VILLAGE OF TEQUESTA, FLORIDA

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FISCAL YEAR ENDED SEPTEMBER 30, 2025

2025 Village of Tequesta Council

L to R: Vice-Mayor Rick Sartory,
Mayor Molly Young, Council Member Patrick Painter,
Council Member Laurie Brandon, Council Member Jayson E.French

VILLAGE OF TEQUESTA, FLORIDA

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

Prepared By
Finance Department
The Village of Tequesta, Florida

VILLAGE OF TEQUESTA, FLORIDA

TABLE OF CONTENTS

VILLAGE OF TEQUESTA, FLORIDA

TABLE OF CONTENTS

INTRODUCTORY SECTION

Village of Tequesta

345 Tequesta Drive
Tequesta, FL 33469

561-768-0700
www.tequesta.org

March 18, 2026

To the Honorable Mayor,
Members of the Village Council,
and Citizens of the Village of Tequesta, Florida:

We are pleased to present the Annual Comprehensive Financial Report (ACFR) of the Village of Tequesta, Florida (the Village), for the fiscal year ended September 30, 2025.

State law requires that general-purpose local governments publish a complete set of financial statements within nine months of the close of each fiscal year. This report has been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with generally accepted auditing standards and Government Auditing Standards by an independent certified public accounting firm.

Management assumes full responsibility for the accuracy, completeness, and fairness of the information presented in this report. We believe the data is presented fairly in all material respects and that all disclosures necessary to enable readers to gain an understanding of the Village's financial position and results of operations have been included.

Mauldin & Jenkins, Certified Public Accountants, have issued an unmodified ("clean") opinion on the Village's financial statements for the fiscal year ended September 30, 2025. The independent auditor's report is located at the beginning of the financial section.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative overview and analysis of the Village's financial performance. This letter is intended to complement the MD&A and should be read in conjunction with it.

Profile of the Government

The Village of Tequesta was incorporated on June 4, 1957, pursuant to Special Act 57-1915, Laws of Florida. The Village encompasses approximately two square miles in northern Palm Beach County and is substantially built out, with limited opportunity for geographic expansion.

The Village operates under a Council-Manager form of government. Legislative authority is vested in a five-member Village Council elected at large. The Council appoints the Village Manager, who is responsible for the administration of municipal operations and implementation of Council policies.

The Village provides a full range of municipal services, including police protection, planning and building services, public works and infrastructure maintenance, parks and recreation, water utility operations, stormwater management, and contracted residential solid waste and recycling services.

Economic Condition and Outlook

The Village of Tequesta continues to benefit from a stable residential tax base, conservative fiscal management, and sustained property value growth. For fiscal year 2025, gross taxable value increased to $2,220,506,841, compared to $2,048,061,779 in the prior year—an increase of approximately $172,445,000, or 8.4 percent. The increase reflects continued strength in residential property sales, reassessment activity following ownership transfers, and ongoing reinvestment in the existing housing stock. This recurring growth enhances revenue stability and supports long-term capital planning.

As a substantially built-out community with limited commercial development and minimal undeveloped land, the Village's economic profile is characterized by stability rather than expansion-driven growth. Accordingly, long-term financial sustainability depends on disciplined expenditure management, structurally balanced operations, and proactive infrastructure reinvestment.

Building permit activity during fiscal year 2025 remained consistent with recent years and continued to reflect reinvestment within established neighborhoods. Utility operations remained financially stable, supported by steady customer demand and rate structures designed to maintain adequate system reserves and fund capital improvements.

The Village maintains a structurally balanced General Fund and prioritizes preserving appropriate fund balance levels in accordance with adopted financial policies. Long-term obligations, including pension liabilities and infrastructure replacement needs, are incorporated into actuarial evaluations and the Village's multi-year capital improvement planning process.

Through conservative budgeting practices and long-range financial planning, the Village is well positioned to manage economic variability while continuing to provide essential municipal services at a high level.

Financial Management and Internal Controls

Village management is responsible for establishing and maintaining an internal control framework designed to protect assets, ensure reliable financial reporting, and promote compliance with applicable laws and regulations. The internal control system is designed to provide reasonable assurance that these objectives are achieved.

The Village maintains budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Village Council. The legal level of budgetary control is at the fund level. Village Manager has the authority to transfer the budgeted amounts between departments within the fund. Budget-to-actual comparisons are provided in the financial section of this report.

For fiscal year 2025, the Village was not required to undergo a Single Audit under the Uniform Guidance but was required to perform Single Audit under the Florida Single Audit Act.

Long-Term Planning and Major Initiatives

The Village Council continues to utilize strategic planning to guide policy direction and resource allocation. The Council's strategic priorities include:

- Maintaining operational excellence in service delivery
- Investing in and rehabilitating critical infrastructure
- Preserving the Village's distinctive character and quality of life
- Strengthening long-term financial stability

During fiscal year 2025, the Village continued infrastructure improvements, including water system enhancements, street and sidewalk maintenance, and water treatment facility upgrades. The Village also pursued grant funding opportunities and evaluated alternative revenue strategies to support capital reinvestment and operational sustainability.

Long-range financial planning remains a priority to ensure that infrastructure replacement, pension obligations, and utility system investments are addressed in a fiscally responsible manner.

Awards and Acknowledgments

The Government Finance Officers Association (GFOA) awarded the Village a Certificate of Achievement for Excellence in Financial Reporting for its Annual Comprehensive Financial Report for the fiscal year ended September 30, 2024. This marked the Village's forty-third consecutive year of receiving this prestigious award.

The Certificate of Achievement is valid for one year. We believe the current report meets the program's high standards and will be submitted to the GFOA for consideration.

Preparation of this report would not have been possible without the dedication and professionalism of the Finance Department staff and the cooperation of all Village departments. We extend our appreciation to the Mayor and Village Council for their continued leadership and commitment to sound financial management and transparency.

Respectfully submitted,

Jeremy Allen, ICMA-CM
Village Manager

Jeff Snyder, CPA, CGMA
Finance Director

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Village of Tequesta
Florida

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2024

Christopher P. Morrill

Executive Director/CEO

VILLAGE OF TEQUESTA, FLORIDA

ORGANIZATION CHART

SEPTEMBER 30, 2025

VILLAGE OF TEQUESTA, FLORIDA

LIST OF PRINCIPAL OFFICIALS

SEPTEMBER 30, 2025

VILLAGE COUNCIL

Molly Young	Mayor
Rick Sartory	Vice-Mayor
Laurie Brandon	Council member
Jason E.French	Council member
Patrick Painter	Council member

VILLAGE OFFICIALS

Jeremy Allen, ICMA-CM	Village Manager
Davis & Associates, PA	Village Attorney
Lori McWilliams, MMC	Village Clerk
Jeffery Snyder, CPA, CGMA	Finance Director
John McLoughlin	Fire Chief
Gus Medina	Police Chief
Merlene Reid, Ed.D., SPHR	Human Resources Director
Jeremy Hubsch	Community Development Director
Wayne Cameron	Building Director
Greg Corbitt	Parks and Recreation Director
Marjorie Craig, PE	Utilities Director

VILLAGE INDEPENDENT AUDITORS

Mauldin & Jenkins, LLC

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

MAULDIN & JENKINS
CPAs & ADVISORS

Independent Auditor's Report

To the Honorable Mayor, Village Council
and Village Manager
Village of Tequesta, Florida

Report on the Financial Statements

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

In our opinion, the financial statements referred to above 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 Village, 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Village 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 Village'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.

Auditor's 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 auditor's 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 generally accepted auditing standards and *Government Auditing Standards* 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 generally accepted auditing standards and *Government Auditing Standards*, 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 Village'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 Village'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 (on pages 4 through 17), the General Fund Budgetary Comparison Schedule, the Schedule of Changes in the Net Pension Liability (Asset) and Related Ratios, the Schedule of Village Contributions, the Schedule of Investment Returns, the Schedule of Changes in the Total OPEB Liability and Related Ratios, and the Schedules of Proportionate Share of the Net Pension Liability (on pages 87 through 102) 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 Village's basic financial statements. The accompanying combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of state financial assistance is also presented for purposes of additional analysis as required by Chapter 10.550, *Local Governmental Entity Audits*, Rules of the Auditor General, and is not a required part of the basic financial statements of the Village. Such information is the responsibility of management and was derived from and relates 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 and individual nonmajor fund financial statements and the schedule of expenditures of state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's 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 March 18, 2026, on our consideration of the Village'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 the Village's 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 Village's internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

Bradenton, Florida
March 18, 2026

MANAGEMENT'S DISCUSSION AND ANALYSIS
(MD&A)

Village of Tequesta, Florida

Management's Discussion and Analysis

As management of the Village of Tequesta, we offer the following narrative overview and analysis of the financial activities of the Village of Tequesta (Village) for the fiscal year ended September 30, 2025. We encourage readers to consider this overview and analysis in combination with the basic financial statements, notes to the financial statements, and the additional information that we have furnished in the letter of transmittal found on pages i to iv of this report.

Financial Highlights

- The assets and deferred outflows of resources of the Village of Tequesta exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by $63,209,256. Of total net position, $28,581,967 (45.2%) is unrestricted and may be used to meet the ongoing obligations to the citizens and creditors.

- The Village's total net position increased during the current period. Net position for governmental activities increased by $4,952,796, due mainly to establishing a governmental activities internal service fund for vehicle replacement. Also, robust sales of existing residential homes which reset the homestead exemptions and increases in property values. The business-type activities net position increased by $2,881,036, due mainly to increases in user fees to fund improvements to aging and much needed maintenance of reverse osmosis system.

- At the close of the current fiscal year, the Village's governmental funds reported a change in combined fund balances of $1,727,582 due to the building permit fees for the construction of a high-end condominium situated on the Atlantic Ocean, increases in ad valorem taxes due to sales of existing residential property significantly contributed to this increase, and strong investment earnings due to active investing and the rate increases.

- At the end of the current fiscal year, the total fund balance for the General Fund was $10,107,025. Of this balance, $960,163 was non-spendable for inventories and prepaid expenditures; $307,000 was restricted for debt service, $500,000 was committed to hurricane/disaster relief; and $102,997 was assigned to subsiquent years budget. $8,236,865, or 43.4% of General Fund operating expenditures and other financing uses was unassigned. At the end of the fiscal year, unrestricted fund balance (the total of the *committed, assigned and unassigned* components of fund balance) reported in the General Fund was $8,839,862.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the Village's basic financial statements. The Village's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains supplementary information intended to furnish additional details to support 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 Village's finances, in a manner similar to a private-sector business.

The *statement of net position* presents financial information on all of the Village's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village of Tequesta is improving or deteriorating.

The *statement of activities* presents information showing how the Village's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the Village 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*). The governmental activities of the Village include general government, public safety, transportation and leisure services. The business-type activities of the Village include water, stormwater and refuse and recycling.

The government-wide financial statements can be found on pages **18-19** of this report.

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 Village of Tequesta, like other states and local governments, uses fund accounting to ensure and demonstrate compliance with financial and legal requirements. All of the funds of the Village can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds. G*overnmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements utilize the modified accrual basis of accounting which focuses on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information is useful in assessing a government's near-term financing requirements.

Because the focus of governmental funds is different than that of government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental* activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities.*

The Village maintains five individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund which is always considered a major fund. Data from the other four governmental funds is combined into a single aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements in the combining and individual fund statements and schedules section of this report.

The Village adopts an annual appropriated budget for its governmental funds. A budgetary comparison schedule has been provided for the General Fund to demonstrate compliance with this budget.

The Village's governmental fund financial statements can be found on pages **20-23** of this report.

Proprietary Funds. The Village maintains two types of proprietary fund – enterprise funds and internal service fund.

Enterprise funds utilize the full accrual basis of accounting which is the same basis used to report the same functions presented as *business-type activities* in the government-wide financial statements. The Village uses enterprise funds to account for its water, stormwater, and refuse & recycling funds.

Internal service fund. During the fiscal year, the Village established a Vehicle Replacement Internal Service Fund (VRF) to provide for the systematic replacement of vehicles used across Village operations. The creation of the VRF represents a significant financial structure change intended to strengthen long-term capital planning, stabilize operating budgets, and ensure adequate funding for future vehicle replacements.

The VRF was established to accumulate resources for the replacement of vehicles used by both governmental and business-type activities. The fund owns all vehicles acquired through the program and charges participating departments an annual replacement charge. These charges are designed to recover the full cost of vehicles over their estimated useful lives.

Because the VRF predominantly serves governmental activities, its financial activity is reported within governmental activities in the government-wide financial statements. A portion of the fund's assets, liabilities, revenues, and expenses attributable to business-type activities is allocated accordingly based on annual replacement billings.

The Vehicle Replacement Fund is expected to enhance the Village's ability to manage its vehicle fleet on a long-term basis. Management will continue to review vehicle replacement assumptions, rates, and fund balances annually to ensure the fund remains financially sustainable and responsive to operational needs.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water Fund and the Stormwater Fund, major funds, as well as the Refuse and Recycling Fund, a non-major fund.

The basic proprietary fund financial statements can be found on pages **24-26** of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the Village. Fiduciary funds *are not* reported in the government-wide financial statement because the resources of those funds *are not* available to support the Village's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The Village maintains one type of fiduciary fund – a *Pension trust fund* which is used to report resources held in trust for retirees and beneficiaries covered by the *Public Safety Pension Plan* (which includes the Firefighters' Pension Trust Fund and the Police Officers' Pension Trust Fund) and the *General Employees' Pension Plan.*

The fiduciary fund financial statements can be found on pages **27-28** of this report.

Notes to basic financial statements: The notes provide additional information that is necessary to acquire a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages **29-86** of this report.

Other information: In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the Village's progress in funding its obligation to provide pension benefits and OPEB benefits to its employees, as well as the Village's net pension liability (asset) and related ratios, contributions and pension investment returns. Required supplementary information can be found on pages **87-102** of this report.

The combining and individual fund statements and schedules referred to earlier in connection with non-major governmental funds and fiduciary funds are presented immediately following the required supplementary information on pensions and OPEB. Combining and individual fund statements and schedules can be found on pages **103-110** of this report.

Government-wide Overall Financial Analysis

Net position over time may serve as a useful indicator of a government's financial position. In the case of the Village of Tequesta, assets and deferred outflows of resources exceeded liabilities and deferred inflows at the close of the most recent fiscal year. This change is discussed below.

Village of Tequesta's Total Net Position

The Village of Tequesta's total assets and deferred outflows exceeded total liabilities and deferred inflows by $63,209,256 at the close of the 2025 fiscal year. Net Position in governmental activities recorded an increase of 19.6%. The Village's business-type activities recorded a 9.6% increase in total net position. This overall increase of 14.1% is the result of the overall results of operations. The majority of this change was due to an increase in real estate transactions which increased (reset) the taxable value of residential property for ad valorem taxes, increase in interest earnings, and the ramping up for water infrastructure improvements.

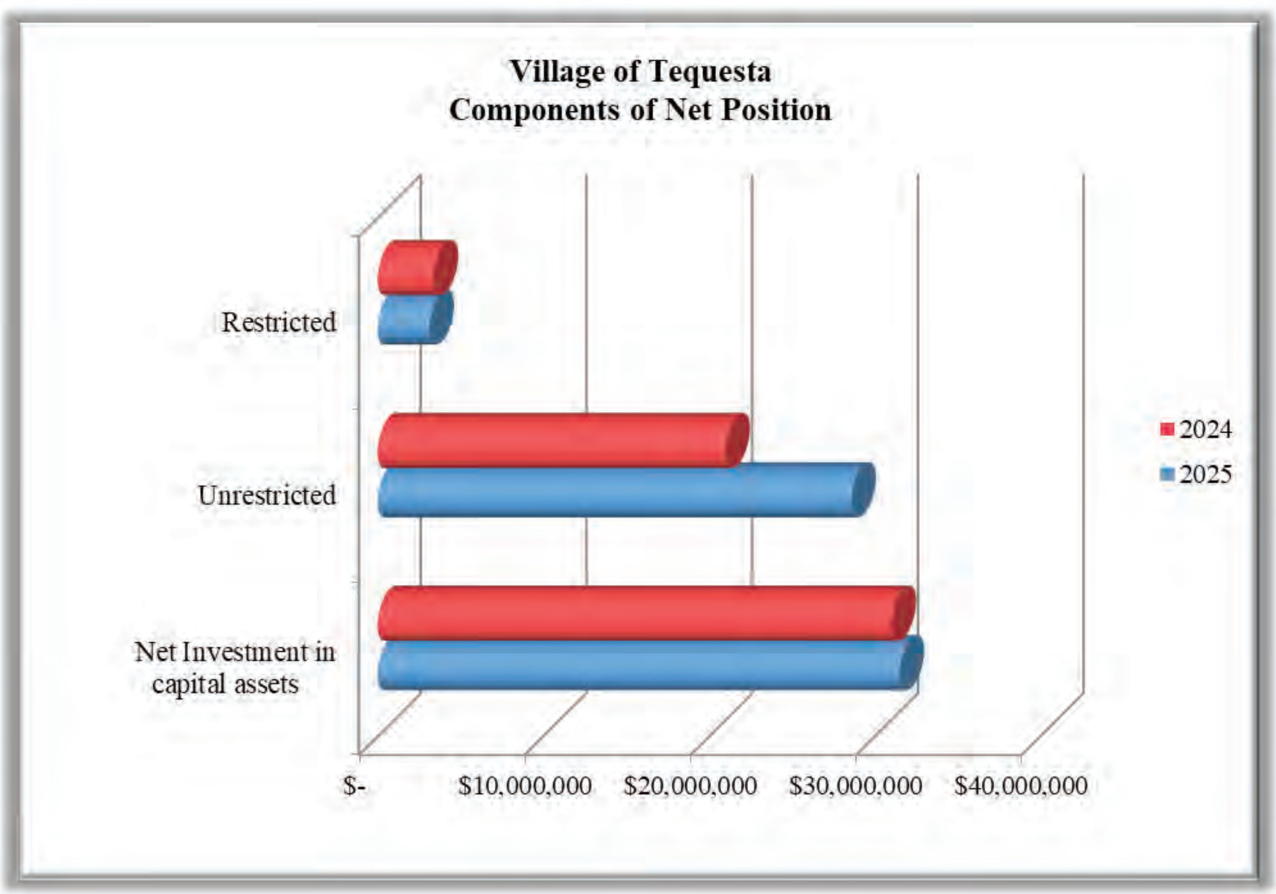
Village of Tequesta's Net Position

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Current and other assets	$ 19,305,902	$ 15,108,661	$ 17,299,517	$ 13,187,064	$ 36,605,419	$ 28,295,725
Capital assets, net	20,967,682	19,789,087	19,849,530	19,531,179	40,817,212	39,320,266
Total assets	40,273,584	34,897,748	37,149,047	32,718,243	77,422,631	67,615,991
Total deferred outflows of resources	2,552,573	4,161,075	286,444	625,226	2,839,017	4,786,301
Noncurrent liabilities	8,026,751	10,567,206	2,853,647	1,623,023	10,880,398	12,190,229
Other liabilities	1,287,769	1,208,072	1,401,258	1,406,428	2,689,027	2,614,500
Total liabilities	9,314,520	11,775,278	4,254,905	3,029,451	13,569,425	14,804,729
Total deferred inflows of resources	3,284,004	2,008,708	198,963	213,431	3,482,967	2,222,139
Net position						
Net investment in capital assets	14,981,767	13,516,727	16,516,308	17,495,935	31,498,075	31,012,662
Restricted						
Pension Asset	-	1,272,557	-	-	-	1,272,557
Infrastructure	1,015,416	401,490	-	-	1,015,416	401,490
Debt Service	307,000	301,000	483,748	420,915	790,748	721,915
Building	1,044,496	728,931	-	-	1,044,496	728,931
Law Enforcement	278,554	257,579	-	-	278,554	257,579
Unrestricted	12,600,400	8,796,553	15,981,567	12,183,737	28,581,967	20,980,290
Total net position	$ 30,227,633	$ 25,274,837	$ 32,981,623	$ 30,100,587	$ 63,209,256	$ 55,375,424

The largest portion of the Village's total net position (49.8%) represents investments in capital assets (e.g., land, buildings, machinery and equipment), less depreciation and any related outstanding debt and deferred inflows/outflows used to acquire those assets. The Village uses these capital assets to provide services to citizens; consequently, they are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the Village's net position (5.0%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of $28,581,967 is unrestricted and may be used to meet the government's ongoing obligations to its citizens and creditors.

At the end of the current fiscal year, the Village is able to report positive balances in all categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior fiscal year.



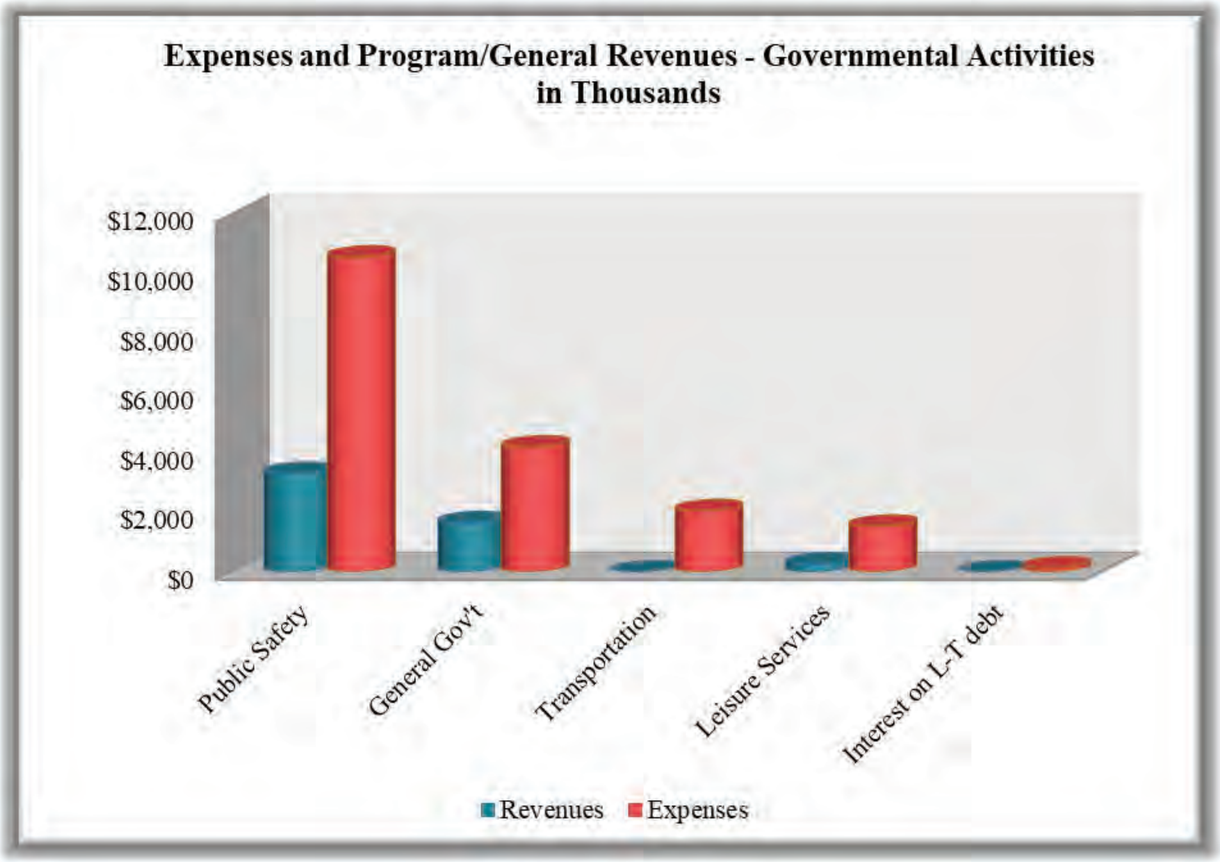
Village of Tequesta's Changes in Net Position

Village of Tequesta Changes in Net Position	Governmental Activities			Business type Activities			Total		
	2025	2024		2025	2024		2025	2024	
Revenues:									
Program Revenues:									
Charges for Services	$ 5,061,974	$ 3,548,253		$ 10,687,655	$ 9,766,656		$ 15,749,629	$ 13,314,909	
Operating Grants & Contributions	99,465	71,533		-	2,456		99,465	73,989	
Capital Grants & Contributions	32,280	129,253		255,139	289,512		287,419	418,765	
General Revenues:									
Ad valorem Taxes	12,779,426	11,703,838		-	-		12,779,426	11,703,838	
Other Taxes	2,549,001	2,419,262		-	-		2,549,001	2,419,262	
Franchise fees on gross receipts	591,864	592,096		-	-		591,864	592,096	
Unrestricted intergovernmental	1,065,969	1,079,260		-	-		1,065,969	1,079,260	
Unrestricted investment earnings	737,710	811,938		561,285	602,373		1,298,995	1,414,311	
Gain (loss) on sale of capital assets	63,256	61,597		-	21,731		63,256	83,328	
Other Miscellaneous	112,509	54,169		22,219	47,901		134,728	102,070	
Total Revenues	23,093,454	20,471,199		11,526,298	10,730,629		34,619,752	31,201,828	
Expenses:									
General government	4,168,294	3,740,337		-	-		4,168,294	3,740,337	
Public safety	10,511,330	10,789,074		-	-		10,511,330	10,789,074	
Transportation	2,037,511	1,815,814		-	-		2,037,511	1,815,814	
Leisure Services	1,517,738	1,485,463		-	-		1,517,738	1,485,463	
Interest on long-term debt	130,785	138,762		-	-		130,785	138,762	
Water utility services	-	-		7,088,283	5,518,894		7,088,283	5,518,894	
Stormwater services	-	-		592,508	605,901		592,508	605,901	
Refuse & recycling services	-	-		739,471	617,328		739,471	617,328	
Total Expenses	18,365,658	17,969,450		8,420,262	6,742,123		26,785,920	24,711,573	
Increase in net position before transfers	4,727,796	2,501,749		3,106,036	3,988,506		7,833,832	6,490,255	
Transfers	225,000	-		(225,000)	-		-	-	
Increase in net position	4,952,796	2,501,749		2,881,036	3,988,506		7,833,832	6,490,255	
Net position - beginning	25,274,837	22,773,088		30,100,587	26,112,081		55,375,424	48,885,169	
Net position - ending	$ 30,227,633	$ 25,274,837		$ 32,981,623	$ 30,100,587		$ 63,209,256	$ 55,375,424	

For the fiscal year ended September 30, 2025, the Village's overall net position increased from the prior fiscal year. Revenues increased in the governmental activities as well as in business-type activities. Combined entity-wide revenues exceeded expenses for the fiscal year ended September 30, 2025 by $7,833,832. Combined entity-wide revenues increased between FY 2025 and FY 2024 due to higher ad valorem taxes, driven by appreciating property values, property reconstruction, and property sales that reset homestead exemptions. The establishment of the new Vehicle Replacement Fund and strong investment returns from active portfolio management also contributed to the increase. These gains were partially offset by reductions in charges for services, primarily due to lower plan review fees after several large construction projects were completed in the prior fiscal year, as well as decreases in intergovernmental revenues (sales taxes) and franchise fees. Revenues from business-type activities also increased, largely due to higher water utility fees, which are designated to support significant infrastructure improvement projects planned for the near future. In addition, interest income increased, reflecting stronger investment performance. Expenses within the business-type activities also rose as the Water Fund initiated maintenance on its reverse osmosis filters, resulting in higher repair and maintenance costs.

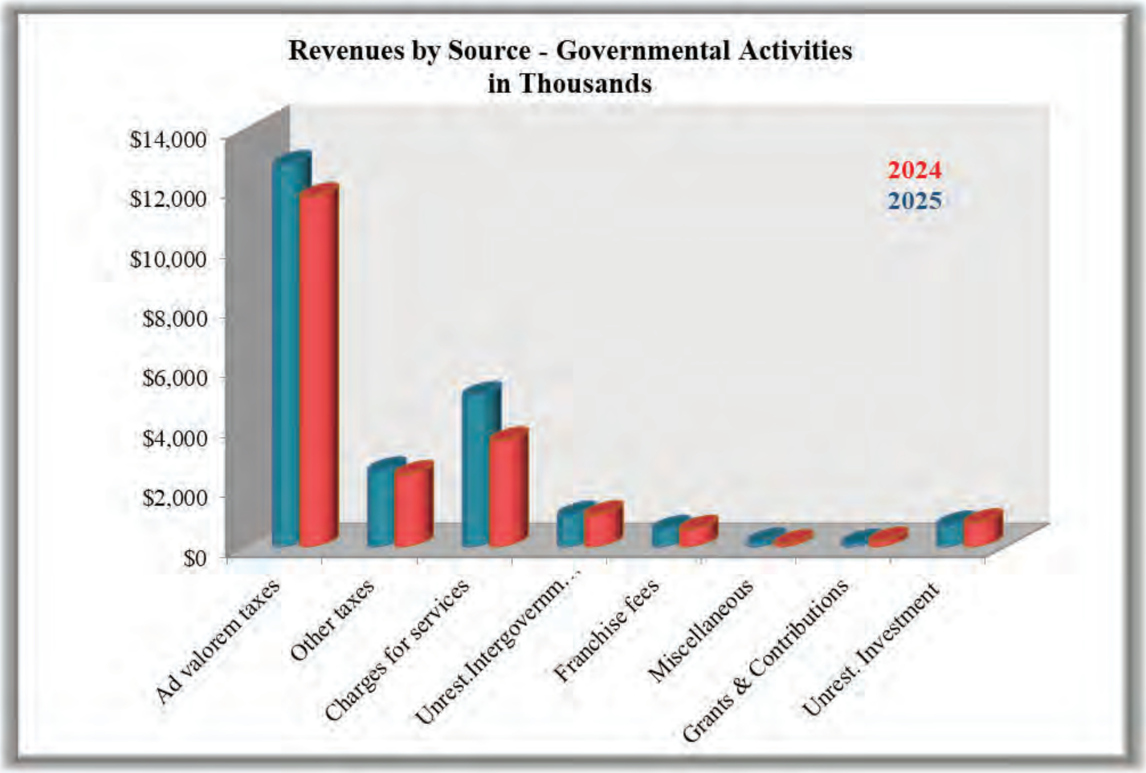
Governmental Activities – Expenses and Program/General Revenues

Governmental activities. As previously stated, overall revenue from governmental activities increased from the prior year, largely due to property sales and new construction that increased property tax revenues. Additional contributing factors included the hiring of an outside firm to collect emergency medical transport service (EMS) fees, the establishment of the Vehicle Replacement Fund, and higher income resulting from favorable rates and active investment management. As a result of the Village's operations during the fiscal year, the Village experienced an overall increase in net position of $4,952,796.

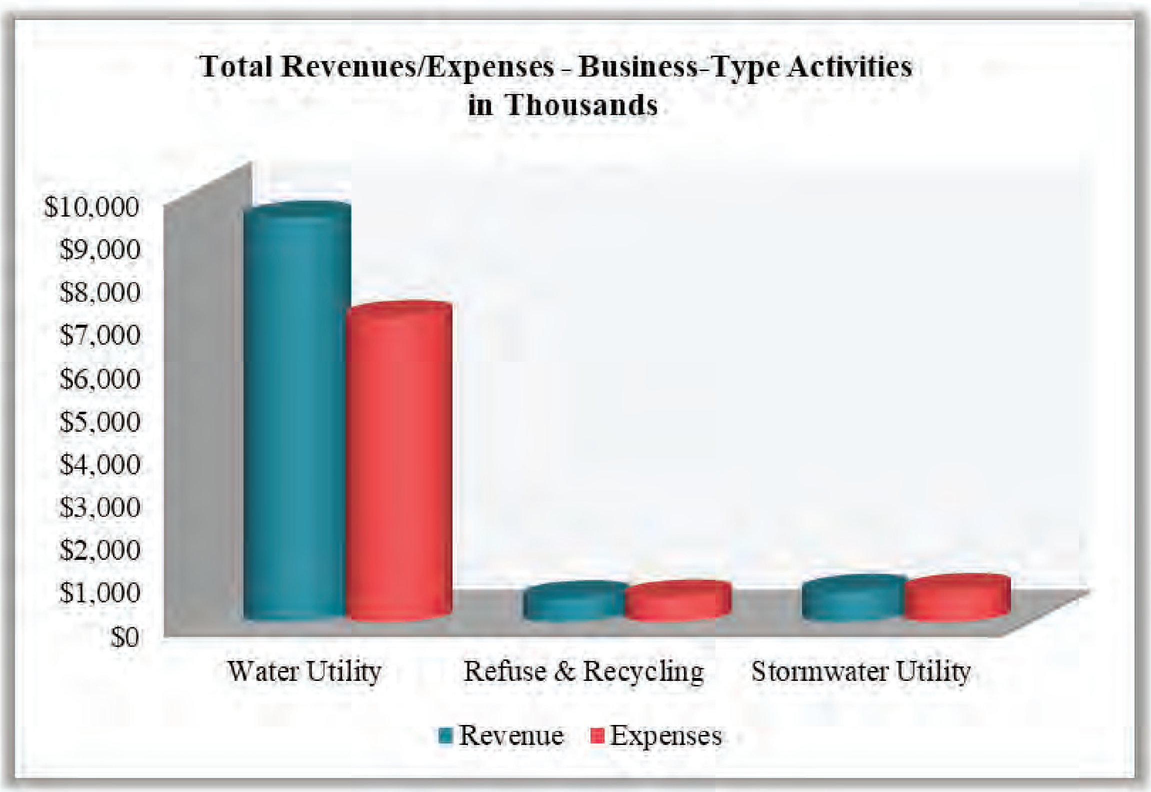


The Village's programs/functions include General Government, Public Safety, Transportation and Leisure Services. The net cost shows the extent to which the Village's general revenues support each of the Village's programs/functions. The net cost of all governmental activities this year was $13,171,939, a (7.4)% decrease from the prior period. This is mainly a result of increase in the collection of EMS fees. As shown on the Statement of Activities, functions directly benefiting from the programs generated revenue of $5,193,719 and the remaining net cost of all governmental activities were financed by ad valorem taxes as well as other taxes and fees (general revenues).

