4) **Contingency**:

Project expenditures are subject to audit and adjustment. If any expenditures were to be disallowed by the grantor agency as a result of such an audit, any claim for reimbursement to the grantor agency would become a liability of the City. In the opinion of management, all Project expenditures included on the accompanying schedule complied the terms of the project agreements and applicable federal and state laws and regulations.

CITY OF ST. PETE BEACH, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2025

A. **Summary of Auditors' Results:**

Financial Statements:

Type of audit report issued on the financial statements:	*Unmodified*
Internal control over financial reporting:	
Material weakness(es) identified?	____yes _X_ no
Significant deficiency(ies) identified?	__X__yes __none reported
Noncompliance material to financial statements noted?	____yes _X_ no

Federal Awards:

Internal control over major Federal programs:	
Material weakness(es) identified?	____yes _X_ no
Significant deficiency(ies) identified?	____yes _X_ none reported
Type of auditors' report issued on compliance for major Federal programs:	*Unmodified*
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	____yes _X_ none reported
Auditee qualified as a low-risk auditee?	____yes _X_ no
Dollar threshold used to distinguish between type A and type B programs:	$1,000,000

Identification of major Federal programs:

AL Number	Program Name
97.036	Disaster Grants – Public Assistance

State Financial Assistance:

Internal control over major State projects:

Material weakness(es) identified?	____yes _X_ no
Significant deficiency(ies) identified?	____yes _X_ none reported
Type of auditors' report issued on compliance for major State projects:	*Unmodified*
Any audit findings disclosed that are required to be reported for state financial assistance projects?	____yes _X_ none reported
Dollar threshold used to distinguish between type A and type B State projects:	$650,806

Identification of major State projects:

CSFA Number	**Project Name**
40.043	Economic Development Tax Refund, Tax Credit and Grant Program

B. **Financial Statement Findings:**

2025-001 Access Rights

Criteria: The City should maintain adequate internal controls over employee benefit and pension records, including procedures to ensure system access and participant records are updated timely when employees separate from employment.
Condition: During our testing procedures, we noted that a former employee remained listed on pension statements received by the City. Additionally, access rights had not been modified to ensure only appropriate active personnel maintained access to pension-related information.

Cause: The City did not have formalized procedures, or did not consistently follow existing procedures, for timely updating pension records and reviewing user access following employee terminations or personnel changes.

Effect: Failure to timely remove former employees from pension records and restrict access to authorized personnel increases the risk of unauthorized access to sensitive employee information, inaccurate pension records, and potential misuse of confidential data.

Recommendation: We recommend the City establish and implement documented procedures for reviewing pension records and user access on a periodic basis. These procedures should include timely removal of terminated employees from applicable records and prompt modification of system access rights to ensure only authorized active employees have access to pension-related information.

C. **Federal Programs and State Projects Findings and Questioned Costs**: None.

D. **Summary Schedule of Prior Audit Findings:** See current status of prior audit findings at page 125.

E. **Corrective Action Plan:** See Management's Response to Findings as listed in the table of contents.

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND MAJOR STATE PROJECT AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND CHAPTER 10.550, RULES OF THE AUDITOR GENERAL

To the Honorable Mayor and City Commission,
City of St. Pete Beach, Florida:

Report on Compliance for Each Major Federal Program and Each Major State Project

Opinion on Each Major Federal Program and Major State Project

We have audited the City of St. Pete Beach, Florida's (the City) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* and the requirements described in the Department of Financial Services' *State Projects Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs and major state projects for the year ended September 30, 2025. The City's major federal programs and major state project are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs and major state projects for the year ended September 30, 2025.

