

## MANAGEMENT LETTER IN ACCORDANCE WITH THE RULES OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA

To the Members of the Board of Directors  
North Miami Beach Community Redevelopment Agency  
(a Component Unit of the City of North Miami Beach,  
Florida)  
North Miami Beach, Florida

### Report on the Financial Statements

We have audited the financial statements of the governmental activities and the major fund of the North Miami Beach Community Redevelopment Agency (a component unit of the City of North Miami Beach, Florida) (the "NMBCRA") as of and for the fiscal year ended September 30, 2021 and have issued our report thereon dated June 30, 2022.

### Auditors' Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and Chapter 10.550, Rules of the Florida Auditor General.

### Other Reporting Requirements

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*, Schedule of Findings and Responses, and Independent Accountants' Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports, which are dated June 30, 2022, 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. Corrective actions have been taken to address findings and recommendations made in the preceding financial audit report.

### 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. Refer to Note 1 in the notes to the financial statements regarding the creation of the NMBCRA.

### Financial Condition and Management

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

## **Financial Condition and Management (Continued)**

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 NMBCRA. It is management's responsibility to monitor the NMBCRA'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. This assessment was performed as of the fiscal year end.

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.

## **Special District Component Units**

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

As required by Section 218.39(3)(b), Florida Statutes, and Section 10.554(1)(i)6, Rules of the Auditor General, the NMBCRA reported:

- The total number of NMBCRA employees compensated in the last pay period of the NMBCRA's fiscal year as 2.
- The total number of independent contractors to whom nonemployee compensation was paid in the last month of the NMBCRA's fiscal year as 1.
- All compensation earned by or awarded to employees, whether paid or accrued, regardless of contingency as \$102,458.
- All compensation earned by or awarded to nonemployee independent contractors, whether paid or accrued regardless of contingency as \$335,920.
- Each construction project with a total cost of at least \$65,000 approved by the NMBCRA that is scheduled to begin on or after October 1 of the fiscal year being reported, together with the total expenditures for such projects as:
  - Snake Creek Canal Improvements – scheduled, however no expenditures incurred during the fiscal year.
  - Wayfinding Signage – scheduled, however no expenditures incurred during the fiscal year.
  - Land Banking and Redevelopment Opportunities – scheduled, however no expenditures incurred during the fiscal year.
  - West Dixie Highway Streetscape Improvements – scheduled, however no expenditures incurred during the fiscal year.
- A budget variance based on the budget adopted under Section 189.016(4), Florida Statutes, before the beginning of the fiscal year reported if the NMBCRA amends final adopted budget under Section 189.016(4), Florida Statutes, as, shown on the budgetary comparison schedule on page 17 of the financial report.

## **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, and members of the NMBCRA Board and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.

*Caballero Fierman Llerena & Garcia, LLP*

Caballero Fierman Llerena & Garcia, LLP  
Miami, Florida  
June 30, 2022