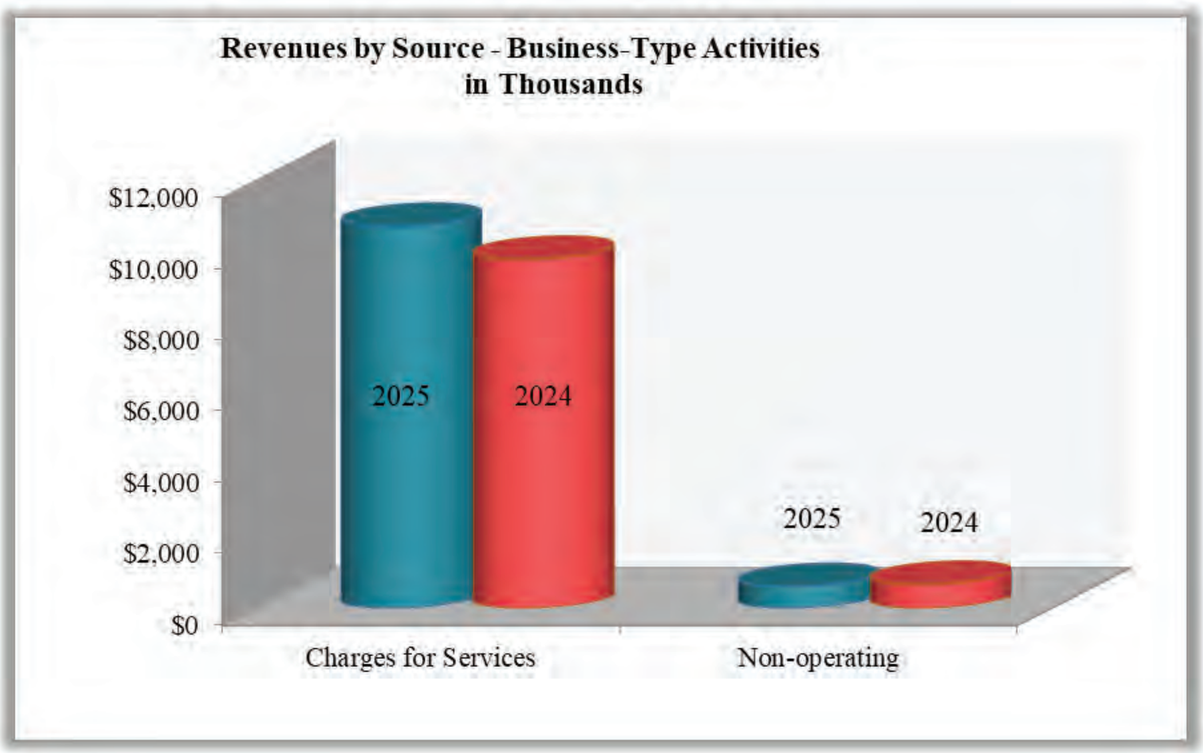
The following is a comparison of revenues by source for governmental activities for fiscal year 2025 and 2024.



Business-type Activities. The Village's business-type activities reported program revenues exceeding expenses by $2,522,532. General revenues were $358,504. This resulted in an increase in net position of $2,881,036 over the prior year.



As shown in the chart below, revenues from *charges for services* reported in business-type activities increased by $920,999 from the prior year. An increase in water rates and sales in the Water Utility Fund resulted in a significant portion of the total increase. As stated earlier, this increase was necessary to replace the aging infrastructure and large maintanance projects used for water distribution. Stormwater Utility reported increases in revenues of 2.0% and Refuse and Recycling revenues increased by 21.2% as contractually required. General Revenues and transfers (non-operating) decreased by 46.7% over the previous fiscal year due to interest rate reductions and normal changes to the miscelaneous income.

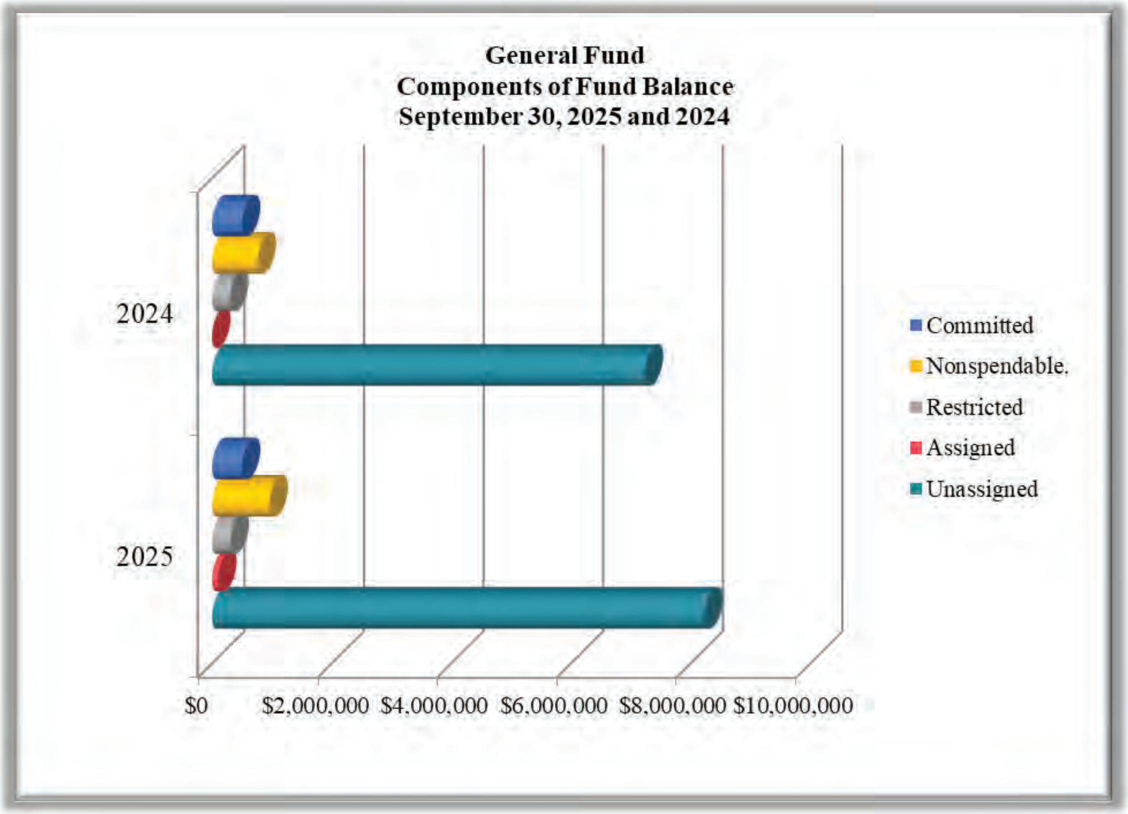


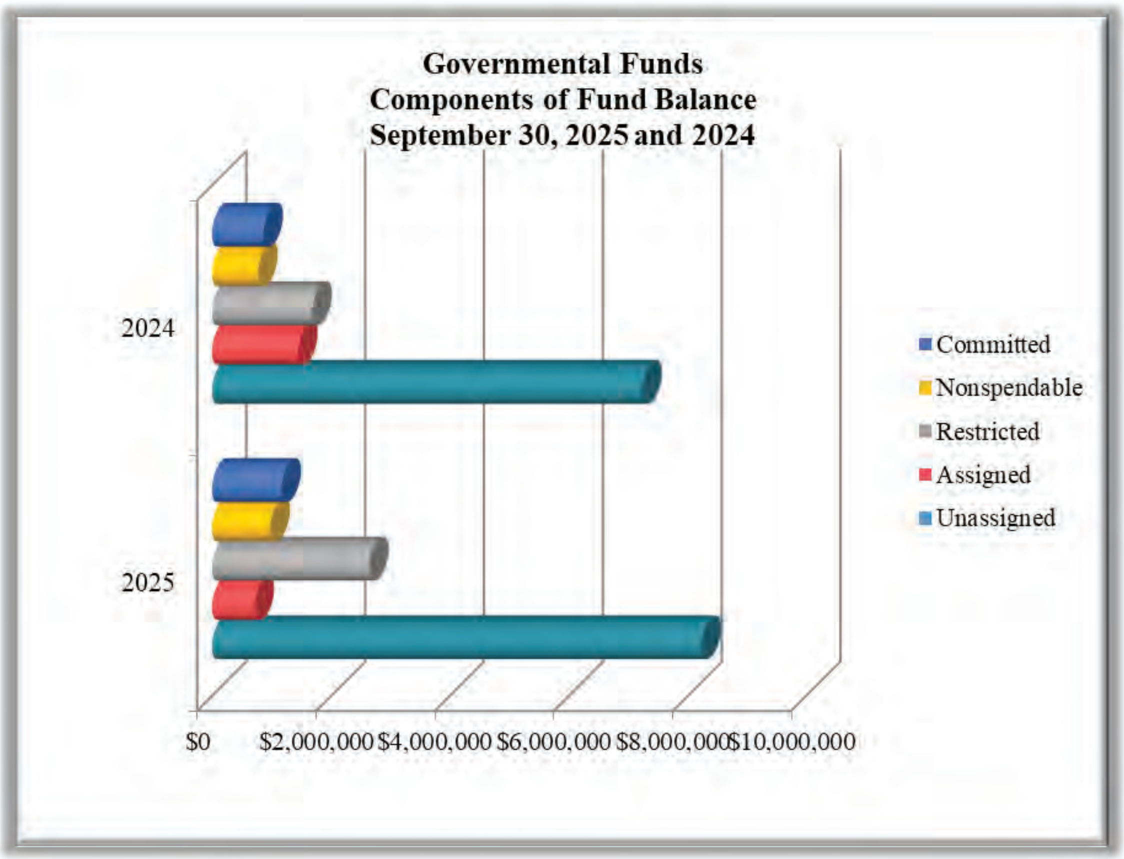
<u>Financial Analysis of the Village's Funds</u>

As noted earlier, the Village uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds: The focus of the Village's *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Village's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to be used for a particular purpose by either an external party, the Village itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes by the Village of Tequesta's Council.

At September 30, 2025 the Village's governmental funds reported total combined fund balances of $13,753,793. Of this balance $8,236,865 (59.9%) of the combined governmental fund balances is *unassigned* and is available for spending at the Village's discretion. Approximately 13.7% or $1,888,470 is *assigned or committed,* with the largest portion assigned to capital projects. Approximately 19.2% or $2,645,466 is *restricted* for a particular purpose (i.e. debt service, Building Fund, Law Enforcement Trust funds, etc.). $982,992 is in nonspendable form (i.e. inventories, prepaid items, etc.). Total combined fund balances have increased (14.4)% over the prior year.


General Fund
Components of Fund Balance
September 30, 2025 and 2024
2024
2025
Committed
Nonspendable.
Restricted
Assigned
Unassigned
$0
$2,000,000
$4,000,000
$6,000,000
$8,000,000
$10,000,000


Governmental Funds
Components of Fund Balance
September 30, 2025 and 2024
2024
2025
Committed
Nonspendable
Restricted
Assigned
Unassigned
$0
$2,000,000
$4,000,000
$6,000,000
$8,000,000
$10,000,000

The General Fund is the chief operating fund of the Village. At the end of the current fiscal year the total fund balance was $10,107,025, an increase of $1,303,970 over the prior year. Unassigned fund balance of $8,236,865, increased by $995,883 (13.8%) over the prior year. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents approximately 47.9% of fiscal year 2025 General Fund expenditures. The Village's policy is to keep unassigned fund balance at a minimum of three months (25.0%) or of expenditures (approximately $4.3 million) due to our proximity to the Atlantic Ocean and the very real threat of hurricanes. This leaves nearly $2.4 million available for one-time use for necessary projects.

The amount of General Fund revenue by type, their percentage of the total and the amount of change compared to last fiscal year are shown in the following schedule:

General Fund Revenues – by Source

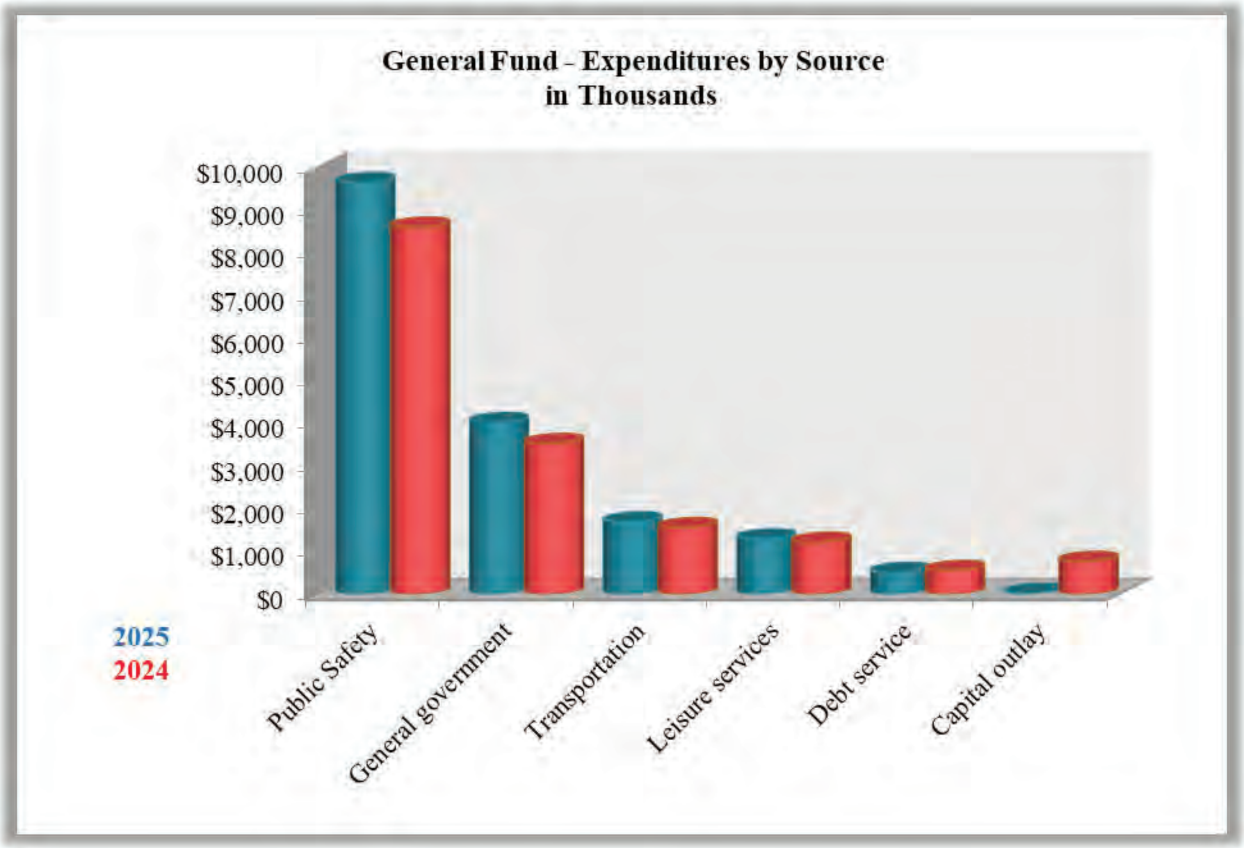
General Fund Revenues					
			Change		
Revenue Sources	**2025**	**% of Total**	**$**	**%**	**2024**
Ad valorem taxes	$ 12,779,426	63.0%	$ 1,075,588	9.2%	$ 11,703,838
Other taxes	1,614,990	8.0%	83,816	5.5%	1,531,174
Charges for services	2,266,131	11.2%	597,068	35.8%	1,669,063
Intergovernmental	1,065,969	5.3%	(13,291)	(1.2)%	1,079,260
Intragovernmental	910,478	4.5%	7,487	0.8%	902,991
Franchise fees	591,864	2.9%	(232)	-%	592,096
Licenses and permits	9,900	-%	1,510	18.0%	8,390
Rents and Royalties	209,241	1.0%	(1,912)	(0.9)%	211,153
Fines and forfeitures	33,853	0.2%	19,499	135.8%	14,354
Misc. grants and contributions	220,771	1.1%	(29,871)	(11.9)%	250,642
Investment earnings	569,358	2.8%	(119,690)	(17.4)%	689,048
Total Revenue	$ 20,271,981	100%	$ 1,619,972	8.7%	$ 18,652,009

As noted in the table above, total General Fund revenues increased by $1,619,972 (8.7%). The largest changes were due to increased ad valorem tax revenue resulting from increased property values, new construction; and property sales which resets the homestead exemption ceilings plus charges for services which offset losses in sales taxes (intergovernmental), interest earnings, and grants and contributions.

Expenditures in the General Fund are shown in the following schedule:

General Fund Expenditures by Function/Classification					
			Change		
Function	**2024**	**% of Total**	**$**	**%**	**2023**
General government	$ 4,021,820	23.4%	$ 489,387	13.9%	$ 3,532,433
Public Safety	9,640,589	56.0%	1,045,871	12.2%	8,594,718
Transportation	1,697,057	9.9%	132,640	8.5%	1,564,417
Leisure services	1,301,321	7.6%	81,785	6.7%	1,219,536
Debt service	515,860	3.0%	(42,463)	(7.6)%	558,323
Capital outlay	25,920	0.2%	(743,932)	(96.6)%	769,852
Total expenditures	$ 17,202,567	100%	$ 963,288	5.9%	$ 16,239,279

Total General fund expenditures increased from the prior year by $963,288 or 5.9%. Payments to the Vehicle Replacement Fundaccounted for for nearle all of the general government increase. The increase in public safety mainly due to union negotiated raises. The large change in Leisure services is related to the operation of the new community center including classes (paying for instructors) which are very well attended. The Village's purchase of a new pumper truck during in fiscal year 2024 for the Fire Department resulted in the decrease of $743,932 or 96.6% of capital expenditures. Below is a graphical presentation of how the Village expends funds and how they compare to the prior period.



At September 30, 2025, ending fund balances for the Non-major Special Revenue funds are as follows: Building Fund - $1,084,267; Special Law Enforcement Fund - $341,393. The ending fund balances in the Non-major Capital Projects Funds are as follows: Capital Projects Fund - $460,886, Capital Improvement Fund - $1,760,222. Fund balances in these funds are restricted or assigned for capital projects/improvements; public safety/enforcement of the building code. The Building Fund derives its revenue primarily from building permit fees, while the Special Law Enforcement Fund receive its revenue from the U.S. Department of Justice from asset forfeitures/seizures. The Capital Projects Fund receives its funding from the infrastructure sales tax and the water utility tax while the Capital Improvement Fund receives revenue primarily from capital grants and transfers-in from the General Fund plus other funds.

General Fund Budgetary Highlights

The General Fund original budgeted expenditures were increased by $410,215 the majority of which was for salary and benefit adjustments with the International Assosiation of Fire Fighters during union negotiations. The General Fund expenditures were less than appropriations by $915,905 or 4.6%. These savings were spread across the departments: legal services resulted in savings of $104,000, Police Department was less than budgeted by $270,000 due to staff openings, Fire Department was able to realize savings of nearly $100,000 in operating expenditures, and Public Works experienced fewer emergency repairs during the fiscal year, resulting in savings of nearly $120,000 across its accounts.

Proprietary funds: The Village's proprietary funds provide the same type of information found in the government-wide financial statements, the main difference is the basis of accounting utilized. Proprietary funds use the full accrual basis of accounting while the governmental funds utilize the modified accrual basis of accounting. The table below summarizes the operating income (loss) and the change in net position for each of the Village's proprietary funds. At the end of the year, the total net position of the proprietary funds was $32,857,277 and an increase of $2,756,690 from the prior period as shown below. Other factors concerning the finances of this major fund have already been addressed in the discussion of the Village's business-type activities.

Proprietary Funds
Change in Operating Income (Loss) and Net Position

	Operating Income (Loss)		Change in Net Position	
	2025	2024	2025	2024
Water	$ 2,430,613	$ 3,178,716	$ 2,739,379	$ 4,019,777
Stormwater	(29,076)	(43,564)	149,079	(20,796)
Refuse and Recycling	(19,575)	(23,175)	(7,422)	(10,475)
	$ 2,381,962	$ 3,111,977	$ 2,881,036	$ 3,988,506

Capital Assets and Debt Administration

Capital assets: The Village's capital assets for its governmental and business-type activities total $40,817,212 (net accumulated depreciation) as of September 30, 2025. The Village acquired $3,842,784 in assets during the year and disposed of $426,039 during the year.

Additional information on the Village's capital assets can be found in Note 3D, Capital Assets, starting on page 50 of this report.

Capital Assests

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Land	$ 634,017	$ 634,017	$ 83,335	$ 83,335	$ 717,352	$ 717,352
Construction in progress	1,313,441	956,203	4,037,437	2,922,314	5,350,878	3,878,517
Buildings	14,752,547	14,752,547	972,980	972,980	15,725,527	15,725,527
Improvements	2,691,348	2,691,348	58,720	58,720	2,750,068	2,750,068
Infrastructure	7,685,852	6,045,568	38,554,439	38,554,439	46,240,291	44,600,007
Machinery & Equipment	6,628,529	6,387,219	2,358,653	2,291,766	8,987,182	8,678,985
Intangibles	-	-	48,649	48,649	48,649	48,649
Other - K-9	16,452	20,549	-	-	16,452	20,549
Total capital assets	33,722,186	31,487,451	46,114,213	44,932,203	79,836,399	76,419,654
Less accumulated depreciation	(12,754,504)	(11,698,364)	(26,264,683)	(25,401,024)	(39,019,187)	(37,099,388)
Total capital assets, net	$ 20,967,682	$ 19,789,087	$ 19,849,530	$ 19,531,179	$ 40,817,212	$ 39,320,266

Noncurrent liabilities: At the end of the current fiscal year, the Village had a total of $11,843,051 of noncurrent liabilities. The largest portion are debt instruments in the form of promissory notes with Bank of America that are secured by general revenue sources, not the full faith and credit of the Village. The table below summarizes the Village's debt position.

In accordance with GASB Statements No's. 68 and 75, the Village recognized a net pension liability (NPL) of $848,034 and a total OPEB liability of $1,014,720, respectively. The Village is presenting the NPL and OPEB liability as separate components of the noncurrent liabilities on the face of the financial statements to present more clearly the Village's long-term pension and other post-employment benefit obligations. A more detailed explanation can be found in Note 3.K – Noncurrent Liabilities.

Noncurrent Liabilities

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Notes payable	$ 5,810,000	$ 6,111,000	$ 2,952,056	$ 1,546,008	$ 8,762,056	$ 7,657,008
Financed purchases	61,104	141,898	-	-	61,104	141,898
Compensated absences	993,879	928,014	163,258	144,117	1,157,137	1,072,131
Total OPEB Liability	787,639	711,295	227,081	187,276	1,014,720	898,571
Net Pension Liability	848,034	3,183,959	-	191,537	848,034	3,375,496
Total Noncurrent Liabilities	$ 8,500,656	$ 11,076,166	$ 3,342,395	$ 2,068,938	$ 11,843,051	$ 13,145,104

Economic Factors and Next Year's Budgets and Rates

The following economic factors currently affect the Village of Tequesta and were considered in developing the 2025-2026 fiscal year budget:

- The Village Council's decision to hold the millage rate at 6.4595.
- Significant new construction, reconstruction, and home sales caused the gross taxable value of properties to increase 8.4%. Approximately 61% of residential housing has homestead exemption.
- Interest rates were expected to be reduced significantly by the end of 2024-25 fiscal year affecting interest earnings as a result budgeted revenues were significantly decreased.
- The Village Council approved a water rate increase of 3.5% to fund capital needs.
- The Village Council approved a new Police Officers contract for three years. The first year of contract provides for 13% average increase.
- Village Council approved an increase of 8.4% in refuse and recycling rates to stabilize the fund.
- Village Council approved increase of 3.5% in stormwater rates.

Requests for Information

This financial report is designed to provide a general overview of the Village of Tequesta'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 Village of Tequesta, Finance Department, 345 Tequesta Drive, Tequesta, Florida 33469.

BASIC FINANCIAL STATEMENTS

VILLAGE OF TEQUESTA, FLORIDA

STATEMENT OF NET POSITION

SEPTEMBER 30, 2025

	Governmental Activities	Business-type Activities	Total
Assets			
Cash	$ 2,332,833	$ 2,863,340	$ 5,196,173
Investments	11,800,348	12,471,146	24,271,494
Receivables, net	1,590,973	1,121,482	2,712,455
Internal balances	(124,346)	124,346	-
Inventories	52,816	431,009	483,825
Prepaid items	930,176	164,418	1,094,594
Net pension asset	2,723,102	123,776	2,846,878
Capital assets not being depreciated	1,947,458	4,120,772	6,068,230
Capital assets being depreciated, net	19,020,224	15,728,758	34,748,982
Total Assets	40,273,584	37,149,047	77,422,631
Deferred Outflows of Resources			
Deferred outflows - pensions	2,258,538	146,441	2,404,979
Deferred outflows - OPEB	294,035	84,772	378,807
Deferred charge on refunding	-	55,231	55,231
Total Deferred Outflows of Resources	2,552,573	286,444	2,839,017
Liabilities			
Accounts payable	408,260	780,174	1,188,434
Accrued liabilities	257,427	52,139	309,566
Accrued interest payable	63,329	10,870	74,199
Retainage payable	15,064	28,023	43,087
Customer deposits	-	41,000	41,000
Unearned revenue	62,262	-	62,262
Due to other governments	7,522	304	7,826
Noncurrent liabilities:			
Due within one year	473,905	488,748	962,653
Due in more than one year	6,391,078	2,626,566	9,017,644
Pension/OPEB liability due within one year	804,631	15,407	820,038
Total OPEB liability due in more than one year	734,198	211,674	945,872
Net pension liability due in more than one year	96,844	-	96,844
Total Liabilities	9,314,520	4,254,905	13,569,425
Deferred Inflows of Resources			
Deferred inflows - pensions	2,217,842	177,127	2,394,969
Deferred inflows - leases	990,423	-	990,423
Deferred inflows - OPEB	75,739	21,836	97,575
Total Deferred Inflows of Resources	3,284,004	198,963	3,482,967
Net Position			
Net investment in capital assets	14,981,767	16,516,308	31,498,075
Restricted:			
Infrastructure	1,015,416	-	1,015,416
Debt Service	307,000	483,748	790,748
Building	1,044,496	-	1,044,496
Law Enforcement	278,554	-	278,554
Unrestricted	12,600,400	15,981,567	28,581,967
Total Net Position	$ 30,227,633	$ 32,981,623	$ 63,209,256

The accompanying notes are an integral part of these financial statements.

VILLAGE OF TEQUESTA, FLORIDA

STATEMENT OF ACTIVITIES

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

		Program Revenues			Net (Expense) Revenue and Changes in Net Position		
					Primary Government		
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Primary Government							
Governmental Activities							
General government	$ 4,168,294	$ 1,639,530	$ -	$ -	$ (2,528,764)	$ -	$ (2,528,764)
Public safety	10,511,330	3,176,603	81,651	32,280	(7,220,796)	-	(7,220,796)
Transportation	2,037,511	-	-	-	(2,037,511)	-	(2,037,511)
Leisure services	1,517,738	245,841	17,814	-	(1,254,083)	-	(1,254,083)
Interest on long-term debt	130,785	-	-	-	(130,785)	-	(130,785)
Total governmental activities	18,365,658	5,061,974	99,465	32,280	(13,171,939)	-	(13,171,939)
Business-type Activities							
Water	7,088,283	9,394,408	-	110,139	-	2,416,264	2,416,264
Stormwater utility	592,508	573,351	-	145,000	-	125,843	125,843
Refuse and Recycling	739,471	719,896	-	-	-	(19,575)	(19,575)
Total business-type activities	8,420,262	10,687,655	-	255,139	-	2,522,532	2,522,532
Total primary government	$ 26,785,920	$ 15,749,629	$ 99,465	$ 287,419	(13,171,939)	2,522,532	(10,649,407)
	General Revenues						
	General revenues:						
	Ad valorem taxes				12,779,426	-	12,779,426
	Utility taxes				1,089,084	-	1,089,084
	Communication service tax				330,005	-	330,005
	Insurance premium taxes				396,958	-	396,958
	Infrastructure surtax				631,990	-	631,990
	Business taxes				100,964	-	100,964
	Franchise fees based on gross receipts				591,864	-	591,864
	Unrestricted intergovernmental revenues				1,065,969	-	1,065,969
	Unrestricted investment earnings				737,710	561,285	1,298,995
	Gain on sale of capital assets				63,256	-	63,256
	Miscellaneous revenues				112,509	22,219	134,728
	Transfers				225,000	(225,000)	-
	Total general revenues				18,124,735	358,504	18,483,239
	Change in net position				4,952,796	2,881,036	7,833,832
	Net Position - Beginning				25,274,837	30,100,587	55,375,424
	Net Position - Ending				$ 30,227,633	$ 32,981,623	$ 63,209,256

The accompanying notes are an integral part of these financial statements.

VILLAGE OF TEQUESTA, FLORIDA

BALANCE SHEET
GOVERNMENTAL FUNDS

SEPTEMBER 30, 2025

	General Fund	Nonmajor Governmental Funds	Total Governmental Funds
Assets			
Cash	$ 947,045	$ 1,041,092	$ 1,988,137
Investments	8,336,262	2,529,390	10,865,652
Receivables, net	1,426,380	146,843	1,573,223
Inventories	52,445	371	52,816
Prepaid items	907,718	22,458	930,176
Total Assets	$ 11,669,850	$ 3,740,154	$ 15,410,004
Liabilities			
Accounts payable	$ 267,726	$ 55,787	$ 323,513
Accrued liabilities	241,576	15,851	257,427
Retainage payable	-	15,064	15,064
Unearned revenue	62,262	-	62,262
Due to other governments	838	6,684	7,522
Total Liabilities	572,402	93,386	665,788
Deferred Inflows of Resources			
Deferred inflows - leases	990,423	-	990,423
Total Deferred Inflows of Resources	990,423	-	990,423
Fund Balances			
Nonspendable:			
Inventories	52,445	371	52,816
Prepaid items	907,718	22,458	930,176
Restricted:			
Infrastructure	-	1,015,416	1,015,416
Debt Service	307,000	-	307,000
Building	-	1,044,496	1,044,496
Law Enforcement	-	278,554	278,554
Committed to:			
Disaster Reserve	500,000	-	500,000
Capital Projects	-	670,365	670,365
Assigned to:			
Capital Projects	-	449,578	449,578
Subsequent years budget	102,997	165,530	268,527
Unassigned:			
General Fund	8,236,865	-	8,236,865
Total Fund Balances	10,107,025	3,646,768	13,753,793
Total Liabilities and Fund Balances	$ 11,669,850	$ 3,740,154	$ 15,410,004

The accompanying notes are an integral part of these financial statements.