Basis for Opinion on Each Major Federal Program and Major State Project

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and Chapter 10.550, Rules of the Auditor General. Our responsibilities under those standards, the Uniform Guidance, and Chapter 10.550, Rules of the Auditor General, are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City of St. Pete Beach, Florida and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program and major state project. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the City's federal programs and state projects.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and Chapter 10.550, Rules of the Auditor General, will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program and major state project as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, and Chapter 10.550, Rules of the Auditor General, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and Chapter 10.550, Rules of the Auditor General, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program or state project on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program or state project will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program or state project that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and Chapter 10.550, Rules of the Auditor General. Accordingly, this report is not suitable for any other purpose.

James Moore ; Co., P.L.

Daytona Beach, Florida
June 29, 2026

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Honorable Mayor and City Commission,
City of St. Pete Beach, Florida:

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of St. Pete Beach, Florida (the City) as of and for the year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated June 29, 2026.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs, as item 2025-001, that we consider to be a significant deficiency.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described below:

<u>2025-002 Budgetary Compliance</u>

The City's legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the department level for the General Fund. During our review we noted the following:

- City clerk division exceeded final approved budget by $20,459
- Finance division exceeded final approved budget by $151,045
- Parking enforcement exceeded final approved budget by $1,227
- Human resources exceeded final approved budget by $23,135
- Code enforcement division exceeded final approved budget by $85,072
- Non-departmental exceeded final approved budget by $346,875
- Law enforcement department exceeded final approved budget by $344,939
- Fire suppression division exceeded final approved budget by $472,914
- Parks division exceeded final approved budget by $31,593

As a result, the City was not in budgetary compliance. Additionally, it was noted that the budget entered into Central Square did not agree to the budget as agreed upon by the City Commission. We recommend that the City analyze budget vs. actual results subsequent to year-end as the fiscal year is being closed out and determine the need for additional budget amendments to ensure budgetary compliance, as amendments may be approved by the City Commission up to 60 days after fiscal year-end.

City's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the City's response to the findings identified in our audit and described in the accompanying Management Response to Findings, as listed in the table of contents. The City's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

James Moore & Co., P.L.

Daytona Beach, Florida
June 29, 2026

JAMESMOORE

INDEPENDENT AUDITORS' MANAGEMENT LETTER REQUIRED BY CHAPTER 10.550, RULES OF THE STATE OF FLORIDA OFFICE OF THE AUDITOR GENERAL

To the Honorable Mayor and City Commission,
City of St. Pete Beach, Florida:

Report on the Financial Statements

We have audited the basic financial statements of City of St. Pete Beach, Florida (the City), as of and for the fiscal year ended September 30, 2025, and have issued our report thereon dated June 29, 2026.

Auditors' Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and Chapter 10.550, Rules of the Florida Auditor General.

Other Reporting Requirements

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditors' Report on Compliance for Each Major Federal Program and State Project and Report on Internal Control over Compliance; Schedule of Findings and Questioned Costs; and Independent Accountants' Examination Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated June 29, 2026, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding annual financial audit report. The following summarizes the status of prior year findings and recommendations. Finding 2025-003 remains unresolved from the second preceding year.

2024-001 – Review and Reconciliation at Year-End—Corrective action taken.

2024-002 – Payroll Policies—Corrective action taken.

2024-003 – Access Rights—Corrective action not taken. See repeat comment 2025-001.

2024-004 – Unexpended Balance – Building Permits—Corrective action not taken. See repeat comment 2025-003.

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. The legal authority for the primary government and component units of the reporting entity is disclosed in Note 1 of the basic financial statements.

Financial Condition and Management

Sections 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, require us to apply appropriate procedures and report the results of our determination as to whether or not the City has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific conditions met. In connection with our audit, we determined that the City, did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Pursuant to Sections 10.554(1)(i)5.b. and 10.556(8), Rules of the Auditor General, we applied financial condition assessment procedures. It is management's responsibility to monitor the City's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same.

Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we had the following recommendations:

2025-003 – Unexpended Balance – Building Permits

Section 553.80(7)(a) of Florida Statutes has been updated to limit the amount of unexpended building permit funds carried forward to future fiscal years to no more than the City's average operating budget for enforcing the Florida Building Code for the previous four (4) fiscal years. A local government must use any funds in excess of this limitation to rebate or reduce fees. The City's unexpended building permit funds at September 30, 2025, exceeded the City's average operating budget for enforcing the Florida Building Code for the previous four fiscal years. The City should identify how it intends to reduce the amount of unexpected building code balances in order to comply with Section 553.80(7)(a) of Florida Statutes. Such action may require the City to modify subsequent fiscal year budgets.

2025-004 Public Depositor Report

We noted the City did not complete and submit the annual report to the Florida Chief Financial Officer's office by the statutory deadline, which could result in a loss of protection from the state on the public depositor funds. We recommend that management ensure that the Public Depositor Annual Report is submitted annually by the due date of November 30th.

Property Assessed Clean Energy (PACE) Programs

The following items have been provided to us to comply with state reporting requirements and have not been audited by us. We did not audit the following information within this section, nor were we required to perform any procedures to verify the accuracy, or the completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any form of assurance on this data.

As required by Section 10.554(1)(i)6.a., Rules of the Auditor General, the City did not have a property assessed clean energy (PACE) program that finances qualifying improvements authorized pursuant to Section 163.081 or Section 163.082, Florida Statutes, operated within the City's geographical boundaries during the fiscal year under audit.

Special District Component Units

Section 10.554(1)(i)5.c., Rules of the Auditor General, requires, if appropriate, that we communicate the failure of a special district that is a component unit of a county, municipality, or special district, to provide the financial information necessary for proper reporting of the component unit within the audited financial statements of the county, municipality, or special district in accordance with Section 218.39(3)(b), Florida Statutes. In connection with our audit, we did not note any special district component units that failed to provide the necessary information for proper reporting in accordance with Section 218.39(3)(b), Florida Statutes.

Additional Matters

Section 10.554(1)(i)3., Rules of the Auditor General, requires us to address noncompliance with provisions of contracts or grant agreements, or fraud, waste, or abuse, that has occurred, or is likely to have occurred, that have an effect on the financial statements that is less than material but which warrants the attention of those charged with governance. In connection with our audit, we did not note any such findings.

Management's Response to Findings

The City's response to the findings identified in our audit is outlined as listed in the table of contents. The City's response was not subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we express no opinion on it.

Purpose of this Letter

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal and other granting agencies, Board of Commissioners, management, others within the City, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

James Moore & Co., P.L.

Daytona Beach, Florida
June 29, 2026

JAMESMOORE

INDEPENDENT ACCOUNTANTS' EXAMINATION REPORT

To the Honorable Mayor and City Commission,
City of St. Pete Beach, Florida:

We have examined the City of St. Pete Beach, Florida's (the City) compliance with Section 218.415, Florida Statutes, *Local Government Investment Policies* (the Statute), for the year ended September 30, 2025. Management is responsible for the City's compliance with those requirements. Our responsibility is to obtain reasonable assurance by evaluating the City's compliance with the Statute and performing other procedures to obtain sufficient appropriate evidence to express an opinion that conveys the results of our evaluation based on our examination.

Our examination was conducted in accordance with attestation standards for a direct examination engagement established by the American Institute of Certified Public Accountants (AICPA). Those standards require that we obtain reasonable assurance for evaluating against the aforementioned statute during the year ended September 30, 2025, and performing other procedures to obtain sufficient appropriate evidence to express an opinion that conveys the results of our evaluation of the City's compliance with the Statute during the year ended September 30, 2025. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of risks that the City was not in compliance with the Statute in all material respects, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

We are required to be independent of City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our examination engagement.

In our opinion, the City complied with the aforementioned requirements, in all material respects, for the year ended September 30, 2025.

James Moore & Co., P.L.