VILLAGE OF TEQUESTA, FLORIDA

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION

SEPTEMBER 30, 2025

Amounts reported for governmental activities in the statement of net position are different because:	
Total Fund Balances - Governmental Funds	$ 13,753,793
Net pension asset is not considered to represent a financial asset in the governmental funds.	2,723,102
Net capital assets used in the governmental activities are not financial resources and, therefore are not reported in the governmental funds, excluding Internal Service Fund.	20,649,630
Deferred outflows of resources related to pensions and OPEB transactions are not reported in the governmental funds.	2,552,573
Deferred inflows of resources related to pensions and OPEB transactions are not recognized in the governmental funds.	(2,293,581)
Long-term liabilities, including notes payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds.	(6,928,312)
Total OPEB liability is not due and payable in the current period and, therefore, not reported in the governmental funds.	(787,639)
Net pension liability is not due and payable in the current period and, therefore, not reported in the governmental funds.	(848,034)
Internal service fund is used by management to charge the costs of fleet replacement to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	1,406,101
Net Position of Governmental Activities	$ 30,227,633

The accompanying notes are an integral part of these financial statements.

VILLAGE OF TEQUESTA, FLORIDA

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	General Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues			
Ad valorem taxes	$ 12,779,426	$ -	$ 12,779,426
Other taxes	1,614,990	934,011	2,549,001
Charges for services	2,266,131	4,436	2,270,567
Intergovernmental	1,065,969	-	1,065,969
Intragovernmental	910,478	-	910,478
Licenses and permits	9,900	1,438,818	1,448,718
Franchise fees	591,864	-	591,864
Rents and royalties	209,241	-	209,241
Miscellaneous	89,026	358	89,384
Fines and forfeitures	33,853	212,242	246,095
Grants, contributions and donations	131,745	-	131,745
Investment earnings	569,358	132,979	702,337
Total Revenues	20,271,981	2,722,844	22,994,825
Expenditures			
General government	4,021,820	787	4,022,607
Public safety	9,640,589	1,197,891	10,838,480
Transportation	1,697,057	46,386	1,743,443
Leisure services	1,301,321	-	1,301,321
Capital outlay	25,920	2,031,327	2,057,247
Debt service:			
Principal	381,794	-	381,794
Interest	134,066	-	134,066
Total Expenditures	17,202,567	3,276,391	20,478,958
Excess (Deficiency) of Revenues Over Expenditures	3,069,414	(553,547)	2,515,867
Other Financing Sources (Uses)			
Transfers in	-	1,052,159	1,052,159
Transfers out	(1,801,949)	(75,000)	(1,876,949)
Sale of capital assets	36,505	-	36,505
Total Other Financing Sources (Uses)	(1,765,444)	977,159	(788,285)
Net change in fund balances	1,303,970	423,612	1,727,582
Fund Balances - Beginning	8,803,055	3,223,156	12,026,211
Fund Balances - Ending	$ 10,107,025	$ 3,646,768	$ 13,753,793

The accompanying notes are an integral part of these financial statements.

VILLAGE OF TEQUESTA, FLORIDA

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

Amounts reported for governmental activities in the statement of activities are different because:		
Net change in fund balances - total governmental funds		$ 1,727,582
Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation/amortization in the current period.		
The details of the difference are as follows:		
Capital outlay	2,039,839	
Depreciation/amortization expense	(1,179,296)	860,543
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.		
Payment on notes payable	301,000	
Payment on financed purchases	80,794	381,794
Some revenues and expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported in governmental funds:		
The details of the difference are as follows:		
Accrued interest payable	3,281	
Compensated absences	(65,865)	
Total OPEB liability	(53,591)	
Net pension related	692,951	576,776
Internal service fund is used by management to charge the costs of fleet replacement to individual funds. The net revenue of the internal service fund is reported with governmental activities:	1,406,101	1,406,101
Change in net position of governmental activities		$ 4,952,796

The accompanying notes are an integral part of these financial statements.

VILLAGE OF TEQUESTA, FLORIDA

STATEMENT OF NET POSITION
PROPRIETARY FUNDS

SEPTEMBER 30, 2025

	Business-type Activities				Governmental Activities
	Water Fund	Stormwater	Nonmajor Refuse & Recycling	Total	Internal Service Fund
Assets					
Current Assets:					
Cash	$ 2,628,474	$ 178,210	$ 56,656	$ 2,863,340	$ 344,696
Investments	12,226,711	214,612	29,823	12,471,146	934,696
Receivables, net	1,086,873	30,030	4,579	1,121,482	17,750
Inventories	429,694	1,315	-	431,009	-
Prepaid items	161,541	2,877	-	164,418	-
Total Current Assets	16,533,293	427,044	91,058	17,051,395	1,297,142
Non-current Assets:					
Net pension asset	114,647	9,129	-	123,776	-
Capital assets not being depreciated	4,120,772	-	-	4,120,772	-
Capital assets being depreciated, net	13,433,224	2,295,534	-	15,728,758	318,052
Total Non-Current Assets	17,668,643	2,304,663	-	19,973,306	318,052
Total Assets	34,201,936	2,731,707	91,058	37,024,701	1,615,194
Deferred Outflows of Resources					
Deferred outflows - pensions	135,641	10,800	-	146,441	-
Deferred outflows - OPEB	78,520	6,252	-	84,772	-
Deferred charge on refunding	55,231	-	-	55,231	-
Total Deferred Outflows of Resources	269,392	17,052	-	286,444	-
Liabilities					
Current Liabilities:					
Accounts payable	$ 650,721	$ 68,071	$ 61,382	$ 780,174	$ 84,747
Accrued liabilities	60,667	2,342	-	63,009	-
Retainage payable	28,023	-	-	28,023	-
Customer deposits	41,000	-	-	41,000	-
Compensated absences	5,000	-	-	5,000	-
Due to other governments	304	-	-	304	-
Notes payable	483,748	-	-	483,748	-
Current OPEB liability	14,271	1,136	-	15,407	-
Total Current Liabilities	1,283,734	71,549	61,382	1,416,665	84,747
Noncurrent Liabilities:					
Compensated absences	152,156	6,102	-	158,258	-
Notes payable	2,468,308	-	-	2,468,308	-
OPEB liability	196,062	15,612	-	211,674	-
Total Noncurrent Liabilities	2,816,526	21,714	-	2,838,240	-
Total Liabilities	4,100,260	93,263	61,382	4,254,905	84,747
Deferred Inflows of Resources					
Deferred inflows - pensions	164,063	13,064	-	177,127	-
Deferred inflows - OPEB	20,226	1,610	-	21,836	-
Total Deferred Inflows of Resources	184,289	14,674	-	198,963	-
Net Position					
Net investment in capital assets	14,261,836	2,254,472	-	16,516,308	233,305
Restricted:					
Debt Service	483,748	-	-	483,748	-
Unrestricted	15,441,195	386,350	29,676	15,857,221	1,297,142
Total Net Position	$ 30,186,779	$ 2,640,822	$ 29,676	32,857,277	$ 1,530,447
Adjustment to report the cumulative internal balance for the net effect of the activity between the Internal service funds and the enterprise funds over time				124,346	
Net position of business-type activities				$ 32,981,623	

The accompanying notes are an integral part of these financial statements.

VILLAGE OF TEQUESTA, FLORIDA

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	Business-type Activities				Governmental Activities
	Water Fund	Stormwater	Nonmajor Refuse & Recycling	Total	Internal Service Fund
Operating Revenues					
Charges for services:					
Metered water sale	$ 9,394,408	$ -	$ -	$ 9,394,408	$ -
Stormwater fees	-	573,351	-	573,351	-
Refuse and recycling fees	-	-	719,896	719,896	-
Vehicle replacement	-	-	-	-	498,046
Total Operating Revenues	9,394,408	573,351	719,896	10,687,655	498,046
Operating Expenses					
Cost of sales and services:					
Plant production	2,856,873	-	-	2,856,873	-
Distribution	1,531,180	-	-	1,531,180	-
Stormwater	-	376,167	-	376,167	-
Purchased services	-	-	739,471	739,471	-
Management services	741,187	52,482	-	793,669	-
Administration	1,108,888	-	-	1,108,888	-
Depreciation/amortization	725,667	173,778	-	899,445	79,513
Total Operating Expenses	6,963,795	602,427	739,471	8,305,693	79,513
Operating Income (Loss)	2,430,613	(29,076)	(19,575)	2,381,962	418,533
Non-Operating Revenues (Expenses)					
Investment earnings	533,429	15,703	12,153	561,285	35,373
Interest expense	(119,403)	-	-	(119,403)	-
Gain (loss) on disposal of capital assets	(125,462)	5,950	-	(119,512)	26,751
Miscellaneous revenue	10,717	11,502	-	22,219	-
Total Non-Operating Revenues	299,281	33,155	12,153	344,589	62,124
Income (loss) Before Transfers and Contributions	2,729,894	4,079	(7,422)	2,726,551	480,657
Transfers in	-	-	-	-	1,049,790
Transfers out	(225,000)	-	-	(225,000)	-
Capital contributions	110,139	-	-	110,139	-
Contributions - grants	-	145,000	-	145,000	-
Change in Net Position	2,615,033	149,079	(7,422)	2,756,690	1,530,447
Net Position - Beginning	27,571,746	2,491,743	37,098		-
Net Position - Ending	$ 30,186,779	$ 2,640,822	$ 29,676		$ 1,530,447
Adjustment for the net effect of the current year activity between the internal service funds and the enterprise funds.				124,346	
Changes in net position of business-type activities				$ 2,881,036	

The accompanying notes are an integral part of these financial statements.

VILLAGE OF TEQUESTA, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	Business-type Activities				Vehicle Replacement Fund
	Water Fund	Storm Water Fund	Refuse Nonmajor Fund	Totals	
Cash Flows from Operating Activities					
Cash received from customers, governments and other funds	$ 9,281,869	$ 550,012	$ 719,332	$ 10,551,213	$ 480,296
Cash paid to suppliers for goods and services	(3,769,290)	(322,750)	(729,209)	(4,821,249)	
Cash paid to employees for services and benefits	(2,522,367)	(120,483)	-	(2,642,850)	-
Net Cash Provided by (Used in) Operating Activities	2,990,212	106,779	(9,877)	3,087,114	480,296
Cash Flows from Noncapital Financing Activities					
Transfers to other funds	(225,000)	-	-	(225,000)	
Transfers from other funds	-	-	-	-	1,049,790
Net Cash Provided by (Used in) Noncapital Financing Activities	(225,000)	-	-	(225,000)	1,049,790
Cash Flows from Capital and Related Financing Activities					
Acquisition and construction of capital assets	(1,353,829)	-	-	(1,353,829)	(312,818)
Cash received from sale of capital assets	10,571	5,950	-	16,521	
Capital contributions - grants	-	145,000	-	145,000	-
Capital contributions - tap fees	110,139	-	-	110,139	-
Proceeds from notes payable	1,826,963	-	-	1,826,963	-
Principal paid on long-term debt	(420,915)	-	-	(420,915)	-
Interest paid	(87,358)	-	-	(87,358)	-
Net Cash Provided by (Used in) Capital and Related Financing Activities	85,571	150,950	-	236,521	(312,818)
Cash Flows from Investing Activities					
Purchase of investments	(1,446,519)	(187,894)	42,899	(1,591,514)	(934,696)
Interest and micsellaneous income	542,323	27,205	12,153	581,681	62,124
Net Cash Provided by (Used in) Investing Activities	(904,196)	(160,689)	55,052	(1,009,833)	(872,572)
Net Change in Cash and Cash Equivalents	1,946,587	97,040	45,175	2,088,802	344,696
Cash and Cash Equivalents - Beginning	681,887	81,170	11,481	774,538	-
Cash and Cash Equivalents - Ending	$ 2,628,474	$ 178,210	$ 56,656	$ 2,863,340	$ 344,696
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities					
Operating income (loss)	$ 2,430,613	$ (29,076)	$ (19,575)	$ 2,381,962	$ 418,533
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation/Amortization	725,667	173,778	-	899,445	79,513
Changes in operating assets, liabilities and deferred inflows/ outflows of resources:					
(Increase) decrease in:					
Accounts receivable	(107,064)	(23,339)	(564)	(130,967)	(17,750)
Inventories	(19,923)	(1,190)	-	(21,113)	-
Prepaid items	(28,337)	(1,775)	-	(30,112)	-
Increase (decrease) in:					
Accounts payable	(21,496)	(15,156)	10,262	(26,390)	-
Accrued liabilities	11,561	109	-	11,670	-
Retainage payable	(37,386)	-	-	(37,386)	-
Customer deposits	(5,475)	-	-	(5,475)	-
Long-term assets/liabilities	42,052	3,428	-	45,480	-
Due to other governments	-	-	-	-	-
Net Cash Provided by (Used in) Operating Activities	$ 2,990,212	$ 106,779	$ (9,877)	$ 3,087,114	$ 480,296
Schedule of non-cash capital and related financing activities:					
Unrealized loss on investments	$ (1,823)	$ -	$ -	$ (1,823)	$ -

 The accompanying notes are an integral part of these financial statements.

VILLAGE OF TEQUESTA, FLORIDA

STATEMENT OF FIDUCIARY NET POSITION

SEPTEMBER 30, 2025

	Pension Trust Funds
Assets	
Cash and cash equivalents	$ 976,679
Investments	
Equities	29,871,554
Fixed Income	10,406,123
Real Estate Fund	2,352,558
Total investments	42,630,235
Contributions receivable	67,291
Accrued interest receivable	43,120
Prepaid items	3,026
Total Assets	43,720,351
Liabilities	
Accounts payable	40,890
Total Liabilities	40,890
Net Position Restricted for Pension Benefits	$ 43,679,461

The accompanying notes are an integral part of these statement.

VILLAGE OF TEQUESTA, FLORIDA

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	Pension Trust Funds
Additions	
Contributions:	
State of Florida	$ 396,958
Employer	1,236,297
Employee	932,077
Total Contributions	2,565,332
Investment Earnings	
Net appreciation in fair value of investments	2,291,286
Gain on sale of investments	1,715,221
Interest and dividends	788,691
	4,795,198
Less investment expenses	(124,093)
Net Investment Earnings	4,671,105
Miscellaneous	403
Total Additions	7,236,840
Deductions	
Benefits paid	1,524,072
Refund of contributions	5,905
Administrative expenses	118,195
Total Deductions	1,648,172
Change in Net Position	5,588,668
Net Position Restricted for Pension Benefits	
Beginning of year	38,090,793
End of year	$ 43,679,461

The accompanying notes are an integral part of these statement.

NOTES TO BASIC FINANCIAL STATEMENTS

Note 1 – Summary of Significant Accounting Policies

A. Description of Government-Wide Financial Statements

The government-wide financial statements (i.e. the statement of net position and the statement of activities) report information on all non-fiduciary activities of the primary government and any component units. All fiduciary funds are presented separately. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other non-exchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support.

B. Reporting Entity

The Village of Tequesta, Florida (the Village) is a municipal corporation organized in 1957 pursuant to Special Act 57-1915, Laws of Florida. The Village has a Council-Manager form of government governed by a five (5) member Council elected at large. Each year, the Council appoints one of its members Mayor, to serve at the pleasure of Council for one year. The Village's major operations include public safety (police, fire rescue/EMS, building and code enforcement), transportation (streets and roads), leisure services (culture and recreation), water, stormwater, refuse & recycling services and general and administrative.

The definition of the financial reporting entity is based upon the concept that elected officials are accountable to their constituents for their actions. One of the objectives of financial reporting is to provide users of financial statements with a basis for assessing the accountability of the elected officials. The financial reporting entity consists of the Village, organizations for which the Village is financially accountable and other organizations for which the nature and significance of their relationship with the Village are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The Village is financially accountable for a component unit if it appoints a voting majority of the organization's governing board and 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 impose specific financial burdens on the Village, or has operational responsibility. The Village has no component units to report.

The financial statements of the Village have been prepared in conformity with accounting principles generally accepted in the United States of America (U.S. GAAP) 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.

C. Basis of Presentation – Government-Wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. Both sets of statements distinguish between the g*overnmental* and *business-type* activities of the Village. The governmental activities column incorporates data from governmental funds while business-type activities incorporate data from the Village's enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes where the amounts are reasonably equivalent in value to the interfund services provided and other charges between the Village's water and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

The Statement of Net Position reports all financial and capital resources of the Village's governmental and business-type activities. *Governmental activities* are those supported by taxes and intergovernmental revenues. *Business-type activities* rely to a significant extent on fees and charges for support. 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 for goods or services that are recovered directly from customers for services rendered 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 properly included among program revenues are reported instead as *general revenues*.

D. Basis of Presentation – Fund Financial Statements

The fund financial statements provide information about the Village's funds, including its fiduciary funds. Separate statements for each fund category – governmental, proprietary and fiduciary – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements. Fiduciary funds are presented apart from major and nonmajor funds.

The Village reports the following major governmental fund:

The G*eneral Fund* is the Village's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund.

The Village reports the following major enterprise funds:

The *Water Fund,* which accounts for the activities of the water utility, which includes the processing and distribution of potable water to Village residents and some surrounding communities, and the *Stormwater Utility Fund,* which accounts for the construction and maintenance of the Village's stormwater system.

Additionally, the Village reports the following fund types:

The *Vehicle Replacement Internal Service Fund (VRF)* accounts for the financing of vehicle acquisitions and replacements used by various departments of the Village. The fund was established to accumulate resources for the systematic replacement of vehicles used in Village operations. The fund accounts for all vehicles acquired through the program and charges participating funds an annual replacement charge designed to recover the full cost of vehicles over their estimated useful lives. The fund is reported as a proprietary fund and supports both governmental and business-type activities.

The *pension trust funds* account for the activities of the Public Safety Employees' (Police and Fire) and the General Employees' Pension Trust Funds, which accumulate resources for pension benefit payments to qualified employees.

During the course of operations, the Village has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds (short-term) and advances to/from other funds (long-term). While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in the business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

E. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

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

The ***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 Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, including lease liabilities, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. Capital asset acquisitions, including entering into contracts giving the Village the right to use leased assets, are reported as expenditures in governmental funds. Issuance of long-term debt and financing through leases are reported as other financing sources.

Property taxes, sales taxes, franchise taxes, licenses, 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. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available only when cash is received by the Village.The ***proprietary funds*** are reported using the *economic resources measurement focus* and the *accrual basis of accounting* for reporting its assets and liabilities and deferred inflows and outflows of resources (as described previously).

The ***pension trust funds*** are reported on the accrual basis of accounting using the economic resources measurement focus. Plan member and state contributions are recognized as revenues in the period that the contributions are due. Employer contributions to each Plan 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 plan. All plan investments are reported at fair value, except for a money market fund which is reported at amortized cost; securities traded in the over-the-counter market and listed securities for which no sales were reported on that date are valued at the last reported bid price. Securities without an established fair value are reported at estimated fair value. Purchases and sales of securities are recorded on a trade-date basis.

F. Budgetary Information

1. Budgetary Basis of Accounting

Annual budgets are adopted on a basis consistent with generally accepted accounting principles. The appropriated budget is prepared by fund, function and department. Per established procedures approved by the Village Council, the designated budget officer may approve a department head's request to transfer appropriations between accounts, within a department. Although the Village Council requires all inter-department budget amendments to go before the Village Council, the budget was adopted on a fund basis and the legal level of budgetary control is therefore at the fund level. Any amendments that change the total fund's budget requires the Village Council to approve it in the same manner that the original budget was approved – by resolution.

Appropriations in all budgeted funds lapse at the end of the fiscal year even if they have related encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods or services (i.e., purchase orders, contracts, and commitments). Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. While all appropriations and encumbrances lapse at year end, valid outstanding encumbrances (those for which performance under the executory contract is expected in the next year) are re-appropriated and become part of the subsequent year's budget pursuant to state regulations.

G. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

1. Cash

The Village's cash is considered to be cash on hand and demand deposits.

2. Investments

The Village has adopted an investment policy in accordance with Section 218.415, Florida Statutes that allows the Village to invest in relatively low risk securities, such as certificates of deposit, money market accounts, and U.S. Government Securities and Agencies. Investments are stated at fair value or amortized cost which approximates fair value.

3. Inventories and Prepaid Items

Inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories consist of expendable supplies and water distribution repair parts. The cost of such inventories is recorded as expenditures/expenses when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

4. Capital Assets

Capital assets, which include property, plant, equipment, infrastructure and intangible assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. The Village's capitalization threshold for tangible capital assets is $10,000, buildings, improvements other that buildings and intangible assets is $50,000, infrastructure is $75,000. In addition, this assets must have an estimated useful life in excess of one year. In the case of the initial capitalization of general infrastructure assets (i.e., those reported by governmental activities), the Village chose not to capitalize infrastructure acquired in fiscal years ending prior to September 30, 2004. As the Village constructs or acquires additional capital assets each period they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or increase its estimated useful life. Donated capital assets are recorded at their acquisition value at the date of donation.

Land and construction in progress are not depreciated. The other property, plant, equipment, and infrastructure of the primary government are depreciated using the straight line method over the following estimated useful lives:

Buildings	20 – 40 years
Improvements	20 – 40 years
Infrastructure	20 – 50 years
Machinery and equipment	5 – 15 years
Intangibles	5 – 20 years
Other	5 – 15 years

5. Leases

Lessor
The Village is a lessor for noncancellable leases of certain parcels of real property.

Lease receivable is measured at the commencement date 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 measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term. Lease assets are reported with other capital assets and lease receivables are reported on the balance sheet and on the statement of net position.

6. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position reports a separate section for *deferred outflows of resources*. This separate financial statement element represents a consumption of net assets that applies to a future period(s) and will *not* be recognized as an outflow of resources (expense/expenditure) until then. The Village has three items that qualify for reporting in this category. They are; 1) Deferred outflows related to pensions; 2) Deferred outflows related to OPEB; and 3) Deferred charge on refunding resulting from the difference in the carrying value of refunded debt and its reacquisition price, and is amortized over the shorter of the life of the refunded or refunding debt. These items are reported in the government-wide statement of net position and the statement of net position of the proprietary funds.

In addition to liabilities, the statement of net position reports a separate section for *deferred inflows of resources*. This separate financial statement element represents an acquisition of net assets that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time. The Village has two items that qualify for reporting in this category - 1) Deferred inflows related to pensions and 2) Deferred inflows related to leases. This items reported in the balance sheet governmental funds and/or government-wide statement of net position and the statement of net position of the proprietary funds.

7. Net Position Flow Assumption

Sometimes the Village will fund outlays for a particular purpose from both restricted and unrestricted resources (e.g. restricted bond or grant proceeds). In order to calculate the amounts to report as restricted net position and unrestricted net position, in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Village's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

8. Fund Balance Flow Assumptions

Sometimes the Village will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the Village's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

9. Fund Balance Policies

The Village classifies fund balance in accordance with GASB *Statement No.54 Fund Balance Reporting and Governmental Fund Type Definitions*. This statement enhances the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. In the fund financial statements, governmental funds report classifications that comprise a hierarchy based primarily on the extent to which the Village is bound to honor constraint of the specific purposes for which amounts in those funds can be spent.

The Village reports the following fund classifications:

Nonspendable fund balance. Nonspendable fund balances are amounts that cannot be spent because they are either not in spendable form such as inventory or legally or contractually required to be maintained intact such as a perpetual trust.

Restricted fund balance. Restricted fund balances are amounts that are constrained by the imposition externally by creditors, grantors, or laws or regulations of other governmental agencies or imposed by law through constitutional provisions or enabling legislation.

Committed fund balance. Those amounts can only be used for specific purposes determined by a formal action of the government's highest level of decision-making authority. The Village Council is the highest level of decision-making authority for the Village that can, by adoption of an ordinance or resolution equally binding and of equal decision-making authority, prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance or resolution remains in place until a similar action is taken (the adoption of another ordinance or resolution) to remove or revise the limitation.

Assigned fund balance. Amounts in the assigned fund balance classification are intended to be used by the Village for specific purposes but do not meet the criteria to be classified as committed. The Village Council (Council) has, by adopting a fund balance policy, authorized the Village Manager and/or the Finance Director to assign fund balance. The Council may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

Unassigned fund balance. Unassigned fund balance represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund.

The General Fund is the only fund that reports a positive unassigned fund balance amount. The other governmental funds may report negative unassigned fund balance if that fund's expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes.

H. Revenues and Expenditures/Expenses

1. Program Revenues

Amounts reported as *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 (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

2. Property Taxes

Property tax collections are governed by Chapter 197, Florida Statutes. Property taxes are based on assessed property value at January 1st as determined by the Palm Beach County Property Appraiser. The Village sets the property tax millage rate in September. The Palm Beach County Tax Collector bills and collects all property taxes levied within the County. Florida Statutes limit Village's millage rate to a maximum of 10 mills, excluding voter-approved debt service millage rates. The millage rate for the Village in fiscal year 2025 was 6.4595 mills. Tax bills are mailed out November 1st and discounts are available for payments made in the following months; November 4%, December 3%, January 2% and February 1%. Taxes become delinquent on April 1st. The owner of a tax certificate may at any time after taxes have been delinquent (April 1), for two years, file an application for a tax deed sale. Tax deeds are issued to the highest bidder for the property which is sold at public auction.

The Tax Collector remits current taxes collected through four distributions to the Village in the first two months of the tax year and one distribution each month thereafter. The Village recognizes property tax revenue in the period in which they are levied. The Tax Collector pays the Village interest on monies held from day of collection to day of distribution.

3. Compensated Absences

Vacation
The Village’s policy permits employees to accumulate earned but unused vacation benefits, which are eligible for payment upon separation from the Village’s service up to the maximum allowable limit. The liability for such leave is reported as incurred in the government-wide and proprietary fund financial statements. A liability for those amounts is recorded in the governmental funds only if the liability has matured as a result of employee resignations or retirements. The liability for compensated absences includes salary-related benefits, where applicable.

Sick Leave
The Village’s policy permits employees to accumulate unused sick leave up to a maximum amount approved by Council. Upon termination, this leave is eligible for payment at percentages determined by years of service. The liability for such leave is reported as incurred in the government-wide and proprietary fund financial statements when the liability has matured. A liability for those amounts is recorded in the governmental funds only if the liability has matured as a result of employee resignations or retirements.

4. Proprietary Funds Operating and Non-Operating Revenues and Expenses

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations. The principal operating revenues of the water fund, refuse and recycling fund and stormwater fund are charges to customers for sales and services. The water fund also recognizes as operating revenue, the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for the enterprise funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

I. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts of assets and deferred outflows of resources and liabilities and deferred inflows of resources and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

J. Implementation of new GASB Pronouncements

In June 2022, GASB issued Statement No. 101, *Compensated Absences*, which is effective for the fiscal year ending September 30, 2025. The objective of this standard is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. The object is achieved by aligning the recognition and measurement guidance under a unified model. Village implemented GASB Statement No. 101, *Compensated Absences*, for the fiscal year ending September 30, 2025.

In December 2023, GASB issued Statement No. 102, *Certain Risk Disclosures*, which is effective for the Village beginning with its year ending year end September 30, 2026. The objective of this standard is to improve financial reporting by providing users of financial statements with essential information that is not currently provided. This includes information about risks related to a government's vulnerabilities due to certain concentration or constraints. The Village continues to review this standard to assess the impact on its financial reporting.

In April 2024, the Governmental Accounting Standards Board (GASB) issued Statement No. 103, Financial Reporting Model Improvements, which is effective for the Village beginning with its fiscal year ending September 30, 2026. The objective of this standard is to enhance the effectiveness of the financial reporting model in providing information essential for decision-making and assessing governmental accountability. Key provisions include updates to management's discussion and analysis (MD&A), the presentation of unusual or infrequent items, the proprietary fund statement of revenues, expenses, and changes in fund net position, information about major component units in basic financial statements, and budgetary comparison information. The Village is currently reviewing this standard to assess its impact on financial reporting.

In September 2024, the Governmental Accounting Standards Board (GASB) issued Statement No. 104, "Disclosure of Certain Capital Assets," which is effective for the Village beginning with its fiscal year ending September 30, 2026. The objective of this standard is to enhance financial reporting by providing users with essential information about specific types of capital assets. Key provisions include the separate disclosure of lease assets, intangible right-to-use assets recognized by operators in public-private and public-public partnerships, subscription-based information technology arrangements (SBITAs), and other intangible assets by major class. Additionally, the standard requires governments to evaluate and disclose capital assets held for sale, including historical cost, accumulated depreciation, and any related debt pledged as collateral. The Village is currently reviewing this standard to assess its impact on financial reporting.

Note 2 – Reconciliation of Government-Wide and Fund Financial Statements

A. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Position

The governmental fund balance sheet includes a reconciliation between *fund balance – total governmental funds* and *net position – governmental activities* as reported in the government-wide statement of net position. One element of that reconciliation explains that "capital assets used in governmental activities are not financial resources and, therefore are not reported in the funds." The amount of this reconciling element is $20,649,630 as explained in the following detail (additional details shown in Note 3.D.):

Capital assets not being depreciated:		
Land	$	634,017
Construction in progress		1,313,441
Capital assets being depreciated:		
Buildings, net		9,766,692
Improvements other than buildings, net		753,993
Infrastructure, net		5,739,156
Machinery and equipment, net		2,429,169
Other K-9, net		13,162
Net Adjustment to Increase Fund Balance-Total Governmental Funds to Arrive at Net Position - Governmental Activities	$	20,649,630

Another element of that reconciliation explains that "long-term liabilities, including bonds/notes payable, are not due and payable in the current period and therefore are not reported in the funds." The details of this $6,928,312 difference are as follows:

Note payable	$	5,810,000
Financed purchases		61,104
Compensated absences		993,879
Accrued interest pyable		63,329
Net Adjustment to Increase Fund Balance - Total Governmental Funds to Arrive at Net Position – Governmental Activities	$	6,928,312

Note 3 – Detailed Notes on All Activities and Funds

A. Cash Deposits with Financial Institution

Custodial credit risk-deposits. In the case of deposits, this is the risk that in the event of a bank failure, the government's deposits may not be returned to it. All of the Village's deposits are held in qualified public depositories (QPD) pursuant to State of Florida Statutes, Chapter 280, *Florida Security for Public Deposits Act.* Under the Act, every qualified public depository shall deposit with the Treasurer eligible collateral of the depository to be held subject to his or her order. The pledging level may range from 25% to 200% of the average monthly balance of public deposits depending upon the depository's financial condition and establishment period. All collateral must be deposited with an approved financial institution. Any potential losses to public depositors are covered by applicable deposit insurance, sale of securities pledged as collateral and, if necessary, assessments against other qualified public depositories of the same type as the depository in default. At September 30, 2025, none of the Village's primary bank balances or certificates of deposit were exposed to custodial credit risk.

B. Investments

The Village has adopted an investment policy in accordance with Florida Statutes and is authorized to invest in obligations of the U.S. Treasury, its agencies and instrumentalities, certificates of deposit, the State Board of Administration Investment Pool, any intergovernmental investment pools authorized pursuant to Chapter 163 of the Florida Statutes, SEC registered money market funds with the highest credit quality rating from a nationally recognized rating agency, and securities of any interest in any open-end or closed-end management type investment company or investment trust registered under the Investment Company Act of 1940, provided that the portfolio is limited to obligations of U.S. government, its agencies and instrumentalities and to repurchase agreements fully collateralized by such U.S. government obligations and provided that such investment company or investment trust takes delivery of such collateral either directly or through an authorized custodian.

The Florida local government investment pool balance consists of two governmental investment pools: Florida Cooperative Liquid Assets Securities System (FLCLASS) and Florida Surplus Asset Fund (FLSAFE). The pools are organized under Florida Statutes Section 163, the Florida Interlocal Cooperation Act, by Florida public agencies for the purpose of operating an independent investment pool for local governments and administered by a Board of Trustees elected by the participants in the pool. FLCLASS and FLSAFE are operated in a manner consistent with SEC Rule 2a7 of the Investment Company Act of 1940. Rule 2a7 allows SEC registered mutual funds to use amortized cost rather than fair value, to report net position used to compute share prices if certain conditions are met. Those conditions included restrictions on the types of investments held, restrictions on the term to maturity of individual investments, the dollar weighted average of the portfolio, requirement for portfolio diversification, and requirement of divestiture considerations in the event of security downgrades and defaults, plus required actions if the fair value of the portfolio deviates from amortized costs by a specific amount. The fair value of the position in the pools is considered to be the same as the Village's account balance (amortized cost) in the pool. These pools are not insured by FDIC or any other governmental agency.

As of September 30, 2025, the Village had the following demand deposits and investments:

Deposits and Investments	Reported Value	Weighted Average Maturity	Credit Rating (S&P)	Percent Distribution
Demand deposits	$ 204,603			0.69%
Money Market	4,991,570			16.94%
Florida Class	8,111,937		AAAm	27.53%
Florida Safe	7,170,617		AAAm	24.33%
Total Deposits	20,478,727			
US Government Agencies	8,988,940	3.6 years	AA	30.50%
Total Investments	8,988,940			
Total Deposits and Investments	$ 29,467,667			100%

Interest Rate Risk - Interest rate risk exists when there is a possibility that changes in interest rates could adversely affect an investment's fair value. The Village's investment policy limits investments to the following: (1) current operating funds should have maturities of no longer than 24 months and (2) core funds shall have a final maturity of five and one-half (5.5) years or less from the date of purchase. The overall weighted average duration of principal return for the core funds shall be less than 3 years.

Credit Risk - Credit risk exists when there is a possibility that the issuer or other counterparty to an investment transaction may be unable to fulfill its obligations. The Village's investment policy allows investments in U.S. Government-sponsored agencies and enterprises, commercial paper, the Florida PRIME investment pool, interlocal investment pools. The Village invests surplus funds in FLCLASS and FLSAFE Investment Pools. Both are rated by Standard & Poor's as AAAm, the highest rating for 2a7 investment pools. Although the corporate note does not carry a credit rating, the risk of loss is mitigated with a funding agreement with Pacific Life. Funding Agreements are obligations of corporations with assets exceeding $500,000,000 rated at the time of purchase in one of the 3 highest classifications established by at least 2 standard rating services rated. Additionally, the US Government Agencies are rated by Standards and Poor as investment grade AA.

Concentration of Credit Risk – Maximum investment concentration ranges from 25% for other municipal bonds to 100% for US Treasuries. At September 30, 2025, the Village's investments were within the established policy levels for all investments to mitigate this risk.

Custodial Credit Risk - The risk that, in the event of the failure of the counter party, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At this time, the Village is invested in US Government Agencies held by a third party custodian in the Village's name and the highest rating by S&P for both local government investment pools; FLCLASS and FLSAFE.

Fair value of Investments - The Village follows the provision of GASB Codification, I50: Investments, which establishes a framework for measuring the fair value of investments in a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The three levels of the fair value hierarchy under GASBC I50 are described below:

Level 1 – Investments reflect unadjusted quoted prices in active markets for identical assets.

Level 2 – Investments reflect prices that are based on inputs that are either directly or indirectly observable for an asset (including quoted prices for similar assets), which may include inputs in markets that are not considered to be active.

Level 3 – Investments reflect prices based upon unobservable inputs.

As of September 30, 2025 the Village has the following recurring fair value investments:

	9/30/25	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Fixed income				
U.S. Agencies	$ 8,988,940	$ -	$ 8,988,940	$ -
Total fixed income	8,988,940	-	8,988,940	-
Total investments at fair value	8,988,940	$ -	$ 8,988,940	$ -
Investment at net asset value (NAV)				
FL Class	8,111,937			
FL Safe	7,170,617			
Investment at net asset value (NAV)	15,282,554			
Total investments	24,271,494			
Demand Deposits	5,196,173			
Total cash equivalent and investments	$ 29,467,667			

Investments – Public Safety Pension Trust Fund

Investment Policy Statement

The Public Safety Pension Board of Trustees, as fiduciaries, adopts an Investment Policy Statement and directs that it applies to all assets under their control. It is the Board's intention to review the policy at least annually subsequent to the actuarial report and to amend this statement to reflect any changes in philosophy, objectives, or guidelines. When the Investment Manager feels that the specific objectives defined in the statement cannot be met, or the guidelines constrict performance, the Investment Manager will present a formal modified investment policy statement to the Board of Trustees at a meeting for the Board's review. Once the Board has adopted, the new investment policy goes into effect 31 days after it has been filed with the State of Florida. The investments of the Public Safety Pension Trust Fund were in compliance with the investment policy.

Fair Value Hierarchy

The Plan categorizes its fair value measurement within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on valuation input used to measure the fair value of an asset:

Level 1 - investments reflect unadjusted quoted prices in active markets for identical assets;

Level 2 - investments reflect prices that are based on inputs that are either directly or indirectly observable for an asset (including quoted prices for similar assets), which may include inputs in markets that are not considered to be active;

Level 3 - investments reflect prices based upon unobservable inputs for an asset.

The investment pricing transparency determines the category within the hierarchy and should not be observed at the investment risk. The custodian bank's (primary external pricing vendors) quoted prices were used to determine level classification based on the fair value hierarchy.

Debt and equity securities classified as Level 1 of the fair value hierarchy are valued using quoted prices at September 30, 2025 (or the most recent market close date if the markets are closed on September 30) in active markets. This includes common stock, equity mutual funds and bond mutual funds.

Debt securities are valued using pricing inputs that reflect the assumptions market participants would use to price an asset or liability and are developed based on market data obtained from sources independent of the reporting equity (Level 2). It is valued using a matrix pricing technique. Matrix pricing values securities based on the securities relationship to benchmark quoted prices. This includes U.S. Treasury bonds and notes, U.S. agencies, mortgage backed securities, municipal bonds and corporate obligations, including asset backed securities.

The Real Estate Fund - this fund enters into real estate partnerships with various joint venture partners. The portfolio is valued quarterly at net asset value (NAV). Investments valued at NAV are excluded from the fair value hierarchy because the valuation is not based on actual market inputs but rather is quantified using the fund's reported NAV. The fund had no outstanding commitments.

As of September 30, 2025 the Public Safety Pension Trust Fund, which includes the Firefighters and Police Officers Pension Trust Funds, has the following recurring fair value investments:

	9/30/25	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Equities				
Mutual funds equities	$ 21,333,406	$ 21,333,406		$ -
Total equities	21,333,406	21,333,406		
Fixed income				
Corporate bonds	284,890		$ 284,890	
U.S. Government bonds	2,881,228		2,881,228	
U.S. Agences	2,711,986		2,711,986	
Bond mutual fund	1,514,073	1,514,073		
Total fixed income	7,392,177	1,514,073	5,878,104	
Total investments at fair value	28,725,583	$ 22,847,479	$ 5,878,104	$ -

Investment at net asset value (NAV)		Redemption Frequency	Redemption Notice Period
Real Estate Fund	1,702,903	Quarterly	30 days
Total investments	$ 30,428,486		

As of September 30, 2025, the Village of Tequesta's *Public Safety Pension Trust Fund* had the following demand deposits and investments:

	Reported Value	Weighted Average Maturity	Credit Rating (Moody)	Percent Distribution	Percent of Net Position
Cash	$ 603			-%	-%
Short-Term Money Market Fund	566,515			1.83%	1.82%
Total Cash and Cash Equivalents	567,118				
Equities					
Mutual Funds	21,333,406			68.83%	68.71%
Total Equities	21,333,406				
Fixed Income					
Corporate Bonds:		6.01 years			
Bonds	230,492		A1	0.74%	0.74%
Bonds	54,398		A2	0.18%	0.18%
U.S. Government Bonds	2,881,228			9.30%	9.28%
U.S. Agencies	2,711,986	10.41 years	AAA	8.75%	8.73%
Bond Mutual Fund	1,514,073			4.88%	4.88%
Total Fixed Income	7,392,177				
Real Estate Fund	1,702,903			5.49%	5.48%
Total investments	30,428,486				
Total cash and investments	$ 30,995,604			100.00%	99.83%

Interest Rate Risk - the risk that changes in interest rates will adversely affect the fair value of an investment in debt securities. Generally, the longer the time to maturity the greater the exposure. The Plan does not have a formal policy relating to interest rate risk, however;

- The established performance objectives require investment maturities to provide sufficient liquidity to pay obligations as they become due.
- At September 30, 2025, there were investments in mutual funds that included debt instruments in their portfolio.

Credit Risk - the risk that a debt issuer will not fulfill its obligations. The investment policy limits credit risk by requiring that:

- Fixed income investments must hold a rating in one of the four highest classifications by a major rating service.
- Equities must be traded on a national exchange.
- Money market investments must hold a minimum rating of Standard & Poor's A1 or Moody's P1.
- At September 30, 2025, the weighted average maturity in years for each investment type is included in the preceding table and ranges from 6.01 to 10.41 years.

Concentration of Credit Risk - the risk of loss attributed to the magnitude of an investment in a single issuer. The investment policy limits exposure to this risk by:

- Limiting investments in common stock, capital stock or convertible stock of any one issuing company or aggregate of any one issuing company to 5% of the outstanding capital stock of the company.
- Limiting the value of corporate bonds issued by any single corporation to not more than 5% of the total fund.
- Limiting investments in corporate common stock and convertible bonds (not to exceed 70% of the fund assets at fair value). Mortgage-backed securities issued by non-government entities are limited to 15% of the fixed income portfolio.
- Limiting investments in foreign securities (not to exceed 25% of the value at cost of the fund).

Custodial Credit Risk - the risk that, in the event of the failure of the counterparty, the plan will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Plan's investment policy limits exposure to this risk by:

- Requiring all securities to be held with a third party custodian.
- Requiring security transactions between a broker/dealer and the custodian involving the purchase or sale of securities by transfer of money or securities are made on a "delivery vs. payment" basis to ensure that the custodian will have the security or money, as appropriate, in hand at the conclusion of the transaction.

Foreign Currency Risk - is the risk of an investment's value changing due to changes in currency exchange rates. Exposure to foreign currency risk is low as:

- Foreign investments are through ADR's (shares listed in the U.S.), mutual funds (registered in the U.S.), or Yankee bonds (denominated in U.S. dollars should not to exceed 5% of total fund).
- The investment policy permits a maximum of 25% of the fair value of the fund securities to be invested in foreign securities.
- At September 30, 2025, 21.39% of the fair value of the fund was invested in international funds.
- All the international securities are denominated in U.S. dollars. There is no foreign currency risk.

Money Weighted Rate of Return and Target Allocation

For the fiscal years ended September 30, 2025 and 2024, the overall annual money-weighted rate of return (long-term expected real rate of return) on the Public Safety Pension Plan investments (both Police Officers' and Firefighters') was 11.34% and 20.27% respectively. The money-weighted rate of return expresses investment performance, net of investment manager and consultant expenses adjusted for the changing amounts actually invested.

The long-term expected rate of return on pension plan investments, shown below by asset class, is developed using best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation). 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.

Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as well as the long-term expected real rate of return as of September 30, 2025 and 2024 are as follows:

Asset Class	Target Allocation	Range	Long-Term Expected Real Rate of Return 2025	2024
Domestic Equity	50%	45%-55%	7.5%	7.5%
International Equity	15%	10%-20%	8.5%	8.5%
Total Equities	65%	60%-70%		
Domestic Core Fixed Income	20%	15%-25%	2.5%	2.5%
Diversified Fixed Income	5%	0%-10%	3.5%	3.5%
Total Fixed Income	25%	20%-30%		
Core Real Estate	10%	5%-15%	4.5%	4.5%

Investments – General Employees' Pension Trust Fund

Investment Policy Statement

The General Employees’ Pension Board of Trustees, as fiduciaries, adopts an Investment Policy Statement and directs that it applies to all assets under their control. It is the Board’s intention to review the policy at least annually subsequent to the actuarial report and to amend this statement to reflect any changes in philosophy, objectives, or guidelines. When the Investment Manager feels that the specific objectives defined in the statement cannot be met, or the guidelines constrict performance, the Investment Manager will present a formal modified investment policy statement to the Board of Trustees at a meeting for the Board’s review. Once the Board has adopted, the new investment policy goes into effect 31 days after it has been filed with the State of Florida. Investments of the General Employees’ Pension Trust Fund were in compliance with the investment policy.

Fair Value Hierarchy

The Plan categorizes its fair value measurement within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on valuation input used to measure the fair value of an asset:

- Level 1 - investments reflect unadjusted quoted prices in active markets for identical assets;
- Level 2 - investments reflect prices that are based on inputs that are either directly or indirectly observable for an asset (including quoted prices for similar assets), which may include inputs in markets that are not considered to be active;
- Level 3 - investments reflect prices based upon unobservable inputs for an asset.

The investment pricing transparency determines the category within the hierarchy and should not be observed as the investment risk. The custodian bank's (primary external pricing vendors) quoted prices were used to determine level classification based on the fair value hierarchy.

Debt and equity securities classified as Level 1 of the fair value hierarchy are valued using quoted prices at September 30, 2025 (or the most recent market close date if the markets are closed on September 30) in active markets. This includes common stock, mutual funds and fixed income funds.
Debt securities are valued using pricing inputs that reflect the assumptions market participants would use to price an asset or liability and are developed based on market data obtained from sources independent of the reporting equity (Level 2). It is valued using a matrix pricing technique. Matrix pricing values securities based on the securities relationship to benchmark quoted prices. This includes U.S. Treasury bonds and notes, U.S. agencies, mortgage backed securities, municipal bonds and corporate obligations, including asset backed securities.

The Real Estate Fund - this fund enters into real estate partnerships with various joint venture partners. The portfolio is valued quarterly at net asset value. Investments valued at NAV are excluded from the fair value hierarchy because the valuation is not based on actual market inputs but rather is quantified using the fund's reported NAV. The fund had no outstanding commitments.

As of September 30, 2025 the General Employees' Pension Trust Fund has the following recurring fair value investments:

	9/30/25	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Equities				
Common stocks	$ 3,217,661	$ 3,217,661		$ -
Mutual funds equities	5,320,487	5,320,487		
Total equities	8,538,148	8,538,148		
Fixed income				
Corporate bonds	759,938		$ 759,938	
U.S. Government bonds	866,473		866,473	
U.S. Agences	20,873		20,873	
Bond mutual fund	586,432	586,432		
Exchange traded funds	780,230	780,230		
Total fixed income	3,013,946	1,366,662	1,647,284	
Total investments at fair value	11,552,094	$ 9,904,810	$ 1,647,284	$ -

Investment at net asset value (NAV)		Redemption Frequency	Redemption Notice Period
Real Estate Fund	649,655	Quarterly	30 days
Total investments	$ 12,201,749		

At September 30, 2025, the Village of Tequesta's *General Employees' Pension Trust Fund* had the following demand deposits and investments:

	Reported Value	Weighted Average Maturity	Credit Rating (Moody)	Percent Distribution	Percent of Net Position
Cash	$ 418			-%	-%
Short Term Money Market Fund	409,143			3.24%	3.24%
Total Cash and Cash equivalents	409,561				
Equities					
Common stocks	3,217,661			25.51%	25.47%
Mutual funds	5,320,487			42.19%	42.12%
Total Equities	8,538,148				
Fixed Income					
Corporate Bonds:		1.18 year			
Bonds	100,304		A1	0.80%	0.79%
Bonds	100,728		A2	0.80%	0.80%
Bonds	179,925		A3	1.43%	1.42%
Bonds	24,398		Aa3	0.19%	0.19%
Bonds	151,057		Baa1	1.20%	1.20%
Bonds	177,851		Baa2	1.41%	1.41%
Bonds	25,675		Baa3	0.20%	0.20%
ETF - Exchange Traded Fund	780,230			6.19%	6.18%
U.S. Government Bonds	866,473			6.87%	6.86%
U.S. Agencies	20,873	1.79 years	AAA	0.17%	0.17%
Mutual Fund	586,432			4.65%	4.64%
Total Fixed Income	3,013,946				
Real Estate Fund	649,655			5.15%	5.14%
Total Investments	12,201,749				
Total Cash and Investments	$ 12,611,310			100.00%	99.84%

Interest Rate Risk - the risk that changes in interest rates will adversely affect the fair value of an investment in debt securities. Generally, the longer the time to maturity, the greater the exposure. The Plan does not have a formal policy relating to interest rate risk, however:

- The established performance objectives require investment maturities to provide sufficient liquidity to pay obligations as they become due.
- At September 30, 2025, the weighted average maturity in years for each investment type is included in the preceding table and ranges from 1.18 to 1.79 years.

Credit Risk - the risk that a debt issuer will not fulfill its obligations.
The Plan limits exposure that a debt issuer will not fulfill its obligations by limiting investments made or held in the fund to:

- Obligations issued by the U.S. Government or obligations guaranteed as to principal and interest by the U.S. government or by an agency of the U.S. Government;
- Bonds, stocks, or commingled funds administered by national or state banks, or other evidences or indebtedness, issued or guaranteed by a corporation organized under the laws of the United States, any state or organized territory of the United States, or District of Columbia provided that the securities meet the following ranking criteria:

- o Fixed income investments holding a rating in one of the four highest classifications by a major rating service.
- o Equities that are traded on a National Exchange.

Concentration of Credit Risk - the risk of loss attributed to the magnitude of an investment in a single issuer. The Plan's investment policy limits exposure by:

- Limiting investments in common stock or capital stock of any one issuing company or aggregate of any one issuing company to 5% of the outstanding capital stock of the company.
- Limiting the value of bonds issued by any single corporation not to exceed 10% of the total fund.
- Limiting investments in corporate common stock and convertible bonds not to exceed 70% of the fund assets at fair value.
- Limiting investments in foreign securities not to exceed 25% of the fair value of the fund.

Custodial Credit Risk – the risk that, in the event of the failure of the counterparty, the plan will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Plan's investment policy limits exposure to this risk by:

- Requiring all securities to be held by a third party custodian in the name of the Plan. As of September 30, 2025, the Plan's investment portfolio was held with a third-party custodian.
- Requiring securities transactions between a broker-dealer and the custodian involving purchase or sale of securities by the transfer of money or securities to be made on a "delivery vs. payment" basis to ensure that the custodian will have the security or money in hand at the conclusion of the transaction.

Foreign Currency Risk - is the risk of an investment's value changing due to changes in currency exchange rates. Exposure to foreign currency risk is low as:

- Foreign investments are through ADR's (shares listed in the U.S.), mutual funds (registered in the U.S.), or Yankee bonds (traded in U.S. dollars).
- The investment policy permits a maximum of 25% of the fair value of the fund securities (including equities and fixed income securities) to be invested in foreign securities.
- At September 30, 2025, 20.53% of the fair value of the fund was invested in international funds.
- All the international securities are denominated in U.S. dollars. There is no foreign currency risk.

Money Weighted Rate of Return and Target Allocation

For the fiscal years ended September 30, 2025 and 2024, the overall annual money-weighted rate of return (long-term expected real rate of return) on the General Employees' Pension Plan investments was 12.89% and 20.91% respectively. The money-weighted rate of return expresses investment performance, net of investment manager and consultant expenses adjusted for the changing amounts actually invested.

The long-term expected rate of return on pension plan investments, shown below by asset class, is developed using best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation). 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.

Best estimates of arithmetic real rates of return for each major asset class included in the target asset allocation as well as the long-term expected real rate of return as of September 30, 2025 and 2024 are as follows:

Asset Class	Target Allocation	Range	Long-Term Expected Real Rate of Return 2025	2024
Domestic Equity	50%	45%-55%	7.5%	7.5%
International Equity	15%	10%-20%	8.5%	8.5%
Total Equities	65%	60%-70%		
Domestic Core Fixed Income	20%	15%-25%	2.5%	2.5%
Diversified Fixed Income	5%	0%-10%	3.5%	3.5%
Total Fixed Income	25%	20%-30%		
Core Real Estate	10%	5%-15%	4.5%	4.5%

C. Receivables

Below is the detail of receivables for the general, water, and nonmajor governmental and enterprise funds including the applicable allowances for uncollectible accounts:

	General	Water	Storm-water	Nonmajor Funds	Total
Leases	$ 1,075,477	$ -	$ -	$ -	$ 1,075,477
Accounts	32,870	1,038,625	-	17,750	1,089,245
Intergovernmental	120,437	620	30,030	107,024	258,111
Francise fees	63,827	-	-	-	63,827
Other taxes	82,146	-	-	44,398	126,544
Interest	51,623	50,507	-	-	102,130
Gross receivables	1,426,380	1,089,752	30,030	169,172	2,715,334
Less: allowance for uncollectibles	-	(2,879)	-	-	(2,879)
Net Total Receivables	$ 1,426,380	$ 1,086,873	$ 30,030	$ 169,172	$ 2,712,455

D. Capital Assets

Capital assets activity for the fiscal year ended September 30, 2025, was as follows:

	Beginning Balance	Additions	Deductions	Ending Balance
Governmental Activities				
Capital assets not being depreciated/amortized:				
Land	$ 634,017	$ -	$ -	$ 634,017
Construction-in-progress	956,203	934,358	(577,120)	1,313,441
Total Capital Assets Not Being Depreciated/Amortized	1,590,220	934,358	(577,120)	1,947,458
Capital assets being depreciated/amortized:				
Buildings	14,752,547	-	-	14,752,547
Improvements other than buildings	2,691,348	-	-	2,691,348
Infrastructure	6,045,568	1,640,284	-	7,685,852
Machinery and equipment	6,387,219	423,430	(182,120)	6,628,529
Other K-9	20,549	16,452	(20,549)	16,452
Total Capital Assets Being Depreciated/Amortized	29,897,231	2,080,166	(202,669)	31,774,728
Less accumulated depreciation/amortization for:				
Buildings	(4,616,963)	(368,892)	-	(4,985,855)
Improvements other than buildings	(1,840,254)	(97,101)	-	(1,937,355)
Infrastructure	(1,707,788)	(238,908)	-	(1,946,696)
Machinery and equipment	(3,514,278)	(549,150)	182,120	(3,881,308)
Other K-9	(19,081)	(4,758)	20,549	(3,290)
Total Accumulated Depreciation/Amortization	(11,698,364)	(1,258,809)	202,669	(12,754,504)
Total Capital Assets Being Depreciated/Amortized, Net	18,198,867	821,357	-	19,020,224
Governmental Activities Capital Assets, Net	$ 19,789,087	$ 1,755,715	$ (577,120)	$ 20,967,682

Included in the above totals are capital assets held by the Villages' Internal Service Fund in the amouunt of $318,052.

Depreciation/amortization expense was charged to the functions/programs of the governmental activities of the Village as follows:

Governmental Activities	
General government	$ 149,673
Public safety	564,788
Transportation	310,659
Leisure services	233,689
Total Depreciation/Amortization Expense - Governmental Activities	$ 1,258,809

	Beginning Balance	Additions	Deductions	Ending Balance
Business-type Activities:				
Capital assets not being depreciated/amortized:				
Land	$ 83,335	$ -	$ -	$ 83,335
Construction in progress	2,922,314	1,302,707	(187,584)	4,037,437
Total Capital Assets Not Being Depreciated/Amortized	3,005,649	1,302,707	(187,584)	4,120,772
Capital assets being depreciated/amortized:				
Buildings	972,980	-	-	972,980
Improvements other than buildings	58,720	-	-	58,720
Infrastructure	38,554,439	-	-	38,554,439
Machinery and equipment	2,291,766	102,673	(35,786)	2,358,653
Intangibles	48,649	-	-	48,649
Total capital assets being depreciated/amortized	41,926,554	102,673	(35,786)	41,993,441
Less accumulated depreciation/amortization for:				
Buildings	(794,357)	(14,863)	-	(809,220)
Improvements other than buildings	(41,105)	(2,349)	-	(43,454)
Infrastructure	(22,549,523)	(740,568)	-	(23,290,091)
Machinery and equipment	(1,967,390)	(141,665)	35,786	(2,073,269)
Intangibles	(48,649)	-	-	(48,649)
Total Accumulated Depreciation/Amortization	(25,401,024)	(899,445)	35,786	(26,264,683)
Total Capital Assets Being Depreciated/Amortized, Net	16,525,530	(796,772)	-	15,728,758
Business-type Activity Capital Assets, Net	$ 19,531,179	$ 505,935	$ (187,584)	$ 19,849,530

Depreciation/amortization expense charged to the water and stormwater funds of the business-type activities was $899,445. The depreciation/amortization expense breakdown by activity is as follows:

Water utility	$ 725,667
Stormwater	173,778
Total depreciation/amortization expence	$ 899,445

E. Accrued Liabilities

Accrued liabilities reported by governmental funds at September 30, 2025, were as follows:

	General Fund	Other Governmental Funds	Total Governmental Funds
Salary and employee benefits	$ 239,247	$ 15,851	$ 255,098
Other	2,329	-	2,329
Total Accrued Liabilities	$ 241,576	$ 15,851	$ 257,427

F. Pension Obligations

Florida Retirement System (FRS/HIS) - a Statewide Local Government Employees' Retirement System (SLGERS)

For the fiscal year ended September 30, 2025 the Village did not have any active FRS/HIS participants and therefore no contributions were made to the FRS/HIS Pension Plan.

The Village of Tequesta Single-Employer Defined Benefit Pension Plans

Overview: The Village maintains two single-employer defined benefit pension plans, the *Public Safety Officers' Pension Trust Fund* and the *General Employees' Pension Trust Fund*. The sole administration of and responsibility for the proper operation of the retirement system is vested in The Board of Trustees. The defined benefit pension plans do not issue stand alone financial statements.

All full-time general employees who are not classified as police officers or firefighters are eligible for membership in the General Employees' Pension Plan on the date of employment. The General Employees' Pension Board consists of five Trustees. Two are legal residents of the municipality, appointed by the Village Council, and two are full time General Employee members. The fifth Trustee is selected by a majority vote of the other Trustees.

The Public Safety Board consists of five Trustees. Two are legal residents of the municipality, appointed by the Village Council, one is a full time police officer member, and one is full time firefighter member. The fifth Trustee is selected by a majority vote of the other Trustees.

All full-time police officers and all full-time firefighters are eligible for membership in the Public Safety Officers' Pension Plan on the date of employment. The Public Safety Officers' Pension Trust Fund receives contributions that may not be used to pay benefits of all employee classes, therefore, two separate trust funds, the Firefighters' Pension Trust Fund (FPTF) and the Police Officers' Pension Trust Fund (PPTF) are reflected separately in the financial statements, as well as the General Employee's Trust Fund (GPTF).

Membership in the Village of Tequesta's defined benefit pension plans as of the actuarial valuation date of October 1, 2024:

	FPTF	PPTF	GPTF
Number of:			
Inactive members or beneficiaries currently receiving benefits	8	6	18
Inactive members entitled to but not yet receiving benefits	1	2	10
Active members	23	18	57
Total	32	26	85

Funding Policies are presented below under each of the plans.

Actuarial Assumptions and Net Pension Liability (NPL)

The actuarial valuation of the liabilities for the FPTF, PPTF and GPTF as of the September 30, 2024 measurement date were determined as of the beginning of the year, October 1, 2023 (based on actuarial valuation results as reported in the October 1, 2023 actuarial valuation). Using a measurement date of September 30, 2024 allows for timelier reporting at the end of the year. These liabilities are used for GASB Statement No. 68 reporting for the reporting fiscal year ending September 30, 2025.

The total pension liability for the Village's defined benefit pension plans was determined using the following actuarial methods and assumptions, applied to all prior periods included in the measurement period. 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. If significant changes occur during the year, such as benefit changes or changes in assumptions or methods, these would be noted in the footnotes.

	FPTF	PPTF	GPTF
Actuarial Valuation Date	Oct. 1, 2023	Oct. 1, 2023	Oct. 1, 2023
Measurement Date of the net pension liability	Sep. 30, 2024	Sep. 30, 2024	Sep. 30, 2024
Village's Fiscal Year Ended Date for Reporting Purposes	Sep. 30, 2025	Sep. 30, 2025	Sep. 30, 2025

Pension Expense

Fiscal Year Ended September 30, 2025
(Based on Measurement Period Ended September 30, 2024)

	FPTF	PPTF	GPTF
Service Cost	$ 494,367	$ 404,474	$ 589,340
Interest on the Total Pension Liability	1,252,377	448,887	629,197
Employee Contributions (made negative for additions here)	(136,161)	(96,406)	(218,037)
Projected Earnings on Plan Investments (made negative for additions here)	(1,049,229)	(520,096)	(570,854)
Administrative Expense	53,011	45,511	55,524
Other Changes in Plan Fiduciary Net Position (Use of State Contribution Reserve)	-	114,325	-
Other Changes in Total Pension Liability (Use of State Contribution Reserve)	-	(114,325)	-
Recognition of Outflow due to Liabilities	134,549	(58,151)	(44,280)
Recognition of Outflow (Inflow) of Recourses due to Assets	(157,182)	(67,205)	(138,762)
Total Pension Expense	$ 591,732	$ 157,014	$ 302,128

The deferred outflow of resources, resulting from the Village's contributions to the Plans subsequent to the measurement date of September 30, 2024 are recognized as a reduction of the Village's net pension liability in the fiscal year ended September 30, 2025.

The Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Fire:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ 508,853	$ 25,539
Changes in assumptions	34,440	138,408
Net difference between projected and actual earnings on pension plan investments	-	759,208
Contribution subsequent to measurement date	751,190	-
Total	$ 1,294,483	$ 923,155

Police:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ 57,840	$ 269,227
Changes in assumptions	-	46,570
Net difference between projected and actual earnings on pension plan investments	-	364,518
Contribution subsequent to measurement date	398,280	-
Total	$ 456,120	$ 680,315

General:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ 144,395	$ 169,772
Changes in assumptions	27,939	31,327
Net difference between projected and actual earnings on pension plan investments	-	590,400
Contribution subsequent to measurement date	482,042	-
Total	$ 654,376	$ 791,499

The deferred outflows of resources related to the Pension Plans contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2026.

Net Deferred Inflows and Deferred Outflows of Resources by Year to be Recognized in Future Pension Expenses

	Net Deferred Inflows and Outflows of Resources		
Fiscal Year Ending September 30,	FPTF	PPTF	GPTF
2026	(13,238)	(109,351)	(141,380)
2027	308,536	54,885	70,863
2028	(416,147)	(282,855)	(296,774)
2029	(332,243)	(254,157)	(253,662)
2030	59,448	(30,920)	1,788
Thereafter	13,782	(77)	-
Total	$ (379,862)	$ (622,475)	$ (619,165)

Net Pension Liability (Asset)

Below is a summary of components of the net pension liability (asset), by Plan, which was measured as of September 30, 2024 (measurement date in accordance with GASB Statement No. 68).

Measurement Date September 30,	Fire 2024	Police 2024	General 2024
Total Pension Liability	$ 19,097,281	$ 6,745,092	$ 10,249,576
Plan Net Position	18,249,247	9,038,866	10,802,680
Net Pension Liability (Asset)	$ 848,034	$ (2,293,774)	$ (553,104)
Plan Net Position as a % of Total Pension Liability	95.56%	134.01%	105.40%

At September 30, 2025, the Village reported current portion of net pension liability in the amount of $751,190.

In accordance with GASB Statement No. 67, information as of September 30, 2025 has been disclosed:

Measurement Date September 30,	Fire 2025	Police 2025	General 2025
Total Pension Liability	$ 19,952,718	$ 7,421,716	$ 11,365,805
Plan Net Position	20,183,023	10,865,002	12,631,436
Net Pension Liability (Asset)	$ (230,305)	$ (3,443,286)	$ (1,265,631)
Plan Net Position as a % of Total Pension Liability	101.15%	146.39%	111.14%

Below is a detail of the net changes in pension liability (asset):

FIREFIGHTERS' PENSION TRUST
CHANGES IN NET PENSION LIABILITY

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balances at September 30, 2022	$ 17,622,113	$ 14,826,903	$ 2,795,210
Changes for the year:			
Service cost	494,367	-	494,367
Interest	1,252,377	-	1,252,377
Changes of benefit terms	-	-	-
Differences between expected and actual experience	179,184	-	179,184
Changes in assumptions	-	-	-
Contributions - employer	-	442,363	(442,363)
Contributions - state	-	249,399	(249,399)
Contributions - employee	-	136,161	(136,161)
Net investment Income	-	3,098,192	(3,098,192)
Benefit payments, including refunds of employee contributions	(450,760)	(450,760)	-
Administrative expense	-	(53,011)	53,011
Net Changes	1,475,168	3,422,344	(1,947,176)
Balances at September 30, 2023	$ 19,097,281	$ 18,249,247	$ 848,034

POLICE OFFICERS' PENSION TRUST
CHANGES IN NET PENSION ASSET

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Asset
Balances at September 30, 2023	$ 6,076,800	$ 7,349,357	$ (1,272,557)
Changes for the year:			
Service cost	404,474	-	404,474
Interest	448,887	-	448,887
Changes of benefit terms	-	-	-
Differences between expected and actual experience	66,473	-	66,473
Changes of assumptions	-	-	-
Contributions - employer	-	133,915	(133,915)
Contributions - employer (from state)	-	227,895	(227,895)
Contributions - employee	-	96,406	(96,406)
Net investment income	-	1,528,346	(1,528,346)
Benefit payments, including refunds of employee contributions	(137,217)	(137,217)	-
Administrative expense	-	(45,511)	45,511
Other	(114,325)	(114,325)	-
Net changes	668,292	1,689,509	(1,021,217)
Balances at September 30, 2024	$ 6,745,092	$ 9,038,866	$ (2,293,774)

GENERAL EMPLOYEES' PENSION TRUST
CHANGES IN NET PENSION LIABILITY

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balances at September 30, 2023	$ 9,241,492	$ 8,661,206	$ 580,286
Changes for the year:			
Service cost	589,340	-	589,340
Interest	629,197	-	629,197
Differences between expected and actual experience	91,293	-	91,293
Changes of Assumptions	-	-	-
Contributions - employer (from City)	-	381,565	(381,565)
Contributions - employee	-	218,037	(218,037)
Net investment income	-	1,899,142	(1,899,142)
Benefit payments, including refunds of employee contributions	(301,746)	(301,746)	-
Administrative expense	-	(55,524)	55,524
Net changes	1,008,084	2,141,474	(1,133,390)
Balances at September 30, 2024	$ 10,249,576	$ 10,802,680	$ (553,104)

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate

A single discount rate of 7.00% as of September 30, 2025, same as of September 30, 2024, was used to measure the total pension liability for the Police Officers' and Firefighters' Pension trusts. This single discount rate was based on the expected rate of return on pension plan investments of 7.00%. A discount rate of 6.50% was used to measure total pension liability for the General Employees' Pension Trust as of September 30, 2025 same as of September 30, 2024. This single discount rate was based on the expected rate of return on pension plan investments of 6.5% for both years. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between the total actuarially determined contribution rates and the member rate. Based on these assumptions, the pension 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 pension plan investments (7% for the Police Officers' and Firefighters' and 6.5% for the General Employees' Pension Trusts) was applied to all periods of projected benefit payments to determine the total pension liability.