Daytona Beach, Florida
June 29, 2026

City of St. Pete Beach, Florida

Management Response and Corrective Action Plan

Fiscal Year: Year ended September 30, 2025
Prepared by: Finance Department
Date: 06/30/26

The following Management Response and Corrective Action Plan addresses the financial statement findings and management letter comments i0dentified in the City's audit for the fiscal year ended September 30, 2025. For each item, management has identified the responsible party, the specific corrective actions to be taken, and the anticipated completion date. Management takes these findings seriously and is committed to strengthening the City's internal control environment, particularly with respect to the repeat findings carried forward from the prior year.

Contact for corrective action: Finance Director, City of St. Pete Beach, 155 Corey Avenue, St. Pete Beach, FL 33706.

2025-001 Access Rights

Finding. The City should maintain adequate controls over employee benefit and pension records, including timely updates to system access and participant records when employees separate. During testing, a former employee remained listed on pension statements received by the City, and access rights had not been modified to ensure only appropriate active personnel retained access to pension-related information. This is a repeat of prior-year finding 2024-003.

Management response. Management concurs with the finding. The City did not consistently follow procedures for timely updating pension records and reviewing user access following terminations. Management recognizes the heightened importance of this control given the sensitivity of pension and personnel data and the repeat nature of the finding.

Corrective action plan.

- Establish a documented separation checklist that ties each employee termination to required actions, including removal from pension plan reporting, deactivation of system and application access, and notification to the pension plan administrators and custodians.
- Integrate the separation checklist into the NeoGov off-boarding workflow so that access-removal and pension-record update steps are triggered automatically upon entry of a termination and tracked to completion.
- Perform a periodic (no less than quarterly) user-access review of pension-related systems and records, jointly by Human Resources and Finance, to confirm that only authorized active employees retain access and that separated employees have been removed.
- Reconcile the City's pension participant listings to active-employee records at least quarterly and resolve any discrepancies with the plan administrators on a documented, timely basis.

Responsible party. Human Resources Director and Finance Director, in coordination with the pension plan administrators.

Anticipated completion date. Separation checklist and access-removal procedure: within 60 days. Off-boarding workflow integration: October 2026. First quarterly access review and pension reconciliation: January 2027; ongoing thereafter.

2025-002 Budgetary Compliance

Finding. The City's legal level of budgetary control for the General Fund is the department level. For the fiscal year, several departments incurred expenditures exceeding their final approved appropriations, and the budget entered into the Central Square financial system did not agree to the budget adopted by the City Commission. Departments exceeding final appropriations included: City Clerk ($20,459), Finance ($151,045), Parking Enforcement ($1,227), Human Resources ($23,135), Code Enforcement ($85,072), Non-departmental ($346,875), Law Enforcement ($344,939), Fire Suppression ($472,914), and Parks ($31,593).

Management response. Management concurs with the finding. The overages were driven in significant part by the extraordinary, unbudgeted costs of responding to and recovering from Hurricanes Helene and Milton, many of which are subject to FEMA Public Assistance and insurance reimbursement. Nevertheless, management acknowledges that budget amendments should have been brought forward to align appropriations with actual results, and that the adopted budget was not accurately reflected in the Central Square system.

Corrective action plan.

- Implement a formal monthly budget-to-actual review at the department level, led by Finance, with department directors accountable for explaining and addressing projected overages before they occur.
- Establish a year-end budget true-up process: Finance will analyze budget-to-actual results as the fiscal year is closed and prepare any necessary supplemental appropriations or transfers for City Commission approval. Under Florida law, amendments may be adopted up to 60 days after fiscal year-end, and the City will use this window to maintain budgetary compliance.
- Reconcile the adopted budget to the budget loaded in financial system immediately after Commission adoption each year, with a documented sign-off by the Finance Director confirming the system agrees to the adopted budget and all subsequent amendments.
- Segregate and clearly track storm-related and other reimbursable expenditures so that emergency costs can be readily identified, appropriated, and matched to FEMA and insurance recoveries.