Regarding the sensitivity of the net pension liability to changes in the single discount rate, the tables below present the plan's net pension liability, calculated using a single discount rate of 7.00% (for the Police Officers' and Firefighters' Pension Trusts) and 6.50% (for the General Employees' Pension Trust) as well as what the plan's net pension liability would be if it were calculated using a single discount rate that is 1-percentage-point lower or 1-percentage-point higher (amounts in parenthesis represent a net pension asset).

Fiscal Year Ended September 30, 2024	1% Decrease 6.00%	Current Single Discount Rate Assumption 7.00%	1% Increase 8.00%
Firefighters'	$ 3,044,604	$ 848,034	$ (1,005,966)
Police Officers'	(1,355,727)	(2,293,774)	(3,070,565)

Fiscal Year Ended September 30, 2024	Decrease 5.50%	Current Single Discount Rate Assumption 6.50%	1% Increase 7.50%
General Employees'	$ 786,149	$ (553,104)	$ (1,674,151)

In accordance with GASB Statement No. 67, information as of September 30, 2025 has been disclosed:

Fiscal Year Ended September 30, 2025	1% Decrease 5.95%	Current Single Discount Rate Assumption 6.95%	1% Increase 7.95%
Firefighters'	$ 1,805,658	$ (230,305)	$ (2,397,968)
Police Officers'	(2,409,376)	(3,443,287)	(4,301,712)

Fiscal Year Ended September 30, 2025	Decrease 5.50%	Current Single Discount Rate Assumption 6.50%	1% Increase 7.50%
General Employees'	$ 205,902	$ (1,265,631)	$ (2,497,755)

Village of Tequesta Public Safety Employees' Pension Plan (PSEPP)

Summary of Plan Provisions

A. Ordinances

The Plan was established under the Code of Ordinances for the Village of Tequesta, Florida, Chapter 2, Article III, Division 1, Section 2-61 (b), and was most recently amended under Ordinance No. 02-19 , passed and adopted on March 14, 2019. The Plan is also governed by certain provisions of Chapters 175 and 185, Florida Statutes, Part VII, Chapter 112, Florida Statutes and the Internal Revenue Code.

B. Effective Date

Not currently available

C. Plan Year

October 1 through September 30

D. Type of Plan

Qualified, governmental defined benefit retirement plan; for GASB purposes it is a single employer plan.

E. Eligibility Requirements

All full-time police officers and all full-time firefighters are eligible for membership on the date of employment.

F. Credited Service

Service is measured as the total number of years and completed months of a year as a police officer or firefighter with the Village. No service is credited for any periods of employment for which the member received a refund of their contributions.

G. Compensation

Total cash remuneration for services rendered as a police officer or firefighter. For firefighters and police officers hired before October 1, 2010, overtime hours are limited to 300 hours per year, effective October 1, 2013 for firefighters and October 1, 2014 for police officers. For firefighters and police officers hired before October 1, 2010, payments for unused leave earned after October 1, 2013 for firefighters and October 1, 2014 for police officers are excluded from pensionable salary. For firefighters hired on or after October 1, 2010, fixed monthly remuneration including regular earnings, vacation pay and sick pay but excluding lump sum payments, overtime, bonuses, incentives and longevity.

H. Average Final Compensation (AFC)

The average of Compensation over the highest 5 years during the last 10 years of Credited Service.

I. Normal Retirement

Eligibility - A member may retire on the first day of the month coincident with or next following the earlier of:

(1) age 55 and 6 years of Credited Service (10 years of Credited Service for firefighters hired on or after August 14, 2015), or
(2) age 52 and 25 years of Credited Service.

Benefit - For police officers hired before February 1, 2013 and firefighters hired before August 14, 2015 (*firefighters: Credited Service <u>only prior to September 1, 2015</u>*):

3.0% of AFC multiplied by the first 6 years of Credited Service, plus
3.5% of AFC multiplied by the next 4 years of Credited Service, plus
4.0% of AFC multiplied by the next 5 years of Credited Service, plus
3.0% of AFC multiplied by the next 6 years of Credited Service, plus

2.0% of AFC multiplied by the next 4 years of Credited Service, plus
3.0% of AFC multiplied by all years of Credited Service over 25 years

For firefighters hired before August 14, 2015, Credited Service on or after September 1, 2015:

3.0% of AFC multiplied by years of Credited Service

For police officers hired on or after February 1, 2013 and firefighters hired on or after August 14, 2015:

2.75% of AFC multiplied by all years of Credited Service

Normal Form of Benefit - 10 Years Certain and Life thereafter; other options are also available.

COLA: None

Supplemental Benefit - All retirees and beneficiaries receiving pension benefits will be paid a supplemental benefit equal to $20 for each year of the member's Credited Service up to a maximum of $600. The supplemental benefit ceases upon the later of the death of the retired member or beneficiary.

J. Early Retirement

Eligibility - A member may elect to retire earlier than the Normal Retirement Eligibility upon attainment of age 50 and 6 years of Credited Service (10 years of Credited Service for firefighters hired on or after August 14, 2015).

Benefit - The Normal Retirement Benefit is reduced by 3.0% for each year by which the Early Retirement date precedes the Normal Retirement date.

Normal Form of Benefit - 10 Years Certain and Life thereafter; other options are also available.

COLA: None

Supplemental Benefit - All retirees and beneficiaries receiving pension benefits will be paid a supplemental benefit equal to $20 for each year of the member's Credited Service up to a maximum of $600. The supplemental benefit ceases upon the later of the death of the retired member or beneficiary.

K. Delayed Retirement

Same as Normal Retirement taking into account compensation earned and service credited until the date of actual retirement.

L. Service Connected Disability

Eligibility - Any member who becomes totally and permanently disabled and unable to render useful and efficient service to the Village as a result from an act occurring in the performance of service for the Village is immediately eligible for a disability benefit.

Benefit - The accrued Normal Retirement Benefit taking into account compensation earned and service credited as of the date of disability with a minimum benefit equal to 42% of AFC.

Normal Form of Benefit - 10 Years Certain and Life thereafter.

COLA: None

Supplemental Benefit - All retirees and beneficiaries receiving pension benefits will be paid a supplemental benefit equal to $20 for each year of the member's Credited Service up to a maximum of $600. The supplemental benefit ceases upon the later of the death of the retired member or beneficiary.

M. Non-Service Connected Disability

Eligibility - Any member who becomes totally and permanently disabled and unable to render useful and efficient service to the Village is immediately eligible for a disability benefit.

Benefit - The accrued Normal Retirement Benefit taking into account compensation earned and service credited as of the date of disability with a minimum benefit equal to 25% of AFC.

Normal Form of Benefit - 10 Years Certain and Life thereafter.

COLA: None

Supplemental Benefit - All retirees and beneficiaries receiving pension benefits will be paid a supplemental benefit equal to $20 for each year of the member's Credited Service up to a maximum of $600. The supplemental benefit ceases upon the later of the death of the retired member or beneficiary.

N. Death in the Line of Duty

Eligibility - Members are eligible for survivor benefits regardless of Credited Service.

Benefit - The member's spouse or dependent child will receive the 50% of the member's AFC as of the date of death.

Normal Form of Benefit - Payable for the life of the beneficiary.

COLA: None

Supplemental Benefit - All retirees and beneficiaries receiving pension benefits will be paid a supplemental benefit equal to $20 for each year of the member's Credited Service up to a maximum of $600. The supplemental benefit ceases upon the later of the death of the retired member or beneficiary.

O. Other Pre-Retirement Death

Eligibility - Members are eligible for survivor benefits after the completion of 6 or more years of Credited Service (10 years of Credited Service for firefighters hired on or after August 14, 2015).

Benefit - The beneficiary will receive the actuarial equivalent of the member's accrued Normal Retirement Benefit taking into account compensation earned and service credited as of the date of death.

Normal Form of Benefit - Payable for the life of the beneficiary.

COLA: None

Supplemental Benefit - All retirees and beneficiaries receiving pension benefits will be paid a supplemental benefit equal to $20 for each year of the member's Credited Service up to a maximum of $600. The supplemental benefit ceases upon the later of the death of the retired member or beneficiary.

The beneficiary of a plan member with less than 6 years of Credited Service (10 years of Credited Service for firefighters hired on or after August 14, 2015) at the time of death will receive a refund of the member's accumulated contributions.

P. Post Retirement Death

Benefit determined by the form of benefit elected upon retirement.

Q. Optional Forms

In lieu of electing the Normal Form of benefit, the optional forms of benefits available to all retirees are the Life Annuity option or the 50%, 66 2/3%, 75% and 100% Joint and Survivor options.

R. Vested Termination

Eligibility - A member has earned a non-forfeitable right to Plan benefits after the completion of 6 years of Credited Service (10 years of Credited Service for firefighters hired on or after August 14, 2015).

Benefit - The benefit is the member's accrued Normal Retirement Benefit as of the date of termination. Benefit begins on the member's Normal Retirement date. Alternatively, members can elect a reduced Early Retirement benefit any time after age 50.

Normal Form of Benefit - 10 Years Certain and Life thereafter; other options are also available.

COLA: None

Supplemental Benefit - Once in pay status, all retirees and beneficiaries receiving pension benefits will be paid a supplemental benefit equal to $20 for each year of the member's Credited Service up to a maximum of $600. The supplemental benefit ceases upon the later of the death of the retired member or beneficiary.

Members terminating employment with less than 6 years of Credited Service (10 years of Credited Service for firefighters hired on or after August 14, 2015) will receive a refund of their own accumulated contributions.

S. Refunds

Eligibility - All members terminating employment with less than 6 years of Credited Service (10 years of Credited Service for firefighters on or after August 14, 2015) are eligible. Optionally, vested members (those with 6 or more years of Credited Service – 10 years of Credited Service for firefighters hired on or after August 14, 2015) may elect a refund in lieu of the vested benefits otherwise due.

Benefit - Refund of the member's contributions.

T. Member Contributions

5% of Compensation for police officers hired before February 1, 2013 and 6% of compensation for police officers hired on or after February 1, 2013. 5%t of compensation for firefighters through the fiscal year ending September 30, 2016; 5.5% of Compensation for firefighters beginning in the fiscal year ending September 30, 2017; thereafter, 6% of Compensation for firefighters. Employee contributions for firefighters would revert back to 5% of Compensation if the Village opts out of participation in Chapter 175.

U. State Contributions

Chapter 185 Premium Tax Revenue: The Village is permitted to use all annual Chapter 185 revenue as a credit toward the Required Employer Contribution and to apply half of the Chapter 185 reserve of $333,315 to reduce Required Employer Contribution. The remaining half of the Chapter 185 reserve of $333,315 is alocated to a Share Plan for police officers.

Chapter 175 Premium Tax Revenue: The Village is permitted to use all annual Chapter 175 revenue as a credit toward the Required Employer Contribution and to apply the Chapter 175 reserve of $545,142 to reduce the Required Employer Contribution for the fiscal year ending September 30, 2016 through September 30, 2018, as determined by Village.

V. Employer Contributions

Any additional amount determined by the actuary needed to fund the plan properly according to State laws.

W. Cost of Living Increases

Not Applicable

X. 13th Check

Not Applicable

Y. Deferred Retirement Option Plan

Eligibility - Plan members who have met one of the following criteria are eligible for the DROP:

(1) age 55 and 6 years of Credited Service (10 years of Credited Service for firefighters hired on or after August 14, 2015), or

(2) age 52 and 25 years of Credited Service.

Police officers must make a written election to participate in the DROP before the 27th year of employment. Firefighters must make a written election to participate in the DROP within two years of normal retirement eligibility.

Benefit - The member's Credited Service and AFC are frozen upon entry into the DROP. The monthly retirement benefit as described under Normal Retirement is calculated based upon the frozen Credited Service and AFC. Firefighters have the optional sell back of vacation and sick leave when entering the DROP.

Maximum DROP Period - Police officers: The earlier of 5 years of participation in the DROP or 30 years of employment. Firefighters: 5 years.

Interest Credited - The member's DROP account is credited on September 30 of each year with investment earnings or losses at the same rate earned by the pension fund less any administrative expenses. The interest rate will not be less than 0% nor greater than 7.5%.

Normal Form of Benefit - Lump Sum; other options are also available.

COLA: None

Z. Other Ancillary Benefits

There are no ancillary retirement type benefits not required by statutes but which might be deemed a Village of Tequesta Public Safety Officers' Pension Trust Fund liability if continued beyond the availability of funding by the current funding source.

AA. Changes from Previous Valuation
None

The ***Firefighters' Pension Trust Fund*** (part of the PSEPP) does not issue separate stand-alone financial statements. Included below are the Statement of Fiduciary Net Position and the Statement of Changes in Fiduciary Net Position as of and for the fiscal year ended September 30, 2025.

FIREFIGHTERS' PENSION TRUST FUND
STATEMENT OF FIDUCIARY NET POSITION
SEPTEMBER 30, 2025

Assets	
Cash and cash equivalents	$ 368,507
Investments	
Equities	13,863,634
Fixed income	4,803,848
Real Estate Funds	1,106,641
Total investments	19,774,123
Contributions receivable	35,448
Accrued interest receivable	16,687
Prepaid items	1,513
Total Assets	20,196,278
Liabilities	
Accounts payable	13,255
Total Liabilities	13,255
Net Position Restricted for	
Pension Benefits	$ 20,183,023

FIREFIGHTERS' PENSION TRUST FUND
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

Additions	
Contributions:	
State of Florida	$ 271,163
Employer	481,771
Employee	139,475
Total Contributions	892,409
Investment earnings	
Net appreciation in fair value of investment	1,144,656
Gain on sale of investments	618,072
Interest and dividends	367,925
Total investment earnings	2,130,653
Less investment expenses	(40,213)
Net investment earnings	2,090,440
Miscellaneous	265
Total Additions	2,983,114
Deductions	
Benefits paid	1,016,594
Administrative expenses	32,744
Total Deductions	1,049,338
Change in Net Position	1,933,776
Net Position Restricted for Pension Benefits	
Beginning of year	18,249,247
End of year	$ 20,183,023

The ***Police Officers' Pension Trust Fund*** (part of the PSEPP) does not issue separate stand-alone financial statements. Included below are the Statement of Fiduciary Net Position and the Statement of Changes in Fiduciary Net Position as of and for the fiscal year ended September 30, 2025.

POLICE OFFICERS' PENSION TRUST FUND
STATEMENT OF FIDUCIARY NET POSITION
SEPTEMBER 30, 2025

Assets	
Cash and cash equivalents	$ 198,611
Investments	
Equities	7,469,772
Fixed income	2,588,329
Real Estate Funds	596,262
Total investments	10,654,363
Contributions receivable	12,088
Accrued interest receivable	8,997
Prepaid items	1,513
Total Assets	10,875,572
Liabilities	
Accounts payable	10,570
Total Liabilities	10,570
Net Position Restricted for Pension Benefits	$ 10,865,002

POLICE OFFICERS' PENSION TRUST FUND
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

Additions	
Contributions:	
State of Forida	$ 125,795
Employer	272,485
Employee	553,731
Total Contributions	952,011
Investment earnings	
Net appreciation in fair value of investments	640,427
Gain on sale of investments	310,847
Interest and dividends	193,287
Total investment earnings	1,144,561
Less investment expenses	(29,407)
Net investment earnings	1,115,154
Miscellaneous	138
Total Additions	2,067,303
Deductions	
Benefits paid	208,399
Administrative expenses	32,768
Total Deductions	241,167
Change in Net Position	1,826,136
Net Position Restricted for Pension Benefits	
Beginning of year	9,038,866
End of year	$ 10,865,002

General Employees' Pension Plan

A. Ordinances

The Plan was established under the Code of Ordinances for the Village of Tequesta, Florida, Chapter 2, Article III, Division 1, Section 2-61 (a), and was most recently amended under Ordinance No. 12-19. The Plan is also governed by certain provisions of Part VII, Chapter 112, Florida Statutes and the Internal Revenue Code.

B. Effective Date

December 11, 2003

C. Plan Year

October 1 through September 30

D. Type of Plan

Qualified, governmental defined benefit retirement plan; for GASB purposes it is a single employer plan.

E. Eligibility Requirements

All full-time general employees who are not classified as police officers or firefighters are eligible for membership on the date of employment.

F. Credited Service

Service is measured as the period of contenious service as a general employee with the Village of Tequesta. No service is credited for any periods of employment for which the member received a refund of their contributions.

G. Compensation

Base compensation including regular earnings, vacation pay, sick pay, plus all tax-deferred items of income, but excluding any lump sum payments, overtime, bonuses and longevity bonus.

H. Average Final Compensation (AFC)

The average of Compensation over the highest 5 years during the last 10 years of Credited Service; does not include lump sum payments of unused leave.

I. Normal Retirement

Eligibility - A member may retire on the first day of the month coincident with or next following the earlier of:

(1) age 62, or
(2) 30 years of Credited Service regardless of age.

Benefit - 2.0% of AFC multiplied by Credited Service with a maximum benefit equal to 100% of AFC.

Normal Form of Benefit - 10 Years Certain and Life thereafter; other options are also available.

COLA: None

J. Early Retirement

Eligibility - A member may elect to retire earlier than the Normal Retirement Eligibility upon attainment of age 50 and 6 years of Credited Service.

Benefit - The Normal Retirement Benefit is reduced by 5.0% for each year by which the Early Retirement date precedes the Normal Retirement date.

Normal Form of Benefit - 10 Years Certain and Life thereafter; other options are also available.

COLA: None

K. Delayed Retirement

Same as Normal Retirement taking into account compensation earned and service credited until the date of actual retirement.

L. Service Connected Disability

Eligibility - Any member who becomes totally and permanently disabled and unable to render useful and efficient service to the Village as a result from an act occurring in the performance of service for the Village is immediately eligible for a disability benefit.

Benefit -The accrued Normal Retirement Benefit taking into account compensation earned and service credited as of the date of disability with a minimum benefit equal to 42% of AFC.

Normal Form of Benefit - 10 Years Certain and Life thereafter.

COLA: None

M. Non-Service Connected Disability

Eligibility - Any member who has 6 years of Credited Service and becomes totally and permanently disabled and unable to render useful and efficient service to the Village is immediately eligible for a disability benefit.

Benefit -The accrued Normal Retirement Benefit taking into account compensation earned and service credited as of the date of disability with a minimum benefit equal to 25% of AFC.

Normal Form of Benefit - 10 Years Certain and Life thereafter.

COLA: None

N. Death in the Line of Duty

Eligibility - Members are eligible for survivor benefits after the completion of 6 or more years of Credited Service.

Benefit - The beneficiary will receive the member's accrued Normal Retirement Benefit taking into account compensation earned and service credited as of the date of death. The benefit is payable at the member's Normal Retirement date.

Normal Form of Benefit - 10 Years Certain

COLA: None

The beneficiary of a plan member with less than 6 years of Credited Service at the time of death will receive a refund of the member's accumulated contributions with interest.

O. Other Pre-Retirement Death

Eligibility - Members are eligible for survivor benefits after the completion of 6 or more years of Credited Service.

Benefit - The beneficiary will receive the member's accrued Normal Retirement Benefit taking into account compensation earned and service credited as of the date of death. The benefit is payable at the member's Normal Retirement date.

Normal Form of Benefit - 10 Years Certain

COLA: None

The beneficiary of a plan member with less than 6 years of Credited Service at the time of death will receive a refund of the member's accumulated contributions with interest.

P. Post Retirement Death

Benefit determined by the form of benefit elected upon retirement.

Q. Optional Forms

In lieu of electing the Normal Form of benefit, the optional forms of benefits available to all retirees are the Life Annuity option or the 50%, 66 2/3%, 75% and 100% Joint and Survivor options.

R. Vested Termination

Eligibility - A member has earned a non-forfeitable right to Plan benefits after the completion of 6 years of Credited Service.

Benefit - The benefit is the member's accrued Normal Retirement Benefit as of the date of termination. Benefit begins on the member's Normal Retirement date. Alternatively, members can elect a reduced Early Retirement benefit any time after age 50.

Normal Form of Benefit - 10 Years Certain and Life thereafter; other options are also available.

COLA: None

Members terminating employment with less than 6 years of Credited Service will receive a refund of their own accumulated contributions with interest.

S. Refunds

Eligibility - All members terminating employment with less than 6 years of Credited Service are eligible. Optionally, vested members (those with 6 or more years of Credited Service) may elect a refund in lieu of the vested benefits otherwise due.

Benefit - Refund of the member's contributions with interest. Interest is currently credited at a rate of 3%.

T. Member Contributions

5% of Compensation

U. Employer Contributions

Any additional amount determined by the actuary needed to fund the plan properly according to State laws.

V. Cost of Living Increases

Not Applicable

W. 13th Check

Not Applicable

X. Deferred Retirement Option Plan

Not Applicable

Y. Other Ancillary Benefits

There are no ancillary retirement type benefits not required by statutes but which might be deemed a Village of Tequesta General Employees' Pension Trust Fund liability if continued beyond the availability of funding by the current funding source.

Z. Changes from Previous Valuation

There have been no changes since the last valuation.

The ***General Employees' Pension Trust Fund*** does not issue separate stand-alone financial statements. Included below are the Statement of Fiduciary Net Position and the Statement of Changes in Fiduciary Net Position as of and for the fiscal year ended September 30, 2025.

**GENERAL EMPLOYEES' PENSION TRUST FUND
STATEMENT OF FIDUCIARY NET POSITION
SEPTEMBER 30, 2025**

Assets	
Cash and cash equivalents	$ 409,561
Investments	
Equities	8,538,148
Fixed income	3,013,946
Real Estate Funds	649,655
Total investments	12,201,749
Contributions receivable	19,755
Accrued interest receivable	17,436
Total Assets	12,648,501
Liabilities	
Accounts payable	17,065
Total Liabilities	17,065
Net Position Restricted for Pension Benefits	$ 12,631,436

GENERAL EMPLOYEES' PENSION TRUST FUND
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

Additions	
Contributions:	
Employer	$ 482,041
Employee	238,871
Total Contributions	720,912
Investment earnings	
Net appreciaton in fair value of investments	506,203
Gain on sale of investments	786,302
Interest and dividends	227,479
Total investment earnings	1,519,984
Less investment expenses	(54,473)
Net investment earnings	1,465,511
Miscellaneous	-
Total Additions	2,186,423
Deductions	
Benefits paid	299,079
Refund of contributions	5,905
Administrative expenses	52,683
Total Deductions	357,667
Change in Net Position	1,828,756
Net Position Restricted for Pension Benefits	
Beginning of year	10,802,680
End of year	$ 12,631,436

The following summarizes the pension related amounts for the pension plans as of the indicated measurement date:

	Measurement Date	Net Pension Asset	Net Pension Liability	Deferred Outflow of Resources	Deferred Inflow of Resources	Pension Expense (Benefit)
General Employees' Pension Trust Fund	9/30/24	$ 553,104		$ 654,376	$ 791,499	$ 302,128
Firefighters Pension Trust Fund	9/30/24	-	848,034	1,294,483	923,155	591,732
Police Pension Trust Fund	9/30/24	2,293,774	-	456,120	680,315	157,014
Total		$ 2,846,878	$ 848,034	$ 2,404,979	$ 2,394,969	$ 1,050,874

Village of Tequesta Defined Contribution Plan

The Village previously maintained a single-employer defined contribution plan (401(a) money purchase plan) administered through the Empower Retirement Governmental Money Purchase Plan and Trust. The Plan covered the Police Chief and Assistant Police Chief. The Village contributed 10% of compensation, and participants made mandatory contributions of 1% to 12% of compensation. Employees were immediately vested.

Effective January 31, 2025, the Plan was closed and no employees remain eligible to participate.

The Village does not hold or administer resources of the Plan and consequently, the Plan does not meet the requirements for inclusion in the Village's financial statements. The Plan does not issue a stand-alone financial report.

The fair value of the Plan assets at September 30, 2025 was $1,685. Employee contributions to the Plan for fiscal year ended September 30, 2025 were $2,020; the Village's contributions were $4,349.

G. Other Postemployment Benefits (OPEB)

Village of Tequesta's Other Postemployment Benefits Plan

Plan description. The Village of Tequesta provides health insurance benefits to its retired employees through a single-employer plan administered by the Village. Pursuant to the provisions of Section 112.0801, Florida Statutes, former employees who retire from the Village and eligible dependents may continue to participate in the Village's fully-insured benefit plan for medical insurance coverage. The Village subsidizes the premium rates paid by retirees by allowing them to participate in the plan at reduced or blended group (implicitly subsidized) premium rates for both active and retired employees. These rates provide an implicit subsidy for retirees because, on an actuarial basis, their current and future claims are expected to result in higher costs to the plan on average than those of active employees. The benefits provided under this defined benefit plan are provided until the retiree's attainment of age 65 (or until such time at which retiree discontinues coverage under the Village sponsored plans, if earlier).

Funding Policy. The Village's Other Post-Employment Benefits are unfunded (pay-as-you-go basis). That is, the Village does not have a separate Trust Fund to make contributions to advance-fund the obligation. Current and future retirees are required to pay 100% of the blended premium to continue coverage under the Village's group health insurance program.

Summary of Membership Information. The following table provides a summary of the number of participants in the plan at the measurement date of September 30, 2024:

Inactive members or beneficiaries currently receiving benefits	6
Inactive members entitled to but not yet receiving benefits	0
Active members	95
Total	101

OPEB Liability, Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources

The Village recognizes the OPEB liability and the OPEB expense in the financial statements, along with the related deferred outflows and inflows of resources. The OPEB liability is the difference between the total OPEB liability and the plan's fiduciary net position. Since the plan is currently unfunded, the net OPEB liability is equal to and reported as total OPEB liability.

The OPEB expense recognize each fiscal year is equal to the change in the total OPEB liability from the beginning of the year, not including the impact of the employer contributions, adjusted for deferred recognition of the liability.

At September 30, 2025, the Village reported an OPEB liability of $945,872 that is based on an actuarial valuation results as reported in the September 30, 2023 valuation report dated October 28, 2024 and rolled-forward to the September 30, 2024 measurment date. Of that amount, $68,848 represents the current portion of the OPED liability.

For the fiscal year ended September 30, 2025, the Village recognized OPEB expense of $150,791.

Total OPEB Liability - Beginning (September 30, 2023)	$	898,571
Service cost		64,977
Interest on the Total OPEB Liability		43,419
Changes in assumptions and other inputs		59,293
Benefit payments		(51,540)
Net change in Total OPEB Liability		116,149
Total OPEB Liability - Ending (September 30, 2024)	$	1,014,720

In addition, the Village reported an deferred outflows and deferred inflows of resources related to OPEB from the following sourses:

	Deferred Outflows of Resources		Deferred Inflows of Resources	
Difference between expected and actual experience	$	33,605	$	-
Changes in assumptions and other inputs		276,354		97,575
Benefit payments after the measurement date		68,848		-
Total	$	378,807	$	97,575

The deferred outflows of resources related to the contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability in the fiscal year ended September 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the OPEB will be recognized in future OPEB expenses as follows:

Fiscal Year Ending	Amount	
2026	$	42,395
2027		42,395
2028		42,395
2029		42,395
2030		33,054
Thereafter		9,750
	$	212,384

Actuarial methods, assumptions and other inputs. The total OPEB liability was determined using actuarial assumptions outlined below.

Valuation Date	September 30, 2023
Measurement Date	September 30, 2024
Roll Forward Procedures	The total OPEB liability was rolled forward twelve months from the Valuation Date to the Measurement Date using standard actuarial techniques.
Actuarial Cost Method	Entry age normal
Inflation	2.50 %
Discount Rate	3.81%
Salaty Increase	For participants in the General Employees Plan, 4.75%-5.50% per year, including inflation. For participants in the Public Sfety Plan, 6.0% per year, including inflation.
Retirement Age	Retirement rates used in the October 1, 2023 pension actuarial valuations of the General and Public Safety employees.
Mortality	Mortality rates are the same as used in the July 1,2023 acruarial valuation of the Florida Retirement System. These rates were taken from adjusted Pub-2010 mortality tables published by the SOA with generational mortality improvements using scale MP-2018. Adjustments to reference tables are based on the results of a statewide experience study covering the period 2013 through 2018.
Healthcare Cost Trend Rates	Based on the Getzen Model, with trends starting at 16.00% for 2024, 6.00% for 2025, and then gradually decreasing to an ultimate trend rate of 4.00%.
Aging factors	Based on the 2013 SOA Study "Healt Care Cost - From Birth to Death".
Expenses	Administrative expenses are included in the per capita health costs.
Other infornation	
Notes	The following assumption changes have been reflected in the Schedule of Changes in the Total OPEB Liability for the measurement period ending September 30, 2024: - The discount rate was changed from 4.63% as of the beginning of the measurement period to 3.81% as of September 30, 2024. There were no benefit changes during the year.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each calculation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

Discount Rate

For plans that do not have formal assets, the discount rate should equal to the tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date. For the purpose of this valuation, the municipal bond rate is 3.81% (based on the daily rate closest to but not later than the measurement date of the Bond Buyer "20-Bond GO Index"). The discount rate was 4.63% as of the beginning of the measurement year.

Plan Assets

There are no plan assets accumulated in the trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Sensitivity of Total OPEB Liability

Regarding the sensitivity of the total OPEB liability to changes in the discount rate, the following presents the plan's total OPEB liability, calculated using a discount rate of 3.81%, as well as what the plan's total OPEB liability would be if it were calculated using a discount rate that is one percent lower or one percent higher:

Sensitivity of Total OPEB Liability to the Discount Rate Assumption

	1% Decrease 2.81%	Current Discount Rate Assumption 3.81%	1% Increase 4.81%
Village's OPEB liability	$ 1,093,114	$ 1,014,720	$ 943,094

Regarding the sensitivity of the total OPEB liability to changes in the healthcare cost trend rates, the following presents the plan's total OPEB liability, calculated using the assumed trend rates as well as what the plan's total OPEB liability would be if it were calculated using a trend rate that is one percent lower or one percent higher:

Sensitivity of Total OPEB Liability to the Healthcare Cost Trend Rate Assumption

	1% Decrease	Current Healthcare Cost Trend Rate Assumption	1% Increase
Village's OPEB liability	$ 913,014	$ 1,014,720	$ 1,133,543

H. Construction and Other Commitments

The Village has active construction projects as of September 30, 2025, including renovation of Villages building, improvements to parks and recreationl areas, and various ongoing utility projects. At year end, The Village had the following significant related to uncompleted contacts for construction and equipment:

Description	Remaining Commitment
Governmental Activities	
Major funds	
General Fund	$ 102,997
Total Major Funds	102,997
Non-Major Funds	165,530
Total Governmental Activities	$ 268,527
Business-type Activities	
Major funds	
Water Utility (variety of projects)	$ 4,871,458
Total Major Funds	4,871,458
Non-Major Funds	281,441
Total Business-type Activities	$ 5,152,899

All commitments are financed from existing Village resources.

Village uses encumbrance accounting and, therefore, construction and commitments noted above represent outstanding encumbrances at September 30, 2025.

Inter-Local Agreement

On December 20, 1994, the Village entered into an Inter-local agreement with Palm Beach County. Per the agreement, Palm Beach County provided for partial funding, land acquisition and design and construction of a branch library within Tequesta. Upon completion of the project, the library was leased to Palm Beach County for 50 years for an annual rent of one dollar. In the event the Village terminates the lease before the end of 50 years, the Village must reimburse Palm Beach County a depreciated value using a useful life of 25 years based on an initial value of $405,000 calculated on a straight-line basis.

I. Contracted Services – Refuse and Recycling Collection

The Village's agreement with Waste Management, Inc. of Florida is for initial term for a period of six years beginning October 1, 2024 and ending September 30, 2030, with the option to negotiate future terms and conditions for a successive contract extension. With this agreement the Village granted Waste Management the exclusive franchise for solid waste collection of residential, commercial, industrial and roll-off refuse, recycling and vegetative waste. The annual change in the collection component is determined using the Water, Sewer, and Trash Collection CPI published monthly by The Bureau of Labor Statistics during the most recent previous twelve consecutive months period beginning on April 1 and ending March 31.

J. Risk Management

The Village is exposed to various risks including loss related to torts, theft, damages to and destruction of assets, errors and omissions, injuries to employees and natural disasters. The Village cannot predict with preciseness where potential claims may arise and purchases commercial insurance to protect against areas of possible exposure connected to municipal entities, to include property, liability, automobile, workers' compensation, crime, cyber-crime, storage tank, inland marine, statutory accidental death and dismemberment and firefighter cancer program coverage. Deductibles and limits vary by coverage and are secured based upon the Village's tolerance of risk retention in each area.

At the Village Council's direction, the property deductible of $100,000 is applicable for all perils excluding hurricane/windstorm damage. The Florida Municipal Insurance Trust (FMIT) applies a named storm deductible of 5% of the 100% value of real and personal property of others in our care, custody and control values at the time of loss or damage at the locations where the damage occurred, subject to the policy deductible, whichever is greater. The Village continues to self-insure all property claims up to $100,000 via a policy deductible.

The Village remains fully insured with FMIT for workers' compensation coverage with statutory limits. Premiums are based upon risk class and remuneration of covered employees adjusted by an experience modification factor which includes three prior years of claims history. At the end of each fiscal year, the plan is audited and the Village can either receive a return of premium or be required to pay additional premium base upon actual versus estimated payroll. FMIT's final audit for fiscal year 2024/2025 was not available at time of reporting.

K. Financed Purchases

Financed Purchase - Police Fleet

The Village entered into an agreement with Enterprise Fleet Management Trust in the amount of $105,305 with funding on September 18, 2020 for the financing of three Dodge Durango vehicles. The applicable interest rate is 3.15% and interest and principal payments are due monthly. This is a five (5) year contract with sixty (60) payments.

The following is the schedule of the of the future minimum payments at September 30, 2025:

Fiscal Year Ending September 30:	Principal	Interest	Total
2026	$ 12,806	$ 1,243	$ 14,048
Total	$ 12,806	$ 1,243	$ 14,048

Financed Purchase - Police Tasers

The Village entered into a 60 month capital lease with Axon Enterprise, Inc. in the amount of $80,496 on December 11, 2023 for the financing of twenty (20) tasers. Interest and principal payments are due annually. This is a five (5) year contract with five (5) payments.

The following is the schedule of the of the future minimum payments at September 30, 2025:

Fiscal Year Ending September 30:	Principal	Interest	Total
2026	$ 16,099	$ -	$ 16,099
2027	16,099	-	16,099
2028	16,100	-	16,100
Total	$ 48,298	$ -	$ 48,298

L. Long-Term Liabilities

Promissory Notes

The Village issues long-term debt to provide funds for the acquisition and construction of major capital facilities. Promissory notes have been signed for both governmental and business-type activities. These notes mature in 5 to 16 years and have interest rates from 1.19% to 3.69% per year. The outstanding notes from direct borrowings and direct placements related to governmental activities of $5,810,000 contain events of default and remedies whereby failure of the Village to pay the principal and interest on any debt when due or failure to observe and perform any covenant or condition applicable to the various Village obligations, constitutes an "event of default." Upon the occurrence of any event of default, the noteholder may declare all outstanding amounts become immediately due.

The Village's outstanding notes from direct borrowings related to its business-type activities of $2,952,056 are secured by pledged revenues of the water utility system or by a pledge of a covenant to budget and appropriate non-ad valorem revenues. These notes contain (1) a provision that, in an event of default, the timing of repayment of outstanding amounts may become immediately due if pledged revenues during the fiscal year are less than 120% of debt service requirements for that year and (2) a provision that if the Village is unable to make payment, outstanding amounts may become due immediately.

The Notes outstanding at September 30, 2025 are as follows:

Promissory Notes Payable	Signed Date	Original Borrowing	Interest Rate	Final Maturity	Outstanding 9/30/2025
Government Activities					
Capital Improvements/Rec. Building	1/21/2021	$ 6,890,000	2.18%	10/01/2040	$ 5,810,000
Total Government Activities					$ 5,810,000
Business-type Activities					
Public Improvement (Refunding)	7/14/2008	6,554,935	3.69%	3/1/2028	$ 1,125,093
State of Florida Revolving Fund Loan	5/15/2025	1,863,502	1.19%	5/15/2045	$ 1,826,963
Total Business-type Activities					$ 2,952,056

Legal Debt Margin

The Village is subject to a bonded debt limitation of 10% of total assessed value of taxable real property. The final gross taxable value at September 30, 2025 was $2,024,349,561. As of September 30, 2025 the Village did not exceed the debt limit of $202,434,956.

Changes in Long-Term Liabilities

Changes in the Village's long-term liabilities for the fiscal year ended September 30, 2025 are as follows:

Governmental Activities

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Governmental Activities					
Note Payable - 2021	$ 6,111,000	$ -	$ 301,000	$ 5,810,000	$ 307,000
Financed purchases	141,898	-	80,794	61,104	28,905
Compensated absences	928,014	65,865	-	993,879	138,000
Total Governmental Activities	$ 7,180,912	$ 65,865	$ 381,794	$ 6,864,983	$ 473,905

Business-type Activities

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Business-type Activities					
Note Payable (2008)	$ 1,546,008	$ -	$ 420,915	$ 1,125,093	$ 437,238
State of Florida Revolving Fund Loan	-	1,826,963	-	1,826,963	46,510
Compensated absences	144,117	19,141	-	163,258	5,000
Total Business-type Activities	$ 1,690,125	$ 1,846,104	$ 420,915	$ 3,115,314	$ 488,748

The debt service requirements for the Village's notes are as follows:

Governmental Activities

Fiscal Year Ending	Promissory Notes		
September 30:	Principal	Interest	Total
2026	$ 307,000	$ 123,312	$ 430,312
2027	314,000	116,543	430,543
2028	321,000	109,621	430,621
2029	328,000	102,547	430,547
2030	335,000	95,321	430,321
2031-2041	4,205,000	523,995	4,728,995
Total	$ 5,810,000	$ 1,071,339	$ 6,881,339

Business-type Activities

Fiscal Year Ending September 30:	Promissory Notes Principal	Interest	Total
2026	$ 483,748	$ 54,709	$ 538,457
2027	539,604	37,001	576,605
2028	317,335	21,248	338,583
2029	86,058	18,408	104,466
2030	87,085	17,375	104,460
2031-2045	1,438,226	127,884	1,566,110
Total	$ 2,952,056	$ 276,625	$ 3,228,681

Total Primary Government Debt

Fiscal Year Ending September 30:	Total Primary Government Debt Principal	Interest	Total
2026	$ 790,748	$ 178,021	$ 968,769
2027	853,604	153,544	1,007,148
2028	638,335	130,869	769,204
2029	414,058	120,955	535,013
2030	422,085	112,696	534,781
2031-2045	5,643,226	651,879	6,295,105
Total	$ 8,762,056	$ 1,347,964	$ 10,110,020

M. Fund Balance

Minimum Fund Balance Policy

The Village Council has adopted a financial policy to maintain a minimum level of unassigned fund balance in the general fund. The target level is set at three months of general fund operating expenditures (25%). This amount is intended to provide fiscal stability when economic downturns and other unexpected events occur. If fund balance falls below the minimum target level because it has been used, essentially as a “revenue” source, as dictated by current circumstances, the policy provides for actions to replenish the amount to the minimum target level. Generally, replenishment is to occur within a three-year period.

At September 30, 2025 the unassigned fund balance of the general fund was 43.40% of fund operating expenditures and is above the minimum target level. It is a 1.23% increase compared to the prior fiscal year.

N. Interfund Transfers

The composition of interfund transfers for the fiscal year ended September 30, 2025 is as follows:

	Transfers In		
Transfers Out	Capital Projects Fund (1), (2)	Vehicle Replacement Fund (3)	Total
General Fund	$ 1,052,159	$ 749,790	$ 1,801,949
Building Fund		75,000	75,000
Water Fund		225,000	225,000
Total Interfund Transfers	$ 1,052,159	$ 1,049,790	$ 2,101,949

(1) Transfer is to restrict portion of increased General Fund revenues to fund capital projects and improvements

(2) Transfer of funds to fund specific capital projects.

(3) Transfer from varios funds to accumulate resources for the systematic replacement of vehicles used in Village operations.

O. Joint Ventures

The Village, in conjunction with six other municipalities, organized a consortium to provide mutual fire and emergency aid. The consortium is known as the Northern Area Mutual Aid Consortium (NAMAC). During 1999, the consortium purchased equipment and supplies as well as collected contributions. The consortium does not issue separate financial statements. The Village has not been obligated to contribute any funds to the consortium since its inception in 1999.

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF TEQUESTA, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues				
Ad valorem taxes	$ 12,603,668	$ 12,603,668	$ 12,779,426	$ 175,758
Other taxes	1,498,293	1,498,293	1,614,990	116,697
Charges for services	1,730,447	1,880,447	2,266,131	385,684
Intergovernmental	1,105,205	1,105,205	1,065,969	(39,236)
Intragovernmental	910,478	910,478	910,478	-
Licenses and permits	9,000	9,000	9,900	900
Franchise fees	614,820	614,820	591,864	(22,956)
Rents and royalties	148,482	148,482	209,241	60,759
Miscellaneous	9,500	19,500	89,026	69,526
Fines and forfeitures	13,585	13,585	33,853	20,268
Grants, contributions and donations	76,228	106,228	131,745	25,517
Investment earnings	280,500	402,243	569,358	167,115
Total Revenues	19,000,206	19,311,949	20,271,981	960,032
Expenditures				
Council	101,091	101,091	91,413	9,678
Manager	381,662	381,662	380,212	1,450
Human resources	501,502	501,502	475,194	26,308
Clerk	464,414	464,414	422,416	41,998
Finance	842,590	842,590	818,936	23,654
Legal	246,500	246,500	142,834	103,666
Comprehensive planning	409,622	409,622	364,500	45,122
General government	770,667	735,667	681,573	54,094
Information technology	612,423	647,423	644,742	2,681
Police	4,357,428	4,449,171	4,234,205	214,966
Code enforcement	138,325	138,325	95,001	43,324
Fire	5,003,283	5,431,334	5,311,383	119,951
Public works	1,796,551	1,832,022	1,697,057	134,965
Parks and recreation	1,284,680	1,304,680	1,301,321	3,359
Capital outlay	9,200	62,201	25,920	36,281
Debt service:				
Principal	352,700	362,700	381,794	(19,094)
Interest	134,600	134,600	134,066	534
Total Expenditures	17,407,238	18,045,504	17,202,567	842,937
Excess of Revenues Over Expenditures	1,592,968	1,266,445	3,069,414	1,802,969
Other Financing Sources (Uses)				
Transfers out	(2,030,000)	(1,801,949)	(1,801,949)	-
Sale of capital assets	10,000	10,000	36,505	26,505
Total Other Financing Uses, Net	(2,020,000)	(1,791,949)	(1,765,444)	26,505
Net Change in Fund Balance	(427,032)	(525,504)	1,303,970	1,829,474
Fund Balance - Beginning	8,803,055	8,803,055	8,803,055	-
Fund Balance - Ending	$ 8,376,023	$ 8,277,551	$ 10,107,025	$ 1,829,474

See note to budgetary comparison schedule.

VILLAGE OF TEQUESTA, FLORIDA

NOTE TO THE BUDGETARY COMPARISON SCHEDULE

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

Note 1 – Budgets and Budgetary Accounting

The Village is required to present a budget to actual comparison for the general fund and any major special revenue fund with a legally adopted annual budget. The Village may *not* include nonmajor special revenue funds, or funds of other fund types in required supplementary information. This fiscal year, the Village presents this schedule for the general fund only.

Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. For budgeting purposes, current year encumbrances are not treated as expenditures.

All budgets are legally enacted through passage of a resolution. The legal level of budgetary control is at the fund level. What this means is that any amendment that changes the funds's total budget requires the Village Council to approve it in the same manner that the original budget was approved – by resolution.

The *original budget* is the budget in place at the start of the fiscal year, which includes all of the following:

The budget passed by the Village Council
+Subsequent amendments made prior to the start of the fiscal year
+Carryovers from the previous year (encumbrances)
=Original budget

The *final budget* includes all adjustments to the budget applicable to the fiscal year, even if they take place after the close of the fiscal year.

During the year, total supplemental appropriations of $53,001 were adopted for the General Fund. Appropriations are legally controlled at the fund level and expenditures may not legally exceed budgeted appropriations at that level.

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS

FIREFIGHTERS' PENSION TRUST FUND

Fiscal year ending September 30,	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Total Pension Lability										
Service cost	$ 547,412	$ 494,367	$ 459,269	$ 444,381	$ 470,978	$ 447,688	$ 333,395	$ 392,933	$ 366,393	$ 348,504
Interest	1,339,548	1,252,377	1,162,950	1,106,369	1,059,130	951,218	878,984	827,256	788,885	778,642
Changes of benefit terms	-					(6,147)	22,243	-		
Difference between expected and actual experience	(120,849)	179,184	305,139	48,796	(50,743)	346,662	(41,742)	71,910	(22,327)	(401,835)
Changes of assumptions	105,920	-	-	-	(322,948)	-	378,870	-	(136,724)	300,255
Benefit payments	(1,016,594)	(448,011)	(913,443)	(693,145)	(216,799)	(216,799)	(216,799)	(518,495)	(163,805)	(438,149)
Refunds	-	(2,749)	(5,659)	-	-	(8,648)		-	(1,852)	-
Other								(151,438)	(151,438)	(242,266)
Net Change in Total Pension Liability	855,437	1,475,168	1,008,256	906,401	939,618	1,513,974	1,354,951	622,166	679,132	345,151
Total Pension Liability - Beginning	19,097,281	17,622,113	16,613,857	15,707,456	14,767,838	13,253,864	11,898,913	11,276,747	10,597,615	10,252,464
Total Pension Liability - Ending (a)	$ 19,952,718	$ 19,097,281	$ 17,622,113	$ 16,613,857	$ 15,707,456	$ 14,767,838	$ 13,253,864	$ 11,898,913	$ 11,276,747	$ 10,597,615
Plan Fiduciary Net Position										
Contributions - employer *	$ 481,771	$ 442,363	$ 439,538	$ 322,926	$ 410,585	$ 443,018	$ 332,559	$ 182,198	$ 209,615	$ 60,162
Contributions - employer (from State)**	271,163	249,399	244,737	200,648	193,278	171,939	156,424	307,956	300,401	394,709
Contributions - member	139,475	136,161	109,715	100,398	104,656	101,983	94,343	90,424	79,564	68,982
Net Investment income	2,090,705	3,098,192	1,239,553	(2,375,836)	2,697,602	1,021,058	358,277	943,640	974,383	609,318
Benefit payments	(1,016,594)	(448,011)	(913,443)	(693,145)	(216,799)	(216,799)	(216,799)	(518,495)	(163,805)	(438,149)
Refunds	-	(2,749)	(5,659)	-		(8,648)	-		(1,852)	-
Administrative expense	(32,744)	(53,011)	(33,186)	(31,060)	(26,570)	(25,874)	(30,043)	(31,858)	(18,789)	(27,450)
Other (Use of State Contribution Reserve)	-						-	(151,438)	(151,438)	(242,266)
Net Change in Plan Fiduciary Net Position	1,933,776	3,422,344	1,081,255	(2,476,069)	3,162,752	1,486,677	694,761	822,427	1,228,079	425,306
Plan Fiduciary Net Position - Beginning	18,249,247	14,826,903	13,745,648	16,221,717	13,058,965	11,572,288	10,877,527	10,055,100	8,827,021	8,401,715
Plan Fiduciary Net Position - Ending (b)	$ 20,183,023	$ 18,249,247	$ 14,826,903	$ 13,745,648	$ 16,221,717	$ 13,058,965	$ 11,572,288	$ 10,877,527	$ 10,055,100	$ 8,827,021
Net Pension Liability - Ending (a) - (b)	$ (230,305)	$ 848,034	$ 2,795,210	$ 2,868,209	$ (514,261)	$ 1,708,873	$ 1,681,576	$ 1,021,386	$ 1,221,647	$ 1,770,594
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	101.15%	95.56%	84.14%	82.74%	103.27%	88.43%	87.31%	91.42%	89.17%	83.29%
Covered Payroll	$ 2,324,587	$ 2,069,050	$ 1,828,585	$ 1,673,296	$ 1,744,261	$ 1,699,718	$ 1,572,385	$ 1,507,072	$ 1,446,616	$ 1,379,650
Net Pension Liability as a Percentage of Covered Payroll	(9.91)%	40.99%	152.86%	171.41%	(29.48)%	100.54%	106.94%	67.77%	84.45%	128.34%

* Net of prepaid Employer contribution.

** State Contribution Reserve was used to offset the Village's contribution requirements for the fiscal year ending 2016, 2017 and 2018.

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF VILLAGE CONTRIBUTIONS
FIREFIGHTERS' PENSION TRUST FUND

Fiscal Year Ended September 30,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Payroll
2016	$ 454,871	$ 454,871	$ -	$ 1,379,650	32.97%
2017	498,504	510,016	(11,512)	1,446,616	35.26%
2018	485,729	490,154	(4,425)	1,507,072	32.52%
2019	474,074	488,983	(14,909)	1,572,385	31.10%
2020	614,958	614,958	-	1,699,718	36.18%
2021	603,863 *	603,863	-	1,744,261	34.62%
2022	523,574 *	523,574	-	1,673,296	31.29%
2023	538,716	684,275	(145,559)	1,828,585	37.42%
2024	657,958	691,762	(33,804)	2,069,050	33.43%
2025	752,934	752,934	-	2,324,587	32.39%

* Excludes prepaid Employer contribution.

Notes to Schedule

Valuation Date 10/01/2023

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

Methods and Assumptions Used to Determined Contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level dollar, closed
Remaining amortization period	20 years
Asset valuation method	5-year smoothed market
Inflation	2.50%
Salary increases	6.0%, including inflation
Investment rate of return	7.00%
Retirement age	100% upon reaching normal retirement age. Probability of early retirement is 5% or each year eligible.
Mortality	The same version of PUB-2010 Headcount-Weighted Mortality Tables as used by the Florida Retirement System (FRS) for Special Risk Class members in their July 1, 2022 actuarial valuation (with mortality improvements projected for healthy lives to all future years after 2010 using Scale MP-2018). Florida Statutes Chapter 112.63(1)(f) mandates the use of mortality tables from one of the most recently publiched FRS actuarial valuation reports.

Other Information:

Notes	See discussion of valuation results in the October 1, 2023 Actuarial Valuation report, dated January 22, 2024.

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF INVESTMENT RETURNS
FIREFIGHTERS' PENSION TRUST FUND

Fiscal Year Ended September 30,	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Annual money-weighted rate of return, net of investment expenses	11.34%	20.27%	8.69%	(15.03)%	20.27%	8.30%	2.93%	8.92%	10.58%	7.69%

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CHANGES IN THE VILLAGE'S NET PENSION ASSET AND RELATED RATIOS

POLICE OFFICERS' PENSION TRUST FUND

Fiscal year ending September 30,	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Total Pension Lability										
Service cost	$ 428,530	$ 404,474	$ 387,331	$ 362,053	$ 327,856	$ 304,219	$ 100,925	$ 98,621	$ 80,711	$ 110,495
Interest	494,860	448,887	415,171	388,327	364,708	345,149	215,318	193,922	200,356	201,452
Benefit changes	-	-	-	-	-	-	821,833	-	-	-
Difference between expected and actual experience	(39,081)	66,473	(69,051)	(148,672)	(135,030)	(121,364)	(85,146)	34,217	(329,387)	(226,384)
Changes of assumptions	46,703	-	-	-	(87,966)	-	120,973	-	(30,633)	75,463
Benefit payments	(164,791)	(126,575)	(129,304)	(64,802)	(49,095)	(49,095)	(40,184)	(27,708)	(27,708)	(27,708)
Refunds	(43,608)	(10,642)	(43,675)	(15,915)	-	(42,075)	-			(52,038)
Other (increase in State contribution reserve)	(45,989)	(114,325)	(113,845)	(116,656)	(101,437)	(202,087)	649,262	-	-	-
Net Change in Total Pension Liability	676,624	668,292	446,627	404,335	319,036	234,747	1,782,981	299,052	(106,661)	81,280
Total Pension Liability - Beginning	6,745,092	6,076,800	5,630,173	5,225,838	4,906,802	4,672,055	2,889,074	2,590,022	2,696,683	2,615,403
Total Pension Liability - Ending (a)	$ 7,421,716	$ 6,745,092	$ 6,076,800	$ 5,630,173	$ 5,225,838	$ 4,906,802	$ 4,672,055	$ 2,889,074	$ 2,590,022	$ 2,696,683
Plan Fiduciary Net Position										
Contributions - employer	$ 272,485	$ 133,915	$ 126,138	$ 110,759	$ 100,619	$ -	$ 317,338	$ 175,116	$ 40,829	$ 38,638
Contributions - employer (from State)*	171,784	227,895	222,712	209,603	193,086	293,462	649,262	-	-	-
Contributions - member	553,731	96,406	92,612	84,799	75,796	70,327	65,446	31,338	16,998	17,067
Net Investment income	1,115,292	1,528,346	584,563	(1,149,235)	1,259,833	477,038	143,441	344,620	357,477	306,504
Benefit payments	(164,791)	(126,575)	(129,304)	(64,802)	(49,095)	(49,095)	(40,184)	(27,708)	(27,708)	(27,708)
Refunds	(43,608)	(10,642)	(43,675)	(15,915)	-	(42,075)	-	-	-	(52,038)
Administrative expense	(32,768)	(45,511)	(33,186)	(36,426)	(28,748)	(25,874)	(30,034)	(31,858)	(18,788)	(27,026)
Other - use of State contribution reserve	(45,989)	(114,325)	(113,845)	(116,656)	(101,437)	(202,087)	297,733 **	-	-	-
Net Change in Plan Fiduciary Net Position	1,826,136	1,689,509	706,015	(977,873)	1,450,054	521,696	1,403,002	491,508	368,808	255,437
Plan Fiduciary Net Position - Beginning	9,038,866	7,349,357	6,643,342	7,621,215	6,171,161	5,649,465	4,246,463	3,754,955	3,386,147	3,130,710
Plan Fiduciary Net Position - Ending (b)	$ 10,865,002	$ 9,038,866	$ 7,349,357	$ 6,643,342	$ 7,621,215	$ 6,171,161	$ 5,649,465	$ 4,246,463	$ 3,754,955	$ 3,386,147
Net Pension Asset - Ending (a) -(b)	$ (3,443,286)	$ (2,293,774)	$ (1,272,557)	$ (1,013,169)	$ (2,395,377)	$ (1,264,359)	$ (977,410)	$ (1,357,389)	$ (1,164,933)	$ (689,464)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	146.39%	134.01%	120.94%	118.00%	145.84%	125.77%	120.92%	146.98%	144.98%	125.57%
Covered Payroll	$ 2,115,566	$ 1,660,442	$ 1,593,652	$ 1,470,899	$ 1,304,196	$ 1,229,934	$ 1,153,957	$ 582,166	$ 339,957	$ 341,342
Net Pension Asset as a Percentage of Covered Payroll	(162.76)%	(138.14)%	(79.85)%	(68.88)%	(183.67)%	(102.80)%	(84.70)%	(233.16)%	(342.67)%	(201.99)%

* State contribution reserve was used to offset the Village's contribution requirements for fiscal year ending 2020 and 2021.

** Transers from 401(a) plan.

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF VILLAGE CONTRIBUTIONS
POLICE OFFICERS' PENSION TRUST FUND

Fiscal Year Ended September 30,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Payroll
2016	$ 37,377	$ 38,638	$ (1,261)	$ 341,342	11.32%
2017	40,659	40,829	(170)	339,957	12.01%
2018	175,116	175,116	-	582,166	30.08%
2019	317,338	317,338	-	1,153,957	27.50%
2020	293,462	293,462	-	1,229,934	23.86%
2021	293,705	293,705	-	1,304,196	22.52%
2022	320,362	320,362	-	1,470,899	21.78%
2023	348,850	348,850	-	1,593,652	21.89%
2024	361,810	361,810	-	1,660,442	21.79%
2025	444,269	444,269	-	2,115,566	21.00%

Notes to Schedule

Valuation Date 10/01/2023

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

Methods and Assumptions Used to Determined Contribution Rates:

Actuarial cost method	Entry age normal
Amortization method	Level dollar, closed
Remaining amortization period	20 years
Asset valuation method	5-year smoothed market
Inflation	2.50%
Salary increases	6.0%, including inflation
Investment rate of return	7.00%
Retirement age	100% upon reaching normal retirement age. Probability of early retirement is 5% or each year eligible.
Mortality	The same version of PUB-2010 Headcount-Weighted Mortality Tables as used by the Florida Retirement System (FRS) for Special Risk Class members in their July 1, 2022 actuarial valuation (with mortality improvements projected for healthy lives to all future years after 2010 using Scale MP-2018). Florida Statutes Chapter 112.63(1)(f) mandates the use of mortality tables from one of the most recently publiched FRS actuarial valuation reports.

Other information:

Notes	See discussion of valuation results in the October 1, 2023 Actuarial Valuation report, dated January 22, 2024.

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF INVESTMENT RETURNS
POLICE OFFICERS' PENSION TRUST FUND

Fiscal Year Ended September 30,	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Annual money-weighted rate of return, net of investment expenses	11.34%	20.27%	8.69%	(15.03)%	20.27%	8.30%	2.93%	8.92%	10.58%	7.69%

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CHANGES IN THE VILLAGE'S NET PENSION LIABILITY (ASSET) AND RELATED RATIOS

GENERAL EMPLOYEES' PENSION TRUST FUND

Fiscal year ending September 30,	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Total Pension Lability										
Service cost	$ 657,428	$ 589,340	$ 539,870	$ 502,759	$ 470,535	$ 547,702	$ 461,164	$ 447,305	$ 380,051	$ 359,231
Interest	699,043	629,197	578,739	519,671	497,428	468,322	425,911	373,859	329,590	285,954
Benefit changes	-	-	-	-	-	-	-		-	-
Difference between actual and expected experience	64,742	91,293	(104,387)	102,847	(332,590)	101,865	(156,013)	66,509	(112,103)	(40,094)
Assumption changes	-	-	-	-	(109,651)	127,729	-	-	362,784	-
Benefit payments	(299,079)	(272,844)	(236,372)	(226,227)	(178,474)	(161,419)	(160,588)	(79,332)	(41,859)	(16,657)
Refunds	(5,905)	(28,902)	(36,696)	(7,996)	(18,820)	(53,330)	(48,114)	(27,837)	(13,511)	(16,161)
Net Change in Total Pension Liability	1,116,229	1,008,084	741,154	891,054	328,428	1,030,869	522,360	780,504	904,952	572,273
Total Pension Liability - Beginning	10,249,576	9,241,492	8,500,338	7,609,284	7,280,856	6,249,987	5,727,627	4,947,123	4,042,171	3,469,898
Total Pension Liability - Ending (a)	$ 11,365,805	$ 10,249,576	$ 9,241,492	$ 8,500,338	$ 7,609,284	$ 7,280,856	$ 6,249,987	$ 5,727,627	$ 4,947,123	$ 4,042,171
Plan Fiduciary Net Position										
Contributions - employer and State	$ 482,041	$ 381,565	$ 331,983	$ 350,247	$ 380,003	$ 391,341	$ 362,848	$ 350,412	$ 305,931	$ 201,704
Contributions - member	238,871	218,037	196,672	181,475	171,792	180,175	161,553	156,434	143,361	134,829
Net investment income	1,465,511	1,899,142	719,500	(1,390,881)	1,435,710	615,311	235,519	417,228	562,828	191,848
Benefit payments	(299,079)	(272,844)	(236,372)	(226,227)	(178,474)	(161,419)	(160,588)	(79,332)	(41,859)	(16,657)
Refunds	(5,905)	(28,902)	(36,696)	(7,996)	(18,820)	(53,330)	(48,114)	(27,837)	(13,511)	(16,161)
Administrative expense	(52,683)	(55,524)	(56,335)	(43,004)	(40,527)	(54,652)	(48,241)	(43,300)	(37,296)	(44,359)
Net Change in Plan Fiduciary Net Position	1,828,756	2,141,474	918,752	(1,136,386)	1,749,684	917,426	502,977	773,605	919,454	451,204
Plan Fiduciary Net Position - Beginning	10,802,680	8,661,206	7,742,454	8,878,840	7,129,156	6,211,730	5,708,753	4,935,148	4,015,694	3,564,490
Plan Fiduciary Net Position - Ending (b)	$ 12,631,436	$ 10,802,680	$ 8,661,206	$ 7,742,454	$ 8,878,840	$ 7,129,156	$ 6,211,730	$ 5,708,753	$ 4,935,148	$ 4,015,694
Net Pension Liability (Asset) - Ending (a) - (b)	$ (1,265,631)	$ (553,104)	$ 580,286	$ 757,884	$ (1,269,556)	$ 151,700	$ 38,257	$ 18,874	$ 11,975	$ 26,477
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	111.14%	105.40%	93.72%	91.08%	116.68%	97.92%	99.39%	99.67%	99.76%	99.34%
Covered Payroll	$ 4,777,420	$ 4,360,740	$ 3,933,440	$ 3,629,500	$ 3,435,840	$ 3,603,500	$ 3,231,060	$ 3,128,680	$ 2,867,220	$ 2,696,572
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(26.49)%	(12.68)%	14.75%	20.88%	(36.95)%	4.21%	1.18%	0.60%	0.42%	0.98%

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF VILLAGE CONTRIBUTIONS
GENERAL EMPLOYEES' PENSION TRUST FUND

Fiscal Year Ended September 30,	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered Payroll	Actual Contribution as a % of Covered Payroll
2016	$ 201,704	$ 201,704	$ -	$ 2,696,572	7.48%
2017	235,972	305,931	(69,959)	2,867,220	10.67%
2018	350,412	350,412	-	3,128,680	11.20%
2019	362,848	362,848	-	3,231,060	11.23%
2020	391,341	391,341	-	3,603,500	10.86%
2021	380,003	380,003	-	3,435,840	11.06%
2022	350,247	350,247	-	3,629,500	9.65%
2023	331,983	331,983	-	3,933,440	8.44%
2024	381,565	381,565	-	4,360,740	8.75%
2025	482,041	482,041	-	4,777,420	10.09%

Notes to Schedule

Valuation Date 10/01/2023

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

Methods and Assumptions Used to Determined Contribution Rates:

Actuarial cost method	Aggregate method
Amortization method	N/A
Remaining amortization period	N/A
Asset valuation method	5-year smoothed market
Inflation	2.25%
Salary increases	4.75% to 5.50%, including inflation, based on years of service.
Investment rate of return	6.50%
Retirement age	100% if eligible for normal retirement before age 62, else age based from 30% at age 62 to 100% at age 70; 5% for each year eligible for early retirement.
Mortality	The same version of PUB-2010 Headcount-Weighted Mortality Table as used by the Florida Retirement System (FRS) in their July 1, 2023 actuarial valuation (with mortality improvements projected to all future years after 2010 using Scale MP-2018). Florida Statutes Chapter 112.63(1)(f) mandates the use of mortality tables from one of the two most recently published FRS actuarial valuation reports.

Other information:

Notes	See discussion of valuation results from the October 1, 2023 Actuarial Valuation report.