Responsible party. Finance Director, with department directors and the City Manager's office.

Anticipated completion date. Monthly budget-to-actual reviews: beginning immediately. Budget-to-system reconciliation control: in place for the FY2026 adopted budget. Year-end true-up: each fiscal year close, within the 60-day statutory amendment window.

2025-003 Unexpended Balance — Building Permits

Finding. Section 553.80(7)(a), Florida Statutes, limits the unexpended building-permit funds a local government may carry forward to no more than its average operating budget for enforcing the Florida Building Code over the previous four fiscal years; funds in excess must be used to rebate or reduce fees. The City's unexpended building-permit funds at September 30, 2025, exceeded that four-year-average limitation. This is a repeat of prior-year finding 2024-004.

Management response. Management concurs with the finding. The City's building-permit fund balance has accumulated above the statutory carry-forward limit, in part due to elevated post-storm permitting activity. Management is committed to bringing the balance into compliance with Section 553.80(7)(a) and recognizes that doing so will require deliberate action in the upcoming budget cycle.

Corrective action plan.

- Calculate the statutory carry-forward limit (the average Building Code enforcement operating budget for the prior four fiscal years) and quantify the excess unexpended balance as of September 30, 2025.

- Develop a documented plan to reduce the excess through one or a combination of permitted means — a temporary reduction or rebate of building-permit fees, and/or expenditure of the funds on allowable Building Code enforcement costs and capital needs — and present it to the City Commission.
- Incorporate the spend-down/fee-reduction plan into the subsequent fiscal-year budget so that the building-permit fund is brought within the statutory limit, and monitor the balance against the limit at each budget cycle going forward.
- Conduct a building-permit fee study to ensure fees are aligned with the actual cost of Building Code enforcement on an ongoing basis, reducing the likelihood of future excess accumulation.

Responsible party. Finance Director and Community Development / Building Official.

Anticipated completion date. Excess calculation and reduction plan presented to the Commission: September 2026. Fee reduction/spend-down reflected in the FY2026 budget; balance monitored at each budget cycle thereafter.

2025-004 Public Depositor Report

Finding. As a qualified public depositor under Chapter 280, Florida Statutes, the City is required to complete and submit the annual Public Depositor Annual Report to the State of Florida Chief Financial Officer's office by the statutory deadline of November 30. The auditors noted that the City did not file the report by that deadline. Failure to file timely could result in the loss of the State's collateral protection on the City's public deposits.

Management response. Management concurs with the finding. The City acknowledges that the annual Public Depositor Annual Report was not submitted to the State Chief Financial Officer by the November 30 statutory deadline. Management recognizes the importance of timely filing to preserve the City's protection under the Florida Security for Public Deposits Act and is establishing a recurring control to ensure the report is filed on time going forward.

Corrective action plan.

- Assign primary and backup responsibility for preparing and submitting the Public Depositor Annual Report within the Finance Department, and document the filing procedure, including the State's online submission portal and required supporting data.
- Add the November 30 filing deadline to the Finance Department's annual compliance calendar, with reminder notifications beginning in October, so the report is prepared and submitted well in advance of the due date.
- Retain confirmation of each year's submission (the State's filing acknowledgment) in the City's records to evidence timely compliance and support future audits.
- Coordinate with the City's qualified public depository institutions to confirm that collateral and reporting requirements under Chapter 280, Florida Statutes, are met on an ongoing basis.

Responsible party. Finance Director, with Finance Department staff responsible for treasury and cash management.

Anticipated completion date. Procedure documentation and compliance-calendar control: within 60 days. First on-time filing: November 30, 2026, and annually thereafter.

Management appreciates the work of the City's independent auditors and is committed to implementing the corrective actions described above. The Finance Director will track each action to completion and report progress to the City Manager and City Commission, with particular focus on resolving the repeat findings so they do not recur in future audits.

Finance Director
City of St. Pete Beach, Florida