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF INVESTMENT RETURNS
GENERAL EMPLOYEES' PENSION TRUST FUND

Fiscal Year Ended September 30,	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Annual money-weighted rate of return, net of investment expenses	12.89%	20.91%	8.58%	(15.89)%	19.38%	8.83%	3.36%	7.28%	12.52%	3.97%

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS

OTHER POST-EMPLOYMENT BENEFITS

Measurement Date, September 30,	2024	2023	2022	2021	2020	2019	2018	2017
Total OPEB Lability								
Service cost	$ 64,977	$ 59,465	$ 79,520	$ 63,270	$ 57,961	$ 50,439	$ 51,371	$ 53,040
Interest	43,419	37,405	21,209	12,060	12,064	25,960	22,929	19,739
Difference between expected and actual experience	-	44,273	-	-	-	(309,165)	-	-
Changes of assumptions and other inputs	59,293	(3,117)	(144,458)	411,041	6,038	12,964	(13,500)	(14,020)
Benefit payments	(51,540)	(60,216)	(48,910)	(20,244)	(19,040)	(34,636)	(39,712)	(37,725)
Net Change in Total OPEB Liability	116,149	77,810	(92,639)	466,127	57,023	(254,438)	21,088	21,034
Total OPEB Liability - Beginning	898,571	820,761	913,400	447,273	390,250	644,688	623,600	602,566
Total OPEB Liability - Ending	$ 1,014,720	$ 898,571	$ 820,761	$ 913,400	$ 447,273	$ 390,250	$ 644,688	$ 623,600
Covered - Employee Payroll	$ 7,904,149	$ 7,673,931	$ 6,773,694	$ 7,825,935	$ 7,597,995	$ 7,284,363	$ 6,694,984	$ 5,708,842
Total OPEB Liability as a percentage of Covered-Employee Payroll	12.84%	11.71%	12.12%	11.67%	5.89%	5.36%	9.63%	10.92%

Notes to Schedule

Changes of benefit terms. There have been no significant changes (other than premium rate increases)in any health benefits during the year.

Changes of assmptions. Changes of assumptions and other inputs reflect the effect of changes in the discount rate each period. Discount rate changed to 3.81% from 4.63%. Inflation is 2.50%.

There are no plan assets accumulated in the trust fund that meets the criteria of GASB Statement No. 75 to pay related benefits.

The following is a select health cost trends:

FY Beginning	
2025	6.00%
2026	5.84%
2027	5.68%
2028	5.52%
2029	5.36%
2030	5.20%
2031	5.04%
2032	5.04%
2033	5.04%
Ultimate health cost trend	4.00%
Salary increases	General Employees plan participants 4.75%-5.50%, including inflation; Public Safety - 6.00% per year, including inflation.

The Village of Tequesta implemented GASB Statement No.75 in fiscal year ending 9/30/2018 with a measurement date of 9/30/2017. This schedule is presented as required, however, until a full 10-year trend is compiled, the Village is only presenting information for those years for which information is available.

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

FLORIDA RETIREMENT SYSTEM (FRS)
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Fiscal Year Ended June 30,	2025*	2024*	2023	2022	2021	2020	2019	2018	2017	2016
Proportion of the net pension liability	-%	-%	0.00025%	0.00041%	0.00135%	0.00165%	0.00158%	0.00166%	0.00189%	0.00227%
Proportionate share of the net pension liability	$ -	$ -	$ 99,080	$ 152,863	$ 101,680	$ 717,034	$ 543,212	$ 501,303	$ 561,097	$ 572,594
Covered payroll	$ -	$ -	$ 70,598	$ 105,084	$ 297,735	$ 222,110	$ 285,622	$ 369,696	$ 391,643	$ 492,907
Proportionate share of the net pension liability as a percentage of its covered payroll	-%	-%	140.34%	145.47%	34.15%	322.83%	190.19%	135.60%	143.27%	116.17%
Plan fiduciary net position as a percentage of the total pension liability	-%	-%	82.38%	82.89%	96.40%	78.85%	82.61%	84.26%	83.89%	84.88%

The amounts presented for each fiscal year were determined as of 6/30.

* At fiscal year end Village did not have any FRS participants and no pension liability related.

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

HEALTH INSURANCE SUBSIDY PROGRAM (HIS)
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Fiscal Year Ended June 30,	2025*	2024*	2023	2022	2021	2020	2019	2018	2017	2016
Proportion of the net pension liability	-%	-%	0.00018%	0.00029%	0.00087%	0.00090%	0.00094%	0.00113%	0.00121%	0.00160%
Proportionate share of the net pension liability	$ -	$ -	$ 28,300	$ 30,542	$ 107,220	$ 109,870	$ 104,854	$ 119,802	$ 129,440	$ 186,087
Covered payroll	$ -	$ -	$ 70,598	$ 105,084	$ 297,735	$ 222,110	$ 285,622	$ 369,696	$ 391,643	$ 492,907
Proportionate share of the net pension liability as a percentage of its covered payroll	-%	-%	40.09%	29.06%	36.01%	49.47%	36.71%	32.41%	33.05%	37.75%
Plan fiduciary net position as a percentage of the total pension liability	-%	-%	4.12%	4.81%	3.56%	3.00%	2.63%	2.15%	1.64%	0.97%

The amounts presented for each fiscal year were determined as of 6/30.

* At fiscal year end Village did not have any HIS participants and no pension liability related.

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

FLORIDA RETIREMENT SYSTEM (FRS)
SCHEDULE OF VILLAGE CONTRIBUTIONS

Fiscal Year Ended September 30,	2025*	2024*	2023	2022	2021	2020	2019	2018	2017	2016
Contractually required contribution	$ -	$ -	$ 8,422	$ 13,668	$ 44,150	$ 58,313	$ 52,059	$ 48,540	$ 47,988	$ 62,966
Contributions in relation to the conractually required contribution	-	-	(8,422)	(13,668)	(44,150)	(58,313)	(52,059)	(48,540)	(47,988)	(62,966)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ -	$ -	$ 49,714	$ 81,619	$ 277,220	$ 233,482	$ 261,899	$ 362,908	$ 382,869	$ 451,085
Contributions as a percentage of covered payroll	-%	-%	16.94%	16.75%	15.93%	24.98%	19.88%	13.38%	12.53%	13.96%

The information in this schedule determined as of the Village's most recent fiscal year.

*At fiscal year end Village did not have any FRS participants and no pension liability related.

VILLAGE OF TEQUESTA

REQUIRED SUPPLEMENTARY INFORMATION

HEALTH INSURANCE SUBSIDY PROGRAM (HIS)
SCHEDULE OF VILLAGE CONTRIBUTIONS

Fiscal Year Ended September 30,	2025*	2024*	2023	2022	2021	2020	2019	2018	2017	2016
Contractually required contribution	$ -	$ -	$ 825	$ 1,355	$ 4,602	$ 3,876	$ 4,348	$ 6,024	$ 6,356	$ 7,488
Contributions in relation to the conractually required contribution	-	-	(825)	(1,355)	(4,602)	(3,876)	(4,348)	(6,024)	(6,356)	(7,488)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ -	$ -	$ 49,714	$ 81,619	$ 277,220	$ 233,482	$ 261,899	$ 362,908	$ 382,869	$ 451,085
Contributions as a percentage of covered payroll	-%	-%	1.66%	1.66%	1.66%	1.66%	1.66%	1.66%	1.66%	1.66%

The information in this schedule determined as of the Village's most recent fiscal year.

*At fiscal year end Village did not have any HIS participants and no pension liability related.

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

NONMAJOR GOVERNMENTAL FUNDS

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special revenue funds are used to account for specific revenue sources that are restricted to expenditures for particular purposes.

Building Fund - This fund accounts for permit fees required on all public or private buildings, structures, and facilities. The revenue obtained shall be used solely for carrying out responsibilities in enforcing Florida Building Code.

Special Law Enforcement Trust Fund – This fund accounts for forfeitures received by the Police Department. Forfeitures obtained locally are expended as prescribed by Florida Statute Chapter 932.704. Forfeitures obtained through federal programs are expended according to the Department of Justice Asset Forfeiture Program.

Capital Projects Funds

Capital Projects Funds are used to account for and report financial resources that are restricted, committed or assigned to expenditures for capital outlays including the acquisition or construction of capital facilities and other capital assets. The use of the capital projects fund type is permitted rather than mandated for financial reporting purposes. Capital projects funds can be a valuable management tool for multi-year projects.

Capital Improvement Fund – This fund is used to account for the maintenance and upkeep of the Village's general infrastructure (such as roads, bridges, sidewalks and storm water drainage systems) and streetscape beautification projects.

Capital Project Fund – This fund accounts for the acquisition or construction of major capital projects, other than those financed by proprietary fund types.

VILLAGE OF TEQUESTA, FLORIDA

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2025

	Special Revenue		Capital Projects		
	Building Fund	Special Law Enforcement Fund	Capital Improvement Fund	Capital Projects Fund	Total Nonmajor Governmental Funds
Assets					
Cash	$ 23,080	$ 215,058	$ 732,863	$ 70,091	$ 1,041,092
Investments	1,098,843	138,168	886,520	405,859	2,529,390
Receivables, net	53	-	146,790	-	146,843
Inventories	371	-	-	-	371
Prepaid items	22,458	-	-	-	22,458
Total Assets	$ 1,144,805	$ 353,226	$ 1,766,173	$ 475,950	$ 3,740,154
Liabilities and Fund Balances					
Liabilities					
Accounts payable	39,403	10,433	5,951	-	55,787
Accrued liabilities	14,451	1,400	-	-	15,851
Retainage payable	-	-	-	15,064	15,064
Due to other governments	6,684	-	-	-	6,684
Total Liabilities	60,538	11,833	5,951	15,064	93,386
Fund Balances					
Nonspendable:					
Inventories	371	-	-	-	371
Prepaid Items	22,458	-	-	-	22,458
Restricted for:					
Infrastructure	-	-	1,015,416	-	1,015,416
Building	1,044,496	-	-	-	1,044,496
Law Enforcement	-	278,554	-	-	278,554
Capital Projects	-	-	670,365	-	670,365
Assigned to:					
Capital Projects	-	-	74,441	375,137	449,578
Subsequent years budget	16,942	62,839	-	85,749	165,530
Total Fund Balances	1,084,267	341,393	1,760,222	460,886	3,646,768
Total Liabilities and Fund Balances	$ 1,144,805	$ 353,226	$ 1,766,173	$ 475,950	$ 3,740,154

VILLAGE OF TEQUESTA, FLORIDA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	Special Revenue		Capital Projects		
	Building Fund	Special Law Enforcement Fund	Capital Improvement Fund	Capital Projects Fund	Total Nonmajor Governmental Funds
Revenues					
Other taxes	$ -	$ -	$ 934,011	$ -	$ 934,011
Charges for services	4,436	-	-	-	4,436
Licenses and permits	1,438,818	-	-	-	1,438,818
Miscellaneous	213	145	-	-	358
Fines and forfeitures	-	212,242	-	-	212,242
Investment earnings	44,123	10,645	41,859	36,352	132,979
Total Revenues	1,487,590	223,032	975,870	36,352	2,722,844
Expenditures					
General government	-	-	787	-	787
Public safety	1,058,848	139,043	-	-	1,197,891
Transportation	-	-	46,386	-	46,386
Capital outlay	15,000	175	-	2,016,152	2,031,327
Total Expenditures	1,073,848	139,218	47,173	2,016,152	3,276,391
Excess (Deficiency) of Revenues Over (Under) Expenditures	413,742	83,814	928,697	(1,979,800)	(553,547)
Other Financing Sources (Uses)					
Transfers in	-	-	-	1,052,159	1,052,159
Transfers out	(75,000)	-	-	-	(75,000)
Total Other Financing Sources, Net	(75,000)	-	-	1,052,159	977,159
Net Change in Fund Balances	338,742	83,814	928,697	(927,641)	423,612
Fund Balances - Beginning of Year	745,525	257,579	831,525	1,388,527	3,223,156
Fund Balances - End of Year	$ 1,084,267	$ 341,393	$ 1,760,222	$ 460,886	$ 3,646,768

VILLAGE OF TEQUESTA, FLORIDA

BUDGETARY COMPARISON SCHEDULE
BUILDING FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues				
Charges for services	$ -	$ -	$ 4,436	$ 4,436
Licenses and permits	608,708	608,708	1,438,818	830,110
Miscellaneous	-	-	213	213
Investment earnings	25,003	25,003	44,123	19,120
Total Revenues	633,711	633,711	1,487,590	853,879
Expenditures				
Public safety	1,176,805	1,187,805	1,058,848	128,957
Capital outlay	-	16,943	15,000	1,943
Total Expenditures	1,176,805	1,204,748	1,073,848	130,900
(Deficiency) of Revenues Under Expenditures	(543,094)	(571,037)	413,742	984,779
Other Financing Sources (Uses)				
Transfers out	(75,000)	(75,000)	(75,000)	-
Total Other Financing Sources (Uses)	(75,000)	(75,000)	(75,000)	-
Net Change in Fund Balance	(618,094)	(646,037)	338,742	984,779
Fund Balance - Beginning	745,525	745,525	745,525	-
Fund Balance - Ending	$ 127,431	$ 99,488	$ 1,084,267	$ 984,779

VILLAGE OF TEQUESTA, FLORIDA

BUDGETARY COMPARISON SCHEDULE
SPECIAL LAW ENFORCEMENT TRUST FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	Budgeted Amounts			
	Original	Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues				
Miscellaneous	$ -	$ -	$ 145	$ 145
Fines and forfeitures	$ 126,009	$ 126,009	$ 212,242	$ 86,233
Investment earnings	5,000	5,000	10,645	5,645
Total Revenues	131,009	131,009	223,032	92,023
Expenditures				
Public safety	131,009	146,009	139,043	6,966
Capital outlay	-	53,001	175	52,826
Total Expenditures	131,009	199,010	139,218	59,792
Net Change in Fund Balance	-	(68,001)	83,814	151,815
Fund Balance - Beginning	257,579	257,579	257,579	-
Fund Balance - Ending	$ 257,579	$ 189,578	$ 341,393	$ 151,815

VILLAGE OF TEQUESTA, FLORIDA

BUDGETARY COMPARISON SCHEDULE
CAPITAL IMPROVEMENT FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues				
Other taxes	$ 850,467	$ 850,467	$ 934,011	$ 83,544
Grants, contributions and donations	340,884	340,884	-	(340,884)
Investment earnings	25,000	25,000	41,859	16,859
Total Revenues	1,216,351	1,216,351	975,870	(240,481)
Expenditures				
General government	-	-	787	(787)
Transportation	100,000	100,000	46,386	53,614
Capital outlay	1,034,768	1,034,768	-	1,034,768
Total Expenditures	1,134,768	1,134,768	47,173	1,087,595
Net Change in Fund Balance	81,583	81,583	928,697	847,114
Fund Balance - Beginning	831,525	831,525	831,525	-
Fund Balance - Ending	$ 913,108	$ 913,108	$ 1,760,222	$ 847,114

VILLAGE OF TEQUESTA, FLORIDA

BUDGETARY COMPARISON SCHEDULE
CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues				
Grants, contributions and donations	$ 162,500	$ 162,500	$ -	$ (162,500)
Investment earnings	9,000	9,000	36,352	27,352
Total Revenues	171,500	171,500	36,352	(135,148)
Expenditures				
Transportation	710,000	1,027,831	-	1,027,831
Capital outlay	445,000	1,294,887	2,016,152	(721,265)
Total Expenditures	1,155,000	2,322,718	2,016,152	306,566
(Deficiency) of Revenues Under Expenditures	(983,500)	(2,151,218)	(1,979,800)	171,418
Other Financing Sources (Uses)				
Transfers in	1,280,210	1,280,210	1,052,159	(228,051)
Total Other Financing Sources (Uses)	1,280,210	1,280,210	1,052,159	(228,051)
Net Change in Fund Balance	296,710	(871,008)	(927,641)	(56,633)
Fund Balance - Beginning	1,388,527	1,388,527	1,388,527	-
Fund Balance - Ending	$ 1,685,237	$ 517,519	$ 460,886	$ (56,633)

FIDUCIARY FUNDS

FIDUCIARY FUNDS

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore cannot be used to support the government's own programs. Pension trust funds are fiduciary funds that are used to report resources required to be held in trust for the members and beneficiaries of defined benefit pension plans, defined contribution plans, other post-employment benefit plans, or other employee benefit plans. The Village accounts for two defined benefit plans (Public Safety reports separate trust funds for Police Officers and Firefighters) and a separate fund is reported for each individual trust fund. The three trust funds are as follows:

Firefighters' Pension Trust Fund – This fund accounts for the accumulation of resources and for contributions and benefits of the firefighter employees.

Police Officers' Pension Trust Fund – This fund accounts for the accumulation of resources and for contributions and benefits of the police employees.

General Employees' Pension Trust Fund – This fund accounts for the accumulation of resources and for contributions and benefits for the general employees of the Village.

VILLAGE OF TEQUESTA, FLORIDA

COMBINING STATEMENT OF FIDUCIARY NET POSITION

SEPTEMBER 30, 2025

	Firefighters' Pension Trust Fund	Police Officers' Pension Trust Fund	General Employees' Pension Trust Fund	Total
Assets				
Cash and cash equivalents	$ 368,507	$ 198,611	$ 409,561	$ 976,679
Investments				
Equities	13,863,634	7,469,772	8,538,148	29,871,554
Fixed Income	4,803,848	2,588,329	3,013,946	10,406,123
Real Estate Fund	1,106,641	596,262	649,655	2,352,558
Total investments	19,774,123	10,654,363	12,201,749	42,630,235
Contributions receivable	35,448	12,088	19,755	67,291
Accrued interest receivable	16,687	8,997	17,436	43,120
Prepaid items	1,513	1,513	-	3,026
Total Assets	20,196,278	10,875,572	12,648,501	43,720,351
Liabilities				
Accounts payable	13,255	10,570	17,065	40,890
Total Liabilities	13,255	10,570	17,065	40,890
Net Position Restricted for Pension Benefits	$ 20,183,023	$ 10,865,002	$ 12,631,436	$ 43,679,461

VILLAGE OF TEQUESTA, FLORIDA

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

	Firefighters' Pension Trust Fund	Police Officers' Pension Trust Fund	General Employees' Pension Trust Fund	Total
Additions				
Contributions:				
State of Florida	$ 271,163	$ 125,795	$ -	$ 396,958
Employer	481,771	272,485	482,041	1,236,297
Employee	139,475	553,731	238,871	932,077
Total Contributions	892,409	952,011	720,912	2,565,332
Investment Earnings				
Net appreciation in fair value of investments	1,144,656	640,427	506,203	2,291,286
Gain on sale of investments	618,072	310,847	786,302	1,715,221
Interest and dividends	367,925	193,287	227,479	788,691
Total investment earnings	2,130,653	1,144,561	1,519,984	4,795,198
Less investment expenses	(40,213)	(29,407)	(54,473)	(124,093)
Net Investment earnings	2,090,440	1,115,154	1,465,511	4,671,105
Miscellaneous	265	138	-	403
Total Additions	2,983,114	2,067,303	2,186,423	7,236,840
Deductions				
Benefits paid	1,016,594	208,399	299,079	1,524,072
Refund of contributions	-	-	5,905	5,905
Administrative expenses	32,744	32,768	52,683	118,195
Total Deductions	1,049,338	241,167	357,667	1,648,172
Change in Net Position	1,933,776	1,826,136	1,828,756	5,588,668
Net Position Restricted for Pension Benefits				
Beginning of year	18,249,247	9,038,866	10,802,680	38,090,793
End of year	$ 20,183,023	$ 10,865,002	$ 12,631,436	$ 43,679,461

STATISTICAL SECTION

STATISTICAL SECTION

This part of the Village of Tequesta'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 Village's overall financial health.

Contents **Page**

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year.

VILLAGE OF TEQUESTA, FLORIDA

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS

(ACCRUAL BASIS OF ACCOUNTING)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Governmental Activities										
Net investment in capital assets	$ 9,948,379	$ 10,023,291	$ 10,678,761	$ 10,470,562	$ 10,473,238	$ 7,103,735	$ 10,335,163	$ 11,470,215	$ 13,516,727	$ 14,981,767
Restricted	1,343,543	1,776,769	1,615,279	2,067,445	1,398,916	1,628,800	1,769,822	3,019,305	2,961,557	2,645,466
Unrestricted	1,612,070	1,157,654	978,157	1,086,789	1,781,225	9,028,159	8,831,563	8,283,568	8,796,553	12,600,400
Total Governmental Activities Net Position	$ 12,903,992	$ 12,957,714	$ 13,272,197	$ 13,624,796	$ 13,653,379	$ 17,760,694	$ 20,936,548	$ 22,773,088	$ 25,274,837	$ 30,227,633
Business-type Activities:										
Net investment in capital assets	$ 12,321,453	$ 13,078,584	$ 12,774,847	$ 13,012,584	$ 14,166,351	$ 15,470,616	$ 15,642,791	$ 16,026,834	$ 17,495,935	$ 16,516,308
Restricted	-	-	-	-	397,997	376,728	391,822	406,556	420,915	483,748
Unrestricted	6,117,202	5,883,331	6,972,014	7,967,052	6,896,819	6,444,980	7,382,153	9,678,691	12,183,737	15,981,567
Total Business-type Activities Net Position	$ 18,438,655	$ 18,961,915	$ 19,746,861	$ 20,979,636	$ 21,461,167	$ 22,292,324	$ 23,416,766	$ 26,112,081	$ 30,100,587	$ 32,981,623
Primary government:										
Net investment in capital assets	$ 22,269,832	$ 23,101,875	$ 23,453,608	$ 23,483,146	$ 24,639,589	$ 22,574,351	$ 25,977,954	$ 27,497,049	$ 31,012,662	$ 31,498,075
Restricted	1,343,543	1,776,769	1,615,279	2,067,445	1,796,913	2,005,528	2,161,644	3,425,861	3,382,472	3,129,214
Unrestricted	7,729,272	7,040,985	7,950,171	9,053,841	8,678,044	15,473,139	16,213,716	17,962,259	20,980,290	28,581,967
Total Governmental Activities Net Position	$ 31,342,647	$ 31,919,629	$ 33,019,058	$ 34,604,432	$ 35,114,546	$ 40,053,018	$ 44,353,314	$ 48,885,169	$ 55,375,424	$ 63,209,256

VILLAGE OF TEQUESTA, FLORIDA

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS

(ACCRUAL BASIS OF ACCOUNTING)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Expenditures										
Governmental activities:										
General government	$ 1,918,843	$ 2,201,162	$ 2,308,838	$ 2,411,174	$ 2,353,750	$ 3,121,260	$ 2,961,670	$ 3,423,392	$ 3,740,337	$ 4,168,294
Public safety	7,270,731	7,004,196	7,023,664	8,455,155	8,806,935	7,507,748	7,926,208	9,511,503	10,789,074	10,511,330
Transportation	1,381,760	1,650,162	1,945,513	1,436,674	1,496,229	1,944,570	1,986,016	1,847,580	1,815,814	2,037,511
Leisure services	663,524	699,068	704,448	771,783	675,172	701,364	1,055,418	1,345,068	1,485,463	1,517,738
Interest on long-term debt	117,709	111,504	96,109	71,803	44,058	59,662	239,652	147,503	138,762	130,785
Total Governmental Activities Expenditures	11,352,567	11,666,092	12,078,572	13,146,589	13,376,144	13,334,604	14,168,964	16,275,046	17,969,450	18,365,658
Business-type activities:										
Water	4,726,849	5,038,740	4,871,601	5,079,244	2,964,202	5,810,515	5,551,570	5,389,292	5,518,894	7,088,283
Stormwater	490,405	338,758	687,878	485,566	453,776	524,732	715,004	497,582	605,901	592,508
Refuse and recycling	489,874	479,278	479,478	480,268	496,619	511,299	529,107	600,664	617,328	739,471
Total Business-type Activities Expenses	5,707,128	5,856,776	6,038,957	6,045,078	3,914,597	6,846,546	6,795,681	6,487,538	6,742,123	8,420,262
Total Primary Government Program Expenses	$ 17,059,695	$ 17,522,868	$ 18,117,529	$ 19,191,667	$ 17,290,741	$ 20,181,150	$ 20,964,645	$ 22,762,584	$ 24,711,573	$ 26,785,920
Program Revenues										
Governmental activities:										
Charges for services:										
General government	$ 814,596	$ 865,589	$ 899,257	$ 997,556	$ 1,150,219	$ 1,930,346	$ 1,548,158	$ 146,811	$ 1,273,767	$ 1,639,530
Public safety	1,734,116	1,775,824	1,867,606	1,845,894	1,552,009	2,416,823	2,017,300	2,425,081	2,060,300	3,176,603
Transportation	-	-	-	-	-	-	-	-	-	-
Leisure services	69,570	83,749	83,209	83,794	27,402	11,253	38,063	156,195	214,186	245,841
Operating grants and contributions	9,505	10,235	253,986	16,045	105,492	1,676,429	1,581,739	151,370	71,533	99,465
Capital grants and contributions	73,828	23,657	82,000	17,692	8,500	63,568	61,667	171,857	129,253	32,280
Total Governmental Activities Program Revenues	2,701,615	2,759,054	3,186,058	2,960,981	2,843,622	6,098,419	5,246,927	3,051,314	3,749,039	5,193,719
Business-type Activities										
Charges for services:										
Water	4,826,495	5,487,305	5,894,396	6,173,278	6,370,552	6,641,698	6,579,570	7,037,927	8,610,166	9,394,408
Stormwater	325,005	340,118	375,534	430,814	432,355	450,271	490,267	522,197	562,337	573,351
Refuse and recycling	490,801	493,753	488,121	486,893	487,874	486,643	507,306	572,373	594,153	719,896
Operating grants and contributions	-	-	-	-	-	-	-	-	2,456	-
Capital grants and contributions	-	-	-	-	-	19,157	108,464	163,631	289,512	255,139
Total Business-type Activities Program Revenues	5,642,301	6,321,176	6,758,051	7,090,985	7,290,781	7,597,769	7,685,607	8,296,128	10,058,624	10,942,794
Total Primary Government Program Revenues	$ 8,343,916	$ 9,080,230	$ 9,944,109	$ 10,051,966	$ 10,134,403	$ 13,696,188	$ 12,932,534	$ 11,347,442	$ 13,807,663	$ 16,136,513
Net (Expense) Revenue										
Governmental activities	$ (8,650,952)	$ (8,898,038)	$ (8,892,514)	$ (10,185,608)	$ (10,532,522)	$ (7,236,185)	$ (8,922,037)	$ (11,902,633)	$ (14,220,411)	$ (13,171,939)
Business-type activities	(64,827)	464,400	719,094	1,045,907	376,184	751,223	889,926	1,808,590	3,316,501	2,522,532
Total Primary Government Net Expense	$ (8,715,779)	$ (8,433,638)	$ (8,173,420)	$ (9,139,701)	$ (10,156,338)	$ (6,484,962)	$ (8,032,111)	$ (10,094,043)	$ (10,903,910)	$ (10,649,407)

VILLAGE OF TEQUESTA, FLORIDA

CHANGES IN NET POSITION (CONTINUED)

LAST TEN FISCAL YEARS

(ACCRUAL BASIS OF ACCOUNTING)

General Revenues	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Governmental activities:										
Taxes:										
Property taxes	$ 5,683,707	$ 6,098,723	$ 6,420,058	$ 6,800,483	$ 7,497,093	$ 7,848,744	$ 8,260,937	$ 9,530,215	$ 11,703,838	$ 12,779,426
Other taxes	1,271,278	1,512,354	1,556,934	2,222,910	1,711,817	1,966,890	2,170,196	2,365,480	2,419,262	2,549,001
Franchise fees based on gross receipts	449,126	452,496	459,076	467,670	447,682	509,963	530,165	607,485	592,096	591,864
Unrestricted intergovernmental	822,390	830,570	848,666	861,647	807,939	901,243	1,062,117	1,110,601	1,079,260	1,065,969
Unrestricted investment earnings	8,465	15,605	92,520	133,769	54,602	13,296	58,188	551,106	811,938	737,710
Miscellaneous revenues	27,041	32,676	19,414	27,131	19,996	54,949	23,999	37,336	54,169	112,509
Gain on sale of capital assets	23,123	9,336	13,375	24,597	21,976	26,524	972	53,480	61,597	63,256
Transfers	-	-	-	-	-	21,891	(188,565)	(516,530)	-	225,000
Total Governmental Revenues and transfers	8,285,130	8,951,760	9,410,043	10,538,207	10,561,105	11,343,500	11,918,009	13,739,173	16,722,160	18,124,735
Business-type Activities										
Unrestricted Investment earnings	14,601	28,064	86,097	147,356	59,333	7,917	(6,014)	312,564	602,373	561,285
Miscellaneous revenues	25,408	30,796	29,106	37,290	46,014	64,074	45,162	39,131	47,901	22,219
Gain on sale of capital assets	-	-	4,278	2,222	-	29,834	6,803	18,500	21,731	-
Transfers	-	-	-	-	-	(21,891)	188,565	516,530	-	(225,000)
Total Business-type Activities	40,009	58,860	119,481	186,868	105,347	79,934	234,516	886,725	672,005	358,504
Total Primary Government	8,325,139	9,010,620	9,529,524	10,725,075	10,666,452	11,423,434	12,152,525	14,625,898	17,394,165	18,483,239
Change in net position:										
Governmental activities	(365,822)	53,722	517,529	352,599	28,583	4,107,315	2,995,972	1,836,540	2,501,749	4,952,796
Business-type activities	(24,818)	523,260	838,575	1,232,775	481,531	831,157	1,124,442	2,695,315	3,988,506	2,881,036
Total Primary Government	$ (390,640)	$ 576,982	$ 1,356,104	$ 1,585,374	$ 510,114	$ 4,938,472	$ 4,120,414	$ 4,531,855	$ 6,490,255	$ 7,833,832

VILLAGE OF TEQUESTA, FLORIDA

FUND BALANCES OF GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Fund										
Nonspendable	$ 174,985	$ 212,042	$ 224,994	$ 237,510	$ 290,921	$ 732,800	$ 812,308	$ 634,320	$ 761,073	$ 960,163
Restricted	995,512	1,440,911	1,506,888	1,562,700	420,583	561,007	288,000	294,000	301,000	307,000
Committed	-	-	-	391,214	500,000	500,000	500,000	500,000	500,000	500,000
Assigned	1,060,578	1,214,418	1,000,000	-	298,661	55,709	2,036,098	831,382	-	102,997
Unassigned	2,079,187	1,478,525	1,150,229	1,479,005	1,884,304	4,356,864	4,375,473	5,769,034	7,240,982	8,236,865
Total General Fund	$ 4,310,262	$ 4,345,896	$ 3,882,111	$ 3,670,429	$ 3,394,469	$ 6,206,380	$ 8,011,879	$ 8,028,736	$ 8,803,055	$ 10,107,025
All Other Governmental Funds										
Nonspendable	$ -	$ -	$ -	$ -	$ 3,056	$ 24,807	$ 18,844	$ 14,242	$ 16,594	$ 22,829
Restricted	348,031	335,858	108,391	504,745	978,333	1,067,793	1,481,822	1,712,136	1,388,000	2,338,466
Committed	-	-	-	-	46,485	262,429	312,722	271,687	368,345	670,365
Assigned	110,232	60,149	234,838	175,167	87,956	2,581,784	241,653	940,004	1,450,217	615,108
Total Other Governmental Funds	$ 458,263	$ 396,007	$ 343,229	$ 679,912	$ 1,115,830	$ 3,936,813	$ 2,055,041	$ 2,938,069	$ 3,223,156	$ 3,646,768

VILLAGE OF TEQUESTA, FLORIDA

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Revenues										
Taxes	$ 6,954,985	$ 7,611,077	$ 7,976,992	$ 9,023,393	$ 9,208,910	$ 9,815,634	$ 10,431,133	$ 11,895,695	$ 14,123,102	$ 15,328,427
Intergovernmental	825,990	836,780	893,555	869,592	815,868	2,641,140	1,062,117	1,110,601	1,079,260	1,065,969
Franchise fees	449,126	452,496	459,076	467,670	447,682	509,963	530,165	607,485	592,096	591,864
Charges for services	1,246,301	1,272,994	1,300,331	1,276,167	1,387,682	2,113,512	1,653,861	1,623,322	1,671,279	2,270,567
Intragovernmental	550,350	561,350	577,300	696,600	725,436	1,031,297	856,342	863,074	902,991	910,478
Grants, contributions and donations	79,733	27,682	291,097	25,792	106,063	100	1,643,406	303,628	200,786	131,745
Licenses and permits	554,591	646,126	753,211	653,497	385,873	872,285	760,207	1,062,335	689,723	1,448,718
Interest	8,465	15,605	92,520	133,769	54,602	13,296	58,188	551,106	811,938	702,337
Fines and forfeitures	67,010	32,743	8,241	87,490	11,708	114,322	109,078	281,497	76,326	246,095
Miscellaneous	28,389	40,660	20,547	27,131	19,996	54,949	16,589	35,544	50,950	89,384
Rents and royalties	198,682	203,965	209,856	213,490	218,931	227,006	231,443	220,950	211,153	209,241
Impact fees	-	-	-	-	-	-	-	-	-	-
Total Revenues	10,963,622	11,701,478	12,582,726	13,474,591	13,382,751	17,393,504	17,352,529	18,555,237	20,409,604	22,994,825
Expenditures										
Current:										
General government	1,811,777	2,104,039	2,210,205	2,275,900	2,207,621	2,690,661	2,905,106	3,227,006	3,532,433	4,022,607
Public safety	6,154,309	6,632,707	6,968,142	8,452,601	8,054,006	8,106,046	8,414,837	8,886,706	9,722,118	10,838,480
Transportation	1,203,513	1,462,522	1,761,729	1,243,062	1,309,050	1,740,042	1,832,271	1,634,970	1,586,258	1,743,443
Leisure services	609,009	629,764	647,830	700,649	603,268	639,963	827,654	1,100,107	1,219,536	1,301,321
Capital outlay	309,399	356,224	999,035	260,796	720,011	5,351,177	2,556,453	1,752,151	2,873,623	2,057,247
Debt service:										
Principal	428,048	440,676	429,614	395,856	412,060	430,097	718,072	440,720	416,356	381,794
Interest	106,848	92,164	74,486	59,573	44,058	59,662	166,698	150,642	141,967	134,066
Fiscal charges	18,643	19,340	21,623	12,230	-	-	-	-	-	-
Total Expenditures	10,641,546	11,737,436	13,112,664	13,400,667	13,350,074	19,017,648	17,421,091	17,192,302	19,492,291	20,478,958
Excess (Deficiency) of Revenues Over Expenditures	322,076	(35,958)	(529,938)	73,924	32,677	(1,624,144)	(68,562)	1,362,935	917,313	2,515,867
Other Financing Sources (Uses)										
Transfers in	366,800	106,000	740,100	422,754	1,520,093	896,154	806,231	1,168,478	1,899,895	1,052,159
Transfers-out	(366,800)	(106,000)	(740,100)	(422,754)	(1,520,093)	(874,263)	(994,796)	(1,685,008)	(1,899,895)	(1,876,949)
Issuance of debt	132,774	-	-	26,480	105,305	7,208,623	-	-	80,496	-
Other proceeds	23,123	9,336	13,375	24,597	21,976	26,524	972	53,480	61,597	36,505
Total Other Financing Sources (Uses)	155,897	9,336	13,375	51,077	127,281	7,257,038	(187,593)	(463,050)	142,093	(788,285)
Net Change in Fund Balances	$ 477,973	$ (26,622)	$ (516,563)	$ 125,001	$ 159,958	$ 5,632,894	$ (256,155)	$ 899,885	$ 1,059,406	$ 1,727,582
Debt Service as a Percentage of Noncapital Expenditures	5.18%	4.68%	4.16%	3.47%	3.61%	3.58%	5.95%	3.83%	3.36%	2.80%

VILLAGE OF TEQUESTA, FLORIDA

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

LAST TEN FISCAL YEARS

	Real Property		Personal Property		Centrally Assessed Property		Total			
Fiscal Year Ended September 30	Taxable Assessed Value	Estimated Actual "Just" Value of Taxable Property	Taxable Assessed Value	Estimated Actual "Just" Value of Taxable Property	Taxable Assessed Value	Estimated Actual "Just" Value of Taxable Property	Taxable Assessed Value	Direct Tax Rate	Estimated Actual "Just" Value of Taxable Property	Assessed Value as a Percentage of Actual Value
2016	$ 909,292,932	$ 1,269,361,269	$ 19,880,161	$ 25,574,708	$ 1,810,329	$ 1,837,722	$ 930,983,422	6.2920	$ 1,296,773,699	72%
2017	978,487,013	1,404,754,183	21,837,763	27,617,131	1,900,210	1,907,953	1,002,224,986	6.2920	1,434,279,267	70%
2018	1,039,469,424	1,469,747,205	19,372,909	24,908,873	1,930,206	1,934,055	1,060,772,539	6.2920	1,496,590,133	71%
2019	1,100,472,687	1,551,282,505	21,121,271	26,506,260	1,940,096	1,944,199	1,123,534,054	6.2920	1,579,732,964	71%
2020	1,149,591,099	1,613,291,960	21,858,849	27,142,879	1,943,025	1,946,645	1,173,392,973	6.6290	1,642,381,484	71%
2021	1,197,194,961	1,692,004,722	21,962,096	27,870,809	1,943,231	1,947,436	1,221,100,288	6.6290	1,721,822,967	71%
2022	1,271,843,481	1,842,430,152	21,629,866	27,127,527	1,961,352	1,965,352	1,295,434,699	6.6290	1,871,523,031	69%
2023	1,467,478,624	2,442,065,856	23,092,020	28,558,201	2,022,155	2,028,502	1,492,592,799	6.6290	2,472,652,559	60%
2024	1,848,726,759	3,198,941,010	26,493,937	31,980,915	2,077,873	2,083,585	1,877,298,569	6.4595	3,233,005,510	58%
2025	2,022,019,862	3,309,528,598	29,198,313	34,635,179	2,329,699	2,343,198	2,053,547,874	6.4595	3,346,506,975	61%

Source: Palm Beach County Property Appraiser's office:
Form DR-489V Revised Recapitulation of the Ad Valorem Rolls of Tequesta, Palm Beach County Florida

VILLAGE OF TEQUESTA, FLORIDA

PROPERTY TAX RATES - ALL DIRECT AND OVERLAPPING GOVERNMENTS
(Per $1,000 of Assessed Value)

LAST TEN FISCAL YEARS

	Direct Rates	Overlapping Rates (1)									
Fiscal Year Ended September 30	Village Rate	County	County Debt	Everglades Construction	School District	County Library	S. Florida Water Mgmt. District	Jupiter Inlet District	Fl. Island Nav. District (FIND)	Children's Services Council	County Health Care District
2016	6.2920	4.7815	0.1462	0.0506	7.5120	0.5985	0.1459	0.1216	0.0320	0.6677	1.0426
2017	6.2920	4.7815	0.1327	0.0471	7.0700	0.5933	0.1359	0.1145	0.0320	0.6833	0.8993
2018	6.2920	4.7815	0.1208	0.0441	6.7690	0.5891	0.2659	0.1089	0.0320	0.6590	0.7808
2019	6.2920	4.7815	0.1165	0.0417	6.5720	0.5901	0.2519	0.1042	0.0320	0.6403	0.7261
2020	6.6290	4.7815	0.0765	0.0397	7.1640	0.5870	0.2398	0.0998	0.0320	0.6497	0.7261
2021	6.6290	4.7815	0.0309	0.0380	7.0100	0.5833	0.2295	0.0964	0.0320	0.6497	0.7261
2022	6.6290	4.7815	0.0334	0.0365	6.8750	0.5824	0.2207	0.0921	0.0320	0.6233	0.7261
2023	6.6290	4.7150	0.0289	0.0327	6.5190	0.5781	0.1974	0.0818	0.0320	0.5508	0.7261
2024	6.4595	4.5000	0.0188	0.0327	6.4570	0.5599	0.1974	0.0729	0.0288	0.4908	0.6761
2025	6.4595	4.5000	0.0396	0.0327	6.3140	0.5589	0.1974	0.0722	0.0288	0.4908	0.6561

(1) Overlapping rates are those of local and county governments that apply to property owners within the Village of Tequesta.

Sources: Palm Beach County Property Appraiser's office

VILLAGE OF TEQUESTA, FLORIDA

PRINCIPAL PROPERTY TAXPAYERS

CURRENT YEAR AND NINE YEARS AGO

	2025			2016		
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Value	Taxable Assessed Value	Rank	Percentage of Total Village Taxable Value
250 Beach Road Developer, LLC	$ 69,263,395	1	3.37%			
300 Beach Road Developer, LLC	39,000,000	2	1.90%			
Tamwest Realty, INC (County Line Plaza)	27,903,796	3	1.36%	$ 20,316,421	1	2.18%
GMH Tequesta Holdings, LLC	21,832,575	4	1.06%	15,215,066	2	1.63%
Noble Centers Tequesta FL, LLC (Tequesta Shopps)	18,169,865	5	0.88%	12,723,792	3	1.37%
SWNC Tequesta Village, LLC (Russell Properties , LLC	16,555,829	6	0.81%			
Florida Power & Light Co.	14,992,394	7	0.73%	8,478,244	5	0.91%
Duke Daniel III	12,890,523	8	0.63%			
Tequesta Propco, LLC	12,804,074	9	0.62%			
Tequesta Country Club	9,552,854	10	0.47%			
Tequesta Investors LP				10,017,391	4	1.08%
Terrace Communities Tequesta, LLC				7,814,181	6	0.84%
ALS North America, Inc.				5,684,356	7	0.61%
Tequesta Mall, LLC (SLO ML LLC)				4,688,394	8	0.50%
Tylor William B.				4,060,270	9	0.44%
Elliot Edward W Jr.				4,044,754	10	0.43%
Total	$ 242,965,305		11.83%	$ 93,042,869		9.99%

Source: Palm Beach County Tax Collector's System, tax year 2025

VILLAGE OF TEQUESTA, FLORIDA

PROPERTY TAX LEVIES AND COLLECTIONS

LAST TEN FISCAL YEARS

Fiscal Year Ended September 30,	Taxes Levied for for the Fiscal Year (1)	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date (2)	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2016	$ 5,866,490	$ 5,651,698	96.3%	$ 382	$ 5,652,080	96.3%
2017	6,314,407	6,083,598	96.3%	338	6,083,936	96.4%
2018	6,674,381	6,422,680	96.2%	3,146	6,425,826	96.3%
2019	7,069,276	6,799,389	96.2%	5,421	6,804,810	96.3%
2020	7,778,422	7,494,948	96.4%	3,039	7,497,987	96.4%
2021	8,094,674	7,843,537	96.9%	4,693	7,848,230	97.0%
2022	8,587,437	8,259,906	96.2%	2,247	8,262,153	96.2%
2023	9,894,398	9,524,480	96.3%	153,024	9,677,504	97.8%
2024	12,444,612	11,548,570	92.8%	436	11,549,006	92.8%
2025	13,264,892	12,774,788	96.3%	--	12,774,788	96.3%

(1) The tax levied in a fiscal year is based on the taxable value of the prior year

(2) Includes discounts taken by property taxpayers.

Source: Palm Beach County Tax Collector's office.

VILLAGE OF TEQUESTA, FLORIDA

RATIOS OF OUTSTANDING DEBT BY TYPE

LAST TEN FISCAL YEARS

	Governmental Activities		Business-type Activities			
Fiscal Year Ended September 30	Notes Payable	Financed Purchases	Notes Payable	Total Primary Government	Percentage of Personal Income	Per Capita
2016	$ 1,968,023	$ 547,423	$ 4,592,420	$ 7,107,866	1.81%	$ 1,247
2017	1,674,030	400,739	4,244,561	6,319,330	1.53%	1,103
2018	1,367,204	277,951	3,882,784	5,527,939	1.26%	944
2019	1,046,986	228,793	3,507,581	4,783,360	1.03%	818
2020	712,790	256,234	3,119,113	4,088,137	0.84%	696
2021	7,254,007	493,543	2,721,115	10,468,665	1.95%	1,702
2022	6,693,000	336,479	2,344,387	9,373,866	1.51%	1,524
2023	6,405,000	183,758	1,952,564	8,541,322	1.27%	1,382
2024	6,111,000	141,898	1,546,008	7,798,906	1.09%	1,280
2025	5,810,000	61,104	2,952,056	8,823,160	1.14%	1,443

Note: Details regarding the Village's outstanding debt can be found in the notes to the financial statements.

VILLAGE OF TEQUESTA, FLORIDA

RATIO OF NET OUTSTANDING DEBT TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA

LAST TEN FISCAL YEARS

Fiscal Year Ended September 30,	(1) Population	(2) Assessed Value of Taxable Property	(A) Gross Outstanding Debt	(B) Debt Service Funds Available	(A -B) Net Outstanding (O/S) Debt	Ratio of Net O/S Debt to Value of Taxable Property	Net Outstanding Debt Per Capita
2016	5,699	$ 930,983,422	$ 7,107,866	-	$ 7,107,866	0.76%	$ 1,247
2017	5,731	1,002,224,986	6,319,330	-	6,319,330	0.63%	1,103
2018	5,857	1,060,772,539	5,527,938	-	5,527,938	0.52%	944
2019	5,850	1,121,712,544	4,783,360	-	4,783,360	0.43%	818
2020	5,874	1,172,469,036	4,088,137	-	4,088,137	0.35%	696
2021	6,152	1,227,113,001	10,468,665	-	10,468,665	0.85%	1,702
2022	6,152	1,294,696,716	9,373,866	-	9,373,866	0.72%	1,524
2023	6,179	1,490,829,688	8,541,322	-	8,541,322	0.57%	1,382
2024	6,093	1,876,189,050	7,798,906	-	7,798,906	0.42%	1,280
2025	6,116	2,052,400,145	8,823,160	-	8,823,160	0.43%	1,443

(1) Florida Estimates of Population - Bureau of Economic and Business research, University of Florida.

(2) Form DR-422 "Certificate of Final Taxable Value"

VILLAGE OF TEQUESTA, FLORIDA

LEGAL DEBT MARGIN INFORMATION

LAST TEN FISCAL YEARS

Total Assessed Value	(1)	$	2,024,349,561
Legal Debt Margin			
Debt limitation - 10% of total assessed value of taxable real property	(2)		202,434,956
Total bonded debt outstanding			-
Less amount in debt service fund			-
Total Debt Applicable to Limitation			-
Legal Debt Margin		$	202,434,956

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Debt Limit	$ 93,098,342	$ 100,222,499	$ 106,077,254	$ 110,241,278	$ 115,153,412	$ 119,913,819	$ 127,380,483	$ 146,950,078	$ 185,080,463	$ 202,434,956
Total Net Debt Applicable to Limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	$ 93,098,342	$ 100,222,499	$ 106,077,254	$ 110,241,278	$ 115,153,412	$ 119,913,819	$ 127,380,483	$ 146,950,078	$ 185,080,463	$ 202,434,956
Total Net Debt Applicable to Limit as a Percentage of Debt Limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

(1) Form DR-420 "Certification of Taxable Value"

(2) Village of Tequesta Charter Section 5.02 Limitations

VILLAGE OF TEQUESTA, FLORIDA

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

AS OF SEPTEMBER 30, 2025

Governmental Unit	Net Debt Outstanding (a)	Estimate Percentage Applicable to Tequesta (b)	Estimate Share of Direct and Overlapping Debt
OVERLAPPING			
Palm Beach County	$ 95,565,000	0.65%	$ 618,038
Palm Beach County School Board	-	0.65%	-
Subtotal, overlapping debt			618,038
DIRECT DEBT			
Village of Tequesta	5,871,104	100.00%	5,871,104
Total direct and overlapping debt			$ 6,489,142

(a) Sources: Palm Beach County and Palm Beach County School Board

Note: For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the Village taxable assessed value and dividing it by the Palm Beach County taxable assessed value. (Data provided by the Palm Beach County Property Appraiser's Office)

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Village of Tequesta. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the Village of Tequesta. This process recognizes that, when considering the Village's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident and therefore responsible for repaying the debt of each overlapping government.

VILLAGE OF TEQUESTA, FLORIDA

DEMOGRAPHIC AND ECONOMIC STATISTICS

LAST TEN FISCAL YEARS

Fiscal Year	Population (1)	Personal Income (2)	Per Capita Personal Income (2)	Median Age (3)	Palm Beach County Unemployment Rate (4)
2016	5,699	$ 391,766,357	$ 68,743	49.9	5.2%
2017	5,731	412,322,526	71,946	49.9	3.7%
2018	5,857	437,834,178	74,754	49.9	3.1%
2019	5,850	466,596,000	79,760	49.9	3.2%
2020	5,874	489,116,232	83,268	49.9	6.6%
2021	6,152	538,164,656	87,478	53.9	4.1%
2022	6,152	619,057,304	100,627	53.9	2.6%
2023	6,179	673,850,845	109,055	53.9	3.3%
2024	6,093	714,842,946	117,322	53.9	3.6%
2025	6,116	775,826,832	126,852	53.9	4.3%

Sources:
(1) Florida Estimates of Population - Bureau of Economic and Business research, University of Florida.

(2) US Department of Commerce, Bureau of Economic Analysis, Regional Economic Information System.

(3) U.S. Census Bureau, 2010 and 2020 Census

(4) U.S. Department of Labor, Bureau of Labor Statistics, Labor Market Statistics Center, Local Area Unemployment Statistics Program

VILLAGE OF TEQUESTA, FLORIDA

PRINCIPAL EMPLOYERS - PALM BEACH COUNTY

CURRENT YEAR AND NINE YEARS AGO

	2025			2016		
Employer (service providing)	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Palm Beach County School District	22,801	1	2.90%	21,656	1	3.20%
Palm Beach County	12,767	2	1.60%	11,210	2	1.70%
Baptist Health South Florida (prev. Bethesda Hospital)	6,773	3	0.90%			
Florida Atlantic University	6,335	4	0.80%	2,529	7	0.40%
NextEra Energy, Inc. (Hdqtrs) / FL Power & Light	6,139	5	0.80%	4,005	4	0.60%
Tenet Coastal Division Palm Beach County	5,734	6	0.70%	4,595	3	0.70%
Veterans Health Administration	2,948	7	0.40%	2,700	6	0.40%
Hospital Corporation of America (HCA)	2,850	8	0.40%	3,476	5	0.50%
Jupiter Medical Center	2,495	9	0.30%	2,195	9	0.30%
The Breakers	2,400	10	0.30%			
Boca Raton Regional Hospital				2,500	8	0.40%
Bethesda Health, Inc.				2,150	10	0.30%
	71,242		9.10%	57,016		8.50%

Source: Business Development Board of Palm Beach County, Florida (last updated January 2025)
Employment information for the Town is not available

VILLAGE OF TEQUESTA, FLORIDA

FULL-TIME EMPLOYEES BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS

Function/Program	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Governmental Activities										
General government	10.3	10.8	11.8	13.3	12.9	12.8	12.8	13.8	14.8	14.8
Public safety	52.0	53.0	52.0	53.6	50.0	50.0	54.0	51.0	55.0	54.0
Transportation	6.9	8.1	7.1	8.3	5.3	6.7	6.7	6.7	6.2	7.2
Leisure services	3.0	3.0	3.0	3.0	3.0	3.0	4.0	4.0	4.0	4.0
Total Governmental Activities	72.2	74.9	73.9	78.2	71.2	72.5	77.5	75.5	80.0	80.0
Business-type Activities										
Water	18.6	20.4	20.9	22.1	21.2	19.9	19.9	17.9	19.3	21.3
Stormwater	2.2	1.7	1.7	1.7	1.7	1.7	1.7	1.7	1.7	1.7
Total Business-type Activities	20.8	22.1	22.6	23.8	22.9	21.6	21.6	19.6	21.0	23.0
Total Primary Government	93.0	97.0	97.0	102.0	94.1	94.1	99.1	95.1	101.0	103.0

Source: Village of Tequesta Finance Department

Notes: A full-time employee is scheduled to work 2,080 hours per year (including vacation and sick leave).
Full-time-equivalent employment is calculated by dividing total labor hours by 2,080.

VILLAGE OF TEQUESTA, FLORIDA

OPERATING INDICATORS BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Governmental Activities										
General government										
Registered voters	4,813	4,017	4,951	5,056	5,204	4,971	4,960	4,454	4,611	4,450
Public safety:										
No. of full-time certified police officers	18	19	19	19	19	20	21	20	20	21
No. of calls received	3,109	3,442	3,443	3,614	3,571	2,375	2,735	2,766	2,650	2,470
No. of arrests	94	108	69	61	46	40	43	32	43	44
No. of parking violations	61	39	20	48	48	34	-	-	86	16
No. of incident numbers issued	345	312	254	259	181	280	434	371	348	276
Fire department:										
No. of full-time certified firefighters	22	22	22	21	21	21	22	22	25	24
No. of emergency responses	1,409	1,286	1,227	1,168	1,226	1,186	1,174	1,374	1,390	1,346
No. of transports	817	722	724	721	1,017	684	941	816	868	853
No. of fires extinguished/alarms	254	309	267	206	323	263	164	198	119	141
No. of inspections	654	742	608	767	405	558	648	720	682	668
Building, zoning:										
No. of building permits issued	1,583	1,755	1,356	1,226	1,198	1,412	1,522	1,592	1,371	1,395
No. of building inspections conducted	2,472	3,017	2,634	2,649	2,611	2,429	3,857	3,817	4,599	4,209
Leisure services:										
No. of Spring Classes	12	10	10	10	7	4	14	14	14	16
No. of Summer Classes	4	4	4	4	-	1	18	18	18	18
No. of Movies	3	3	3	2	-	-	1	-	-	-
Business-type Activities										
Water:										
No. of customers	5,055	5,042	5,087	5,084	5,070	5,070	5,087	5,101	5,118	5,113
Average daily consumption	2.600 mg	2.700 mg	2.781 mg	2.642 mg	2.656 mg	2.573 mg	2.626 mg	2.683 mg	2.740 mg	2.910 mg

Sources: Various Village departments

VILLAGE OF TEQUESTA, FLORIDA

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM

LAST TEN FISCAL YEARS

Function/Program	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	
Governmental Activities											
General government:											
Municipal center	1	1	1	1	1	1	1	1	1	1	
Public safety											
Police:											
No. of stations	1	1	1	1	1	1	1	1	1	1	
No. of patrol units	12	10	12	11	11	12	13	13	13	15	
Fire:											
No. of stations	1	1	1	1	2	1	1	1	1	1	
No. of ambulances	2	2	2	2	2	2	2	2	2	2	
No. of pumpers	3	2	2	2	2	2	2	2	3	3	
Transportation:											
Miles of street lane miles	24	24	24	24	24	24	24	24	24	45	*
No. of bridges	1	1	1	1	1	1	1	1	1	1	
Leisure services											
No. of parks	6	7	7	7	7	7	6	6	6	6	
No. of park acreage	62	62	62	62	62	62	60	60	60	60	
No. of playgrounds	2	2	2	2	2	2	2	2	2	2	
No. of baseball/softball diamonds	3	3	3	3	3	3	3	3	3	3	
No. of skate-parks	1	1	1	1	1	1	1	1	1	1	
Business-type activities:											
Water:											
Miles of water mains	77	77	77	77	72	74	74	74	74	76	
No. of fire hydrants	456	435	435	435	579	580	580	580	615	630	
Storage capacity (thousands of gallons)	2,750	2,750	2,750	2,750	2,750	2,750	2,750	2,750	2,750	2,750	

* This report is presenting the revised method in calculating the miles of street lane, from single-lane mesurement to two-lane.

Sources: Various Village departments

REPORTING SECTION

VILLAGE OF TEQUESTA, FLORIDA

SCHEDULE OF EXPENDITURES OF STATE AWARDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

Program Title	Pass Through Organization	State CSFA Number	Grant/Agreement Number	Expenditures
State Financial Assistance				
Florida Department of Environmental Protection				
Drinking Water Revolving Loan - Drinking Water Facility Construction	N/A	37.036	DW502700	$ 1,826,963
Statewide Water Quality Restoration Projects	N/A	37.039	LPA0712	145,000
Total Florida Department of Environmental Protection				1,971,963
Florida Department of Health				
County EMS Grant Program	Palm Beach County BOCC	64.005	N/A	5,081
Total Florida Department of Health				5,081
Florida Department of Law Enforcement				
FY 24-25 Local Firearm Safety Training Program	N/A	71.103	FL001	32,280
Total Florida Department of Law Enforcement				32,280
TOTAL STATE FINANCIAL ASSISTANCE				$ 2,009,324

VILLAGE OF TEQUESTA, FLORIDA

SCHEDULE OF EXPENDITURES OF SATE FINANCIAL ASSISTANCE

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

Note 1 – Basis of Presentation

The accompanying Schedule of Expenditures of State Financial Assistance (the “Schedule”) presents the state financial assistance activities of the Village of Tequesta, Florida, for the fiscal year ended September 30, 2025. The information in this Schedule is presented in accordance with the requirements of the Florida Single Audit Act, Section 215.97, Florida Statutes, and Chapter 69I-5, Florida Administrative Code, which prescribe the reporting requirements for state financial assistance. Because the Schedule presents only a selected portion of the operations of the Village, it is not intended to and does not present the financial position, changes in net position, or cash flow of the Village.

Note 2 – Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the same basis of accounting as the Village’s basic financial statements. Such expenditures are recognized in accordance with the cost principles and compliance requirements contained in Chapter 69I-5, Florida Administrative Code, wherein certain types of expenditures are not allowable or are limited as to reimbursement under state financial assistance programs.

Note 3 – Catalog of State Financial Assistance (CSFA) Numbers

State financial assistance programs are identified by the Catalog of State Financial Assistance (CSFA) number, as established and maintained by the Florida Department of Financial Services, in accordance with Rule 69I-5.003, Florida Administrative Code. Programs that have not been assigned a CSFA number are identified on the Schedule by the funding agency and program name.

Note 4 – Matching Requirements

Certain state financial assistance programs require the Village to provide matching funds, as defined under the applicable program agreements and Chapter 69I-5, Florida Administrative Code. No matching requirements were applicable to the Village’s state financial assistance programs during the fiscal year ended September 30, 2025.

Note 5 – Loans Outstanding

The Village received $1,826,963 for Drinking Water Revolving Loan state financial assistance. The full amount is outstanding as of September 30, 2025, as defined by Rule 69I-5.003, Florida Administrative Code.

The loan agreement contains standard covenants requiring the Project Sponsor to maintain legal authority to perform, comply with applicable state and federal laws, obtain and maintain required permits, complete and operate the project for a public purpose, and maintain utility system accounts in accordance with GAAP. The Sponsor must ensure sufficient revenues for debt service, operations, and maintenance, including budgeting legally available non-ad valorem revenues if pledged revenues are insufficient, without pledging ad valorem taxes. The agreement also prohibits the use of loan funds for lobbying and requires timely project completion subject to force majeure events.

Note 6 – Subrecipients

The Village did not pass through any state financial assistance to subrecipients during the fiscal year ended September 30, 2025, as defined under Chapter 69I-5, Florida Administrative Code.

Note 7 – Noncash State Financial Assistance

The Village did not receive any noncash state financial assistance during the fiscal year ended September 30, 2025, as defined by Rule 69I-5.003, Florida Administrative Code.

Note 8 - Contingency

The grant revenue amounts received are subject to audit and adjustment. If any expenditures are disallowed by a grantor agency as a result of such an audit, any claim for reimbursement to the grantor agencies would become a liability of the Village. In the opinion of management, all grant expenditures are in compliance with the terms of the grant agreements and applicable federal and state laws and regulations.

MAULDIN & JENKINS
CPAs & ADVISORS

Independent Auditor's 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, Village Council
and Village Manager
Village of Tequesta, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Tequesta, Florida (the "Village"), as of and for the year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements and have issued our report thereon dated March 18, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Village'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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control. Accordingly, we do not express an opinion on the effectiveness of the Village'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 entity'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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Village's financial statements are free of 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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Mauldin & Jenkins, LLC

Bradenton, Florida
March 18, 2026

MAULDIN & JENKINS

CPAs & ADVISORS

Independent Auditor's Report on Compliance for Each Major State Project and on Internal Control Over Compliance Required By Chapter 10.550, Rules of The Auditor General

To the Honorable Mayor, Village Council
and Village Manager
Village of Tequesta, Florida

Report on Compliance for Each Major State Project

Opinion on Each Major State Project

We have audited the Village of Tequesta, Florida's (the "Village") compliance with the types of compliance requirements identified as subject to audit in the *Department of Financial Services' State Projects Compliance Supplement* that could have a direct and material effect on each of the Village's major state projects for the year ended September 30, 2025. The Village's major state financial assistance projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

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

Basis for Opinion on Each Major State Project

We conducted our audit of compliance 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; and the audit requirements of Chapter 10.550, Rules of the Auditor General. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Village 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 state project. Our audit does not provide a legal determination of the Village'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 Village's state projects.

Auditor's 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 Village'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 generally accepted auditing standards, *Government Auditing Standards*, and the audit requirements of 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 Village's compliance with the requirements of each major state project as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, 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 Village'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 Village'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 Chapter 10.550, Rules of the Auditor General, but not for the purpose of expressing an opinion on the effectiveness of the Village'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 state project on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a 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 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 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 Auditor's 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 Chapter 10.550, Rules of the Auditor General. Accordingly, this report is not suitable for any other purpose

Mauldin & Jenkins, LLC

Bradenton, Florida
March 18, 2026

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

SECTION I
SUMMARY OF AUDIT RESULTS

Financial Statements

Type of report the auditor issued on whether the financial statements were prepared in accordance with GAAP:	Unmodified
Internal control over financial reporting: Material weaknesses identified?	____ yes __X__ no
Significant deficiencies identified not considered to be material weaknesses?	____ yes __X__ none reported
Noncompliance material to financial statements noted?	____ yes __X__ no

Federal Programs and State Financial Assistance Projects

There was not an audit of major federal award programs as of September 30, 2025 due to the total amount expended being less than $1,000,000.

State Financial Assistance Projects

Internal Control over major state projects: Material weaknesses identified?	_____ Yes __X__ No
Significant deficiencies identified not considered to be material weaknesses?	_____ Yes __X__ None reported
Type of auditor's report issued on compliance for major state projects:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Chapter 10.550?	_____ Yes __X__ No

Identification of major state financial assistance projects:

CSFA Number	Name of State Program or Cluster
37.036	Drinking Water Facility Construction

Dollar threshold used to distinguish between State Type A and Type B programs:	$602,797

SECTION II
FINANCIAL STATEMENT FINDINGS AND RESPONSES

None reported.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

SECTION III
STATE AWARDS FINDINGS AND QUESTIONED COSTS

None noted.

SCHEDULE OF FINDINGS AND RESPONSES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2025

STATUS OF PRIOR YEAR AUDIT FINDINGS

None noted.

MAULDIN & JENKINS
CPAs & ADVISORS

Independent Auditor's Management Letter

To the Honorable Mayor, Village Council
and Village Manager
Village of Tequesta, Florida

Report on the Financial Statements

We have audited the financial statements of the Village of Tequesta, Florida (the "Village"), as of and for the fiscal year ended September 30, 2025 and have issued our report thereon dated March 18, 2026.

Auditor's 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; and Chapter 10.550, Rules of the Auditor General.

Other Reporting Requirements

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditor's Report on Compliance for Each Major State Project and Report on Internal Control over Compliance; Schedule of Findings and Questioned Costs; and Independent Accountant's 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 and schedule, which are dated March 18, 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. There were no findings or recommendations in the preceding annual financial report requiring correction.

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 Village was incorporated in 1957 by laws of Florida 57-1915. There are no component units related to the Village.

Financial Condition and Management

Sections 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, requires us to apply appropriate procedures and communicate the results of our determination as to whether or not the Village has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific condition(s) met. In connection with our audit, we determined that the Village 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 for the Village. It is management's responsibility to monitor the Village'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 did not have any such recommendations.

Property Assessed Clean Energy (PACE) Programs

As required by Section 10.554(1)(i)6.a., Rules of the Auditor General, a PACE program authorized pursuant to Section 163.081 or Section 163.082, Florida Statutes, did not operate within the Village's geographical boundaries during the fiscal year under audit.

Additional Matters

Section 10.554(1)(i)3., Rules of the Auditor General, requires us to communicate noncompliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are 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 have any such findings.

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, the Mayor and Members of the Village Council, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

Mauldin & Jenkins, LLC

Bradenton, Florida
March 18, 2026

Independent Accountant's Report

To the Honorable Mayor, Village Council
and Village Manager
Village of Tequesta, Florida

We have examined the Village of Tequesta, Florida's (the "Village") compliance with Section 218.415, Florida Statutes, regarding the investment of public funds during the year ended September 30, 2025. Management is responsible for the Village's compliance with those requirements. Our responsibility is to express an opinion on the Village's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the Village's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the Village's compliance with specified requirements.

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

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

Mauldin & Jenkins, LLC

Bradenton, Florida
March 18, 2026

MAULDIN & JENKINS, LLC • 1401 MANATEE AVENUE WEST, SUITE 1200 • BRADENTON, FLORIDA 34205
941-747-4483 • FAX 941-747-6035 • www.mjcpa.com
MEMBERS OF THE AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS