



2023

TOWN OF MIAMI LAKES, FLORIDA
Annual Comprehensive Financial Report
For the Fiscal Year Ended September 30, 2023

TOWN OF MIAMI LAKES, FLORIDA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2023

Prepared by:
THE FINANCE DEPARTMENT

www.miamilakes-fl.gov

TOWN OF MIAMI LAKES, FLORIDA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023
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INTRODUCTORY SECTION

March 28, 2024

The Honorable Manny Cid, Mayor
Members of the Town Council
Citizens of the Town of Miami Lakes

Ladies and Gentlemen:

We are pleased to present the Town of Miami Lakes, Florida (the "Town") Annual Comprehensive Financial Report ("ACFR") for the Fiscal Year ended September 30, 2023, in accordance with Florida State Statute and the Rules of the Auditor General. The financial statements included in the report conform to Generally Accepted Accounting Principles in the United States of America ("GAAP") as prescribed by the Government Accounting Standards Board ("GASB"). The responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the Town.

This report may be accessed via our financial transparency module "Transparent Miami Lakes" at: <https://townofmiamilakes.finance.socrata.com/#!/dashboard> by clicking on this link, or navigate to our "Related Content" section in the "Transparent Miami Lakes" module to access our financial reports, budgets, investment holdings, and more.

The financial statements have been audited by Garcia, Espinosa, Miyares, Rodriguez, Trueba & Co., LLC, a licensed certified public accounting firm. The goal of the independent audit was to provide reasonable assurance that the Town's financial statements for the Fiscal Year ended September 30, 2023, are free of material misstatements. The independent audit involved examining (on a test basis) evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management and evaluating the overall financial statement presentation. The independent auditor concluded, based upon their audit, that there was a reasonable basis for rendering an unmodified opinion that the Town's financial statements for the Fiscal Year ended September 30, 2023, are fairly presented in conformity with the Generally Accepted Accounting Principles (GAAP). The independent auditor's report is presented as the first component of the financial section of this report.

The Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

PROFILE OF THE GOVERNMENT

The Town of Miami Lakes was incorporated on December 5, 2000. It is one of 34 municipalities in Miami-Dade County, Florida, and is conveniently located just 18 miles north of Downtown Miami and only 15 miles from Miami International Airport. The Town encompasses about 6.8 square miles, bound by NW 170th Street and the Palmetto Expressway (SR 826) to the north, NW 138th Street to the south, NW 57th Avenue (Red Road) to the east, and Interstate 75 to the west.

Over the last six decades, Miami Lakes has evolved from a dream on paper to a vibrant community that has been nationally recognized as one of the best examples of unique and innovative town planning. Although the Town is predominantly low-density, an active and popular Town Center, as well as strategically placed large parks, pocket parks, schools, religious and commercial centers throughout the Town provide a variety of services and social interaction opportunities, creating a community with a small-town feel. The housing inventory is varied, ranging from medium density multi-family to large waterfront single-family properties, including many lakefront town-house communities. The most prevalent non-residential uses are light industrial and office parks comprising 13% of the Town's area, and lakes and canals making up about 11%. With a population of around 31,000 residents, Miami Lakes ranks 12th in population size within Miami-Dade County according to the 2020 Census, positioning it in the middle range among cities in the area. Comparable cities include Coral Gables on the higher end of the population spectrum and Pinecrest on the lower end.

Government Structure and Services Provided

The Town operates under a Council-Manager form of government. The Town Council consists of the Mayor and six at-large members. The Mayor is a voting member of the Council. The members of the Council are limited to two consecutive four-year terms, and they are responsible for policymaking and legislative authority, passing ordinances, resolutions, adopting the budget, and appointing committees. The Town Council is responsible for the selection and appointment of the Town Manager and the Town Attorney. The Town Manager is responsible for carrying out the policies and laws of the Town Council, overseeing the daily operations of the Town, and appointing and managing all department heads and their subordinates.

The Town of Miami Lakes provides a full range of municipal services including recreation and culture, public safety, public works, and administrative services for its residents and businesses. The Town operates through nine main departments: Administration, Building, Code Compliance, Parks & Community Services, Finance/Budget, Planning, Police, Public Works, and Community Outreach. With only around 50 full-time and 20 part-time/seasonal staff members, the Town relies heavily on contractors for the provision of various public services. The Town provides police protection through a contract with Miami-Dade County, wherein police officers are assigned to the Town, and act under the direction of a Police Major, reporting directly to the Town Manager. Fire-Rescue services and solid waste management services are provided by Miami-Dade County directly and assessed separately on the property tax bill. Water and sewer services are provided and billed directly to the users by the Miami-Dade County Water and Sewer Department.

ECONOMIC CONDITION AND OUTLOOK

The continuous growth over the past few years in both residential and commercial development indicates a positive economic trajectory for the Town. The 2023 preliminary taxable property values increased to \$4,515,345,099 or an increase of 9.3% from the prior year's taxable value of \$4,131,041,213. The average Town residential taxable value for 2023 is \$278,260 which is 8.6% higher than the prior year's \$256,122. This is the 11th consecutive year that the assessed valuations have shown steady growth.

Based on the latest information from the U.S. Census Bureau, the Town's per capita income has remained strong and higher than the Miami-Dade Metropolitan Statistical Area ("Miami-Dade MSA") and the State of Florida (the "State"). The Town's per capita income is estimated at \$44,350 while Miami-Dade MSA and the State's per capita personal income based on the recent census were \$31,813 and \$35,216, respectively. The Town has also benefited from a relatively low unemployment rate. In September 2023, the unemployment rate was 1.8% in the County and 1.4% in the Town.

Fitch Rating Review affirmed the Town's Special Obligation Bond, Series 2010 rating at AA+ with a stable outlook, and A+ rating for the \$15.5 million Stormwater Utility Revenue Bond, Series 2021. Moody's Investors Service confirmed Aa2 and Aa3 ratings, respectively. These ratings underscore several key strengths of the Town's financial position, including a solid revenue framework, flexibility in managing expenditures, low fixed carrying costs and minimal long-term liability burden. It reflects the Town's commitment to sound financial management and ability to adapt to changing economic conditions while ensuring long-term stability and sustainability for the community.

LONG TERM FINANCIAL PLAN

A significant measure of the Town's financial strength is the level of its fund balances (i.e. the accumulation of revenues exceeding expenditures). In Fiscal Year 2023 the unassigned general fund balance is \$5.8 million which is an increase of approximately \$446,000 as compared to the prior year. The Fiscal Year 2023 millage rate of 2.2664 reflects the Council's commitment to maintaining a low tax rate. To ensure financial stability, the Town has prioritized resources exclusively to the core municipal government functions, infrastructure improvements, and the beautification of the Town's right of ways while maintaining strong internal controls. These efforts align with the goals outlined in the Town's 10-year Strategic Plan which was adopted in 2015.

Previously, The Town's reserve policy required a minimum reserve of 15% of the General Fund's operating expenditures. To strengthen financial resilience, in March 2021 the Town Council enacted Ordinance 21-273 amending the Town's budgetary reserve policy effective October 2022. This amendment requires a minimum General Fund reserve equal to an average of two months of the total adopted operating expenditures including transfers, or 16.67%. As of the end of fiscal year 2023, the unassigned general fund balance of \$5.8 million exceeds this requirement, representing 33.5% of the general fund operating expenditures for the year.

To proactively address potential emergencies, in June 2023, the Town Council enacted Ordinance 23-312 authorizing a loan in the aggregate principal amount not exceeding \$20,000,000 in the form of a non-revolving line of credit, for the purpose of providing liquidity financing in response to emergency events such as hurricanes or other natural, biological, radiological or man-made disaster that would require the payment of clean-up, collection and disposal of solid waste or other permitted costs, to assure public safety

and provide cash flow relief. The Town secured the \$20 million Line of Credit for the sole purpose as mentioned above. No advances were made in 2023.

The Town is successful in managing operating costs effectively through a limited number of municipal staff administering private service contracts. This strategy has resulted in no unions and limited pension liabilities. With relatively low unemployment rates and a stable revenue outlook, the Town remains in a favorable position of financial strength.

FINANCIAL INFORMATION

Accounting Control

Management is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the Town are protected from loss, theft, or misuse; and to ensure that adequate accounting data is captured in the Town's financial management system to allow for the preparation of financial statements in conformity with generally accepted accounting principles in the United States of America. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived and (2) the valuation of costs and benefits requires estimates and judgments by management. As a recipient of federal, state, and local financial assistance, the Town is also responsible for ensuring an adequate internal control structure to ensure and document compliance with applicable laws and regulations related to these programs. This internal control structure is subject to periodic evaluation by management. In addition, the Town maintains extensive budgetary controls. The objective of these controls is to ensure compliance with policy and implementation provisions embodied in the annual appropriated budget approved by the Town Council.

Our financial management system provides financial controls for the Town. The implementation of MUNIS in 2012 coincided with the rewrite and implementation of the revised Town's Procurement Ordinance. Because an ERP system implementation is a never-ending task, the automation of processes will continue to improve, and specific policies and procedures will continue to be developed to support improved processes. Since 2015, enhancements have been made to financial reporting capabilities, internal controls by ensuring proper segregation of duties, and adherence to state regulations. Efforts in 2016 and 2017 focused on streamlining procurement processes and enhancing user role security. In 2018 we acquired a financial transparency module that provides access to almost real-time data regarding funds, categories, departments, vendors' payments, and more, which was publicly released in fiscal year 2020. In 2022, we began the process of adopting a paperless environment with the goal of relying on our robust data backup redundancies and capabilities.

Budgetary Controls

The annual budget serves as the foundation for the Town's financial planning and control. Departmental allocations are based on long-range planning efforts, such as the Town's Strategic Plan, Stormwater Master Plan, and the Transportation Master Plan. All departments are required to submit requests for appropriation to the Town's Administration Department before the presentation and setting of the preliminary millage by the Town Council. The Administration Department uses these requests as a starting point to assist the Town Manager in developing a Manager's Proposed Budget. A preliminary millage rate must be adopted no later than July 30th of each year. The Council is required to hold two public budget

hearings on the Proposed Budget and to enact an Approved Budget no later than September 30th. The Approved Budget is prepared by the fund, department, and line item within departments. The Town Manager may approve transfers of appropriations within a department up to a limit of \$700 per line item per month. Transfers more than \$700 per month (cumulative), and between departments, require approval of the Town Council. Budget-to-Actual comparisons are provided in this report for the General Fund as part of the Required Supplementary Information. Comparisons for all other funds' budget-to-actual may be found in the Supplementary Information section. Town budgetary information can be also found in the Transparency Module.

Proprietary Funds Operations

The Town provides the following proprietary funds:

1. Stormwater Utility Fund – This Enterprise Fund is responsible for maintaining the Town's Stormwater drains and conveyance system and planning and constructing system expansions.
2. Internal Service Fund – This fund accounts for activities that provide goods and/or services to other departments or cost centers. We specifically allocate to the police, building, and administration departments.

Cash Management

The Town of Miami Lakes is charged with the security of the Town's funds and assets to maximize return on surplus cash. The Town adopted a formal Investment Policy and acquired financial advisory services in an ongoing effort to maximize investment income through broader investment opportunities while preserving capital. The Town's primary investment instruments for Fiscal Year 2023 were money market accounts and certificates of deposit. No investment is made for any commitment longer than two years, and during 2023, the Town earned \$1,739,171 in investment income due to increases in interest rates. Investment decisions are made by Town staff after considering the advice from our investment consultant and investment committee which meets periodically.

Risk Management

The Town purchases general liability, automobile, property and casualty insurance, as well as workers' compensation coverage through its agent. The Town continually reviews risk exposures and determines the most cost-effective method of mitigating those exposures, by providing safety training and maintaining infrastructures like sidewalks and roadways. For more information on insurance coverage, insurer, the policy period, and premium, please refer to the last page of our statistical section in the Annual Comprehensive Financial Report.

MAJOR CAPITAL PROJECTS INITIATIVES

1. THE FOLLOWING ARE SIGNIFICANT PROJECTS COMPLETED DURING FY2023:

- West Lakes Garden Drainage Improvement - \$2,097,682
- NW 166th Street Drainage Improvement - \$612,906
- NW 159th Terrace Drainage Improvement - \$375,074

2. OTHER SIGNIFICANT PROJECTS UNDERWAY IN FY2023 INCLUDE:

- *NW 59th Avenue Roadway Extension and Redevelopment*

Total Estimated Project Cost is \$14.2 million. The project includes obtaining the rights to a 1.18-acre parcel from Miami-Dade Aviation Department (MDAD) and land acquisition of a private property along 151st Street for the design and construction of a new bridge and roadway extending from NW 59th Avenue over the C-8 Canal south to NW 151st Street, thereby providing public access that will facilitate increased economic opportunities, commerce, and local jobs. The project will incorporate the Complete Streets elements on the bridge that includes 11 ft. travel lanes, 10 ft. shared use paths which will be separated from the roadway by a 12 ft. swale. The project also includes improvements to NW 151st Street/NW 153rd Street corridor.

In FY2018 the Town was awarded a \$3.6 million County Incentive Grant Program (CIGP) competitive funds from FDOT for the design, land acquisition, and construction of the NW 59th Avenue project. The grant requires a 50% match of which funds are earmarked from People's Transportation Plan (PTP 80%). Additionally, in FY2023, the Town was awarded \$3.0 million in Community Project Funding Grant from the Department of Housing and Urban Development (HUD), \$1.5 million from the State of Florida General Appropriations Act – FDOT, and \$1.8 million from Miami-Dade County Road Impact Fees. Other funding sources include 3 Cents Gas Tax and Mobility Fees.

The Town recently acquired the private property along 151st Street and secured approval from the Federal Aviation Administration and MDAD for the new roadway alignment.

- *Stormwater Infrastructure Improvement*

The total estimated project cost is \$34 million. This project includes design, permitting and construction of new stormwater drainage systems consisting of French drains, manholes, and catch basins with pollution retardant baffles. These systems will connect with existing drainage infrastructure to improve the level of service, alleviate flooding, protect and enhance water quality, and build a strong and more resilient Miami Lakes. The American Rescue Plan Act grant of \$15.71 million combined with the Town's Stormwater Series 2021 Bond financing of \$18.26 million will address approximately half of all identified stormwater infrastructure needs and the most critical drainage projects in the Town.

- *Miami Lakes Optimist Park Master Plan*

The Town Council adopted the Miami Lakes Optimist Park Master Plan in 2003. The total estimated project cost is \$19.5 million, which was presented as a bond referendum question during the November 2022 elections. The potential funding was denied by the voters and currently the Town is exploring opportunities to finance the project via a phased approach.

MAJOR CAPITAL PROJECTS INITIATIVES (continuation)

Other initiatives in FY2024 Budget include:

- NW 146th Street Greenway Project (Green 2.0) - \$695,449
- Robert Alonso Comm. Center Critical Facility Energy Resiliency Project - \$525,000
- Senior Center Buildout - \$500,000
- Streetlights Improvement Project - \$494,886
- Royal Oaks First Addition Drainage Improvement - \$373,039
- NW 154th Street and Palmetto Expressway Turn Lanes - \$353,095
- Optimist Park Storage Facility - \$239,601
- Par 3 Park - \$230,827
- Optimist Park Tennis Court Lighting - \$225,000
- NW 77th Court Greenway North - \$200,000
- K-9 Cove Parking Improvement Project - \$50,000

GRANTS AND GOVERNMENTAL AFFAIRS

The Mission of the Grants and Governmental Affairs Department is to research, coordinate, secure, administer, and manage Federal, State, Local, Foundation, and Legislative Appropriations funding sources to support the priorities of the Town's Strategic Plan. The Department serves as the Town's liaison to Grantor agencies to ensure effective communication throughout the grant process and grant life cycle, including the execution of grant contracts and agreements, administration of each open contract and agreement, and submission of applicable progress, expenditure, desk monitoring, and closeout reporting requirements. In addition, the Department spearheads the coordination, composition and submission of legislation appropriation requests to the Town's lobbying team to acquire discretionary funding for legislative priorities and capital projects to enhance the vibrancy and sustainability of the Town. Moreover, the Department collaborates with the Town's Finance Department and Project Managers to ensure the Town receives grant reimbursements through reconciliation of expenditures with funding awards. In FY2023, the cumulative grant awards surpassed \$6.335 million, representing one of the highest grossing grants funding fiscal years in the history of the Town.

Grants Secured during October 1, 2022 – September 30, 2023: \$6.335 Million

- \$3,000,000 – U.S. Department of Housing and Urban Development (HUD) Economic Development Initiative, (EDI) Community Project Funding (CPF) Grant to assist in funding the Miami Lakes NW 59th Avenue Roadway Extension and Redevelopment Project.
- \$1,500,000 - State of Florida General Appropriations Act – Florida Department of Transportation (FDOT) Grant to assist in funding the Miami Lakes NW 59th Avenue Roadway Extension and Redevelopment Project.
- \$775,248 – Federal Emergency Management Agency (FEMA) Flood Mitigation Assistance (FMA) Grant for the West Lakes Drainage Improvements Phase IV Project.
- \$593,600 - State of Florida General Appropriations Act – Florida Department of Environmental Protection (FDEP) Grant for the Miami Lakes Montrose Drainage Improvements Project.
- \$220,000 – Florida Department of Environmental Protection (FDEP) Resilient Florida – Planning Grant for the Miami Lakes Vulnerability Assessment Study and Adaptation Plan.
- \$203,500 - Florida Department of Transportation (FDOT) Service Development Grant program for the Miami Lakes Freebee Public Transit Service Expansion Project.
- \$35,000 – The Tina and Richard V. Carolan Foundation, Inc. Grant for the Miami Lakes License Plate Recognition (LPR) Public Safety Net Project.
- \$4,274 - Florida Department of Law Enforcement (FDLE) Justice Assistance Grant Direct (JAGD) Program for the Miami Lakes Police Equipment Project to purchase police radar units, police bicycle and the police bicycle officers' polo uniform shirts.

GRANTS AND GOVERNMENTAL AFFAIRS (Continuation)

- \$3,586 – Florida Department of Law Enforcement (FDLE) Justice Assistance Grant County-wide (JAGC) Program for the Miami Lakes Law Enforcement Equipment Project to purchase and install emergency strobe lights, sirens, and speaker kits with accessories for unmarked police vehicles.

Grant Closeouts are required to reconcile financial expenditures associated with funding awards. Grant Closeouts ensure all applicable administrative actions and proposed work is completed by the grantee at the end of a contract or project term. Failure to submit timely and accurate reports affects reimbursement and impacts future funding for the organization.

Grant Funded Projects Closed ending September 30, 2023:

- The Tina and Richard V. Carolan Foundation, Inc. Grant for the Miami Lakes License Plate Recognition (LPR) Public Safety Net Project - \$35,000
- FDLE JAGD Program for the Miami Lakes Police Equipment Project - \$4,274
- FDLE JAGC Program for the Miami Lakes Law Enforcement Equipment Project - \$3,586
- FDLE JAGD Program for the Miami Lakes Law Enforcement Traffic Equipment Project - \$4,727

AWARDS AND ACKNOWLEDGEMENTS

The Town received the following awards during FY 2023:

Tree City USA Designation - 17th Consecutive Year

Tree City USA Award is provided by The Arbor Day Foundation, in cooperation with the National Association of State Foresters and the USDA Forest Service, to recognize environmental improvement and encourage higher levels of tree care throughout America. This award is designed not only to recognize achievement but also to communicate new ideas and help the leaders of all Tree City USAs plan for improving community tree care.

Better Cities for Pets Program – 5th Year

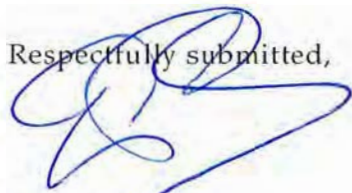
Named a Certified City in the Better Cities for Pets™ program. This program, initiated by Mars Petcare, aims to foster pet-friendly environments, allowing more individuals to experience the joys of pet ownership. It offers cities a comprehensive playbook, an assessment tool, a city certification program, and a wealth of online resources geared towards creating welcoming spaces for pets and their owners within communities.

Excellence in Financial Reporting Recognition - 11th Consecutive Year

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of Miami Lakes for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended September 30, 2022. This marks the eleventh consecutive year the Town has received this prestigious award. In order to be awarded a Certificate of Achievement, a government entity must publish an easily readable and efficiently organized annual comprehensive financial report that adheres to both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We are confident that our current ACFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA for assessment to determine its eligibility for another certificate.

The timely completion of the FY2023 Annual Comprehensive Financial Report would not have been possible without the dedicated and efficient efforts of the entire Finance Department staff. We extend our sincere appreciation to all members of Town staff who contributed to its preparation. A special note of thanks is also extended to our auditors, Garcia, Espinosa, Miyares, Rodriguez, Trueba & Co. LLP, for their professional approach and high standards in conducting their independent audit of the Town's financial records and transactions. And in closing, we express our gratitude to the Mayor and Town Council for their leadership and unwavering support in upholding the highest standards of professionalism in managing the Town's finances.

Respectfully submitted,



Edward Pidermann

Town Manager



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Town of Miami Lakes
Florida**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2022

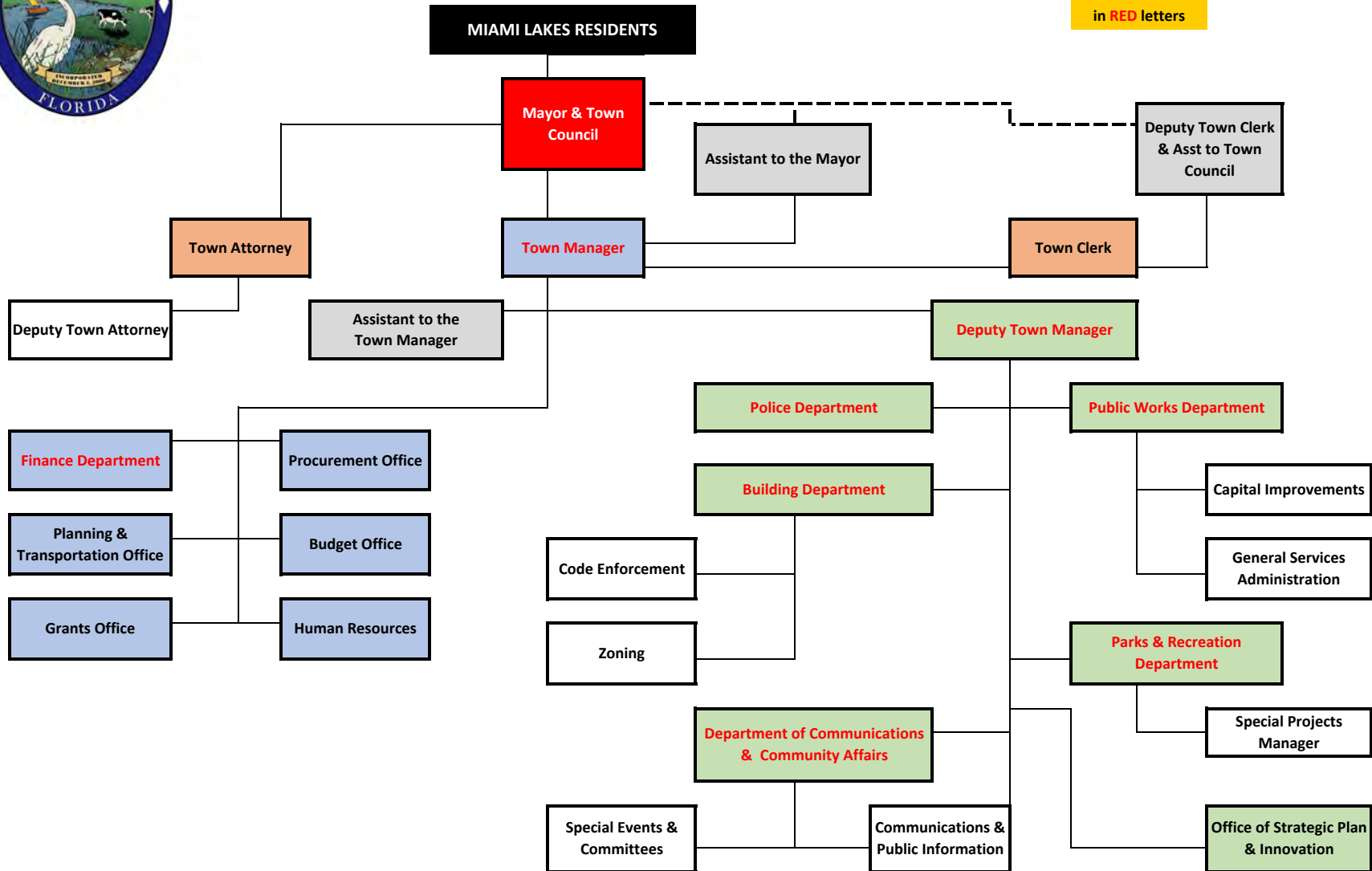
Christopher P. Morill

Executive Director/CEO



Town of Miami Lakes FUNCTIONAL ORGANIZATIONAL CHART

Executive Staff
in RED letters



TOWN OF MIAMI LAKES

CURRENT PRINCIPAL OFFICIALS

MAYOR AND TOWN COUNCIL

Manny Cid, Mayor
Tony Fernandez, Vice Mayor
Josh Dieguez, Councilmember
Luis E. Collazo, Councilmember
Marilyn Ruano, Councilmember
Ray Garcia, Councilmember

APPOINTED OFFICIALS

Edward Pidermann, Town Manager
Gina M. Inguanzo, Town Clerk
Raul Gastesi, Esq., Town Attorney



FINANCIAL SECTION



INDEPENDENT AUDITORS' REPORT



INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor, Town Council and Town Manager
Town of Miami Lakes, Florida

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Town of Miami Lakes, Florida (the "Town"), as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the Town'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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Town, as of September 30, 2023, 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town, 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 Town's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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 Town'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 Town'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, budgetary comparison information, pension schedules, and the OPEB schedule on pages 4-12, 58-59, 60, and 61-65, 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 Town's basic financial statements. The combining and individual nonmajor fund financial statements and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. 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 federal awards 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 auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 28, 2024, on our consideration of the Town'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 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 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 Town's internal control over financial reporting and compliance.



Coral Gables, Florida
March 28, 2024



**MANAGEMENT'S DISCUSSION AND
ANALYSIS**

TOWN OF MIAMI LAKES, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2023

The management of the Town of Miami Lakes offers the readers of our financial statements a narrative overview and analysis of the Town's financial activities for the fiscal year ended September 30, 2023. We encourage our readers to consider the information presented in this discussion and analysis in conjunction with additional information that is provided in the letter of transmittal, the financial statements, and the accompanying notes to the financial statements.

Financial Highlights for the Fiscal Year 2023

- At the close of the fiscal year, the Town's total assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources by \$61.4 million (*net position*), an increase of \$4.5 million or 7.9% from the prior year. Of this amount, \$42 million is the net investment in capital assets, \$14.1 million is restricted for transportation, public safety, debt service, and parks improvement related uses, and \$5.2 million (*unrestricted net position*) may be used to meet the Town's ongoing obligations to citizens and creditors.
- Net position of the Town's business-type activities increased by approximately \$1.7 million and by \$2.7 million for governmental activities. This is mainly attributed to an increase in investments in capital assets for business activities and an increase in investments from governmental activities.
- The Town's governmental funds reported a combined fund balance of \$20.5 million, an increase of \$3.75 million as compared to the prior year, mainly due to operating surplus in the General, Special Revenue and Capital Projects Fund. Of the total combined fund balance, \$5.8 million is unassigned, which is available for spending at the government's discretion (unassigned fund balance).
- At the end of the fiscal year, the General Fund balance increased by \$415,778 from \$5.5 million in FY2022 to \$5.9 million in FY2023, which represents approximately 31% of total General Fund expenditures. Of the total fund balance, \$5.8 million or 98% is unassigned and the remaining 2% or \$116 thousand is non-spendable and represents prepaid costs. These designations follow the Town's fund balance and financial policies as explained in the notes to the financial statements.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the basic financial statements of the Town of Miami Lakes and is designed to assist the reader in focusing on significant financial issues, provide an overview of the Town's financial activity, identify changes in the financial position to address subsequent year challenges, identify any material deviations from the approved budget and identify individual fund issues or concerns.

The annual report consists of four parts – *management's discussion and analysis* (this section), the *basic financial statements*, *required supplementary information*, and an additional section that presents *combining statements* for non-major governmental funds. The basic financial statements include two kinds of statements that present different views of the Town.

- The first two statements are *government-wide financial statements* that provide both long-term and short-term information about the Town's overall financial status.
- The remaining statements are *fund financial statements* that focus on individual parts of the Town government, reporting the Town's operations in more detail than the government-wide statements. Within the fund financial statements are government and proprietary fund statements.
- The governmental fund's statements show the financial information for all general governmental services, such as public safety, the building department, parks and recreation, community services, and others.
- Proprietary fund, enterprise fund statement offers short-term and long-term financial information about the activities where the government operates as a business, in this case, the Town's stormwater utility operations.
- Proprietary fund, Internal service funds are used to allocate costs internally among the Town's various functions. The Town uses an Internal Service Fund to account for its facilities maintenance.

Overview of the Financial Statements (Continued)

The financial statements also include *notes* that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of *required supplementary information* that further explains and supports the information in the financial statements. In addition to these required elements, included is a section with combining statements that provide details about non-major governmental funds, each of which is added together and presented in a single column in the basic financial statements.

Government-Wide Financial Statements

The government-wide financial statements - Statement of net position and statement of activities found on pages 13 and 14 are designed to provide readers with a broad overview of the Town's finances, in a manner like a private sector business.

The statement of net position – This presents information on all the Town's assets, deferred outflows of resources and liabilities and deferred inflows of resources, with the difference between the two 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 Town is improving or deteriorating.

The statement of activities – This presents information showing how the government'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 only result in cash flows in future periods (e.g., uncollected taxes and earned but unused vacation leave).

Both government-wide financial statements distinguish functions of the Town 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 Town include general government, public safety, transportation, parks and recreation, and comprehensive planning. The Town's business-type activities consist of a Stormwater Utility.

The government-wide financial statements include only the Town itself (known as the *primary government*).

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. Each fund is a separate accounting entity. The Town uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Town categorizes funds as governmental and proprietary.

Governmental Funds - *Governmental 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, the governmental fund's financial statements focus 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 may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the 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*.

TOWN OF MIAMI LAKES, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2023

Overview of the Financial Statements (Continued)

The Town's funds are presented in separate fund financial statements. These funds are presented in a Governmental Fund Financial Statement and a Proprietary Fund (Business-type) Financial Statement. The Town's major funds are presented in separate columns on the fund financial statements. The funds that do not meet the criteria of a major fund are considered non-major funds and are combined into a single column on the fund financial statements.

At the closing of the fiscal year ended September 30, 2023, the following were classified as major funds: The General Fund, the Special Revenue Fund, and the Capital Projects Fund. All other governmental funds are combined into a single column on the governmental fund's financial statements. The individual fund data for the non-major funds is found in the combining statements section.

The Town adopts an annual appropriated budget for its General Fund as well as its other governmental funds. Budgetary comparisons have been presented for funds that compare not only actual results to budget (budgetary basis) but also the original adopted budget to the final budget. The budget to actual comparison for the General Fund and the Special Revenue Fund is presented on pages 58-59 of the required supplementary information and other governmental funds are presented beginning on page 68.

The basic governmental fund financial statements can be found on pages 15 through 18 of this report and as initially presented last year, we included a consolidated enterprise fund statement detailing the operations, Bond Series 2021, and ARPA funds for the Stormwater Fund. This statement can be found on page 73.

Proprietary Funds - *Proprietary funds* are those funds where the Town charges a user fee to recover costs. Proprietary funds provide the same type of information as the government-wide financial statements but in more detail. The Town maintains two proprietary funds, one considered an "Enterprise Fund" and an "Internal Service Fund".

Enterprise funds are used to finance and account for the acquisition, operation, and maintenance of facilities and services that are intended to be entirely or predominantly self-supporting through the collection of charges from external customers. Enterprise funds are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The Town uses an enterprise fund to account for its Stormwater Utility Operations.

Internal Service Fund is defined as a fund that primarily provides either benefits or goods or services to other funds, departments, or agencies of government on a cost-reimbursement basis, with the goal to 'break-even' rather than to generate a profit.

The basic proprietary fund financial statements can be found on pages 19 through 21 of this report.

Notes to the Basic Financial Statements - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 22 through 57 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 Town's budgetary comparison schedules.

The combined statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information. Combining and individual fund statements and other schedules can be found on pages 66 through 73 of this report.

TOWN OF MIAMI LAKES, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2023

Government-Wide Financial Analysis

The Government-wide Financial Statements were designed so that the user can determine if the Town is in a better or worse financial condition from the prior year. The difference between a government's assets and deferred outflows of resources and its liabilities and deferred inflows of resources is its net position. As mentioned earlier, the Town's overall assets and deferred outflows exceeded liabilities and deferred inflows by \$61,423,145 at the close of the most recent fiscal year.

Below is a summary of government-wide net position and comparative balances between the current and last fiscal year:

Town of Miami Lakes, Florida
Summary of Net Position

	Governmental Activities		Business-Type Activities		Total Primary Government	
	FY 2023	FY 2022	FY 2023	FY 2022	FY 2023	FY 2022
Current assets	\$ 24,006,921	\$ 20,114,471	\$ 29,013,691	\$ 34,313,483	\$ 53,020,612	\$ 54,427,954
Capital assets	34,339,879	35,070,152	23,442,109	16,163,033	57,781,988	51,233,185
Total assets	58,346,800	55,184,623	52,455,800	50,476,516	110,802,600	105,661,139
Deferred outflows on pension	728,604	967,976	18,754	34,417	747,358	1,002,393
Current liabilities	3,646,661	3,515,470	1,541,078	1,076,362	5,187,739	4,591,832
Long-term liabilities	10,507,327	10,633,128	18,836,150	18,747,697	29,343,477	29,380,825
Total liabilities	14,153,988	14,148,598	20,377,228	19,824,059	34,531,216	33,972,657
Deferred inflows of resources						
pension	637,337	487,580	48,366	38,567	685,703	526,147
deferred gain on refunding	-	-	24,577	49,153	24,577	49,153
Total deferred inflows of resources	637,337	487,580	72,943	87,720	710,280	575,300
Net investment in capital assets	27,714,443	28,066,416	14,335,664	13,882,070	42,050,107	41,948,486
Restricted	14,170,364	10,877,411	-	-	14,170,364	10,877,411
Unrestricted	2,392,722	2,572,594	2,809,952	1,529,653	5,202,674	4,102,247
Total net position	\$ 44,277,529	\$ 41,516,421	\$ 17,145,616	\$ 15,411,723	\$ 61,423,145	\$ 56,928,144

The net investment in capital assets, \$42 million or 69% is the largest portion of the net position. This represents capital assets (land, buildings, improvements, equipment, infrastructure, and construction in progress), net of accumulated depreciation, and the outstanding related debt used to acquire the assets. The Town uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the Town'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 because as previously mentioned, capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the Town's net position of \$14 million or 23% represents resources that are subject to restrictions on how they may be used. The remaining balance is the unrestricted net position of \$5.2 million or 8% which may be used to meet the government's ongoing obligations to citizens and creditors. At the end of the current year, the Town had positive balances in all three categories of net position, both for the government, as well as for its separate governmental and business-type activities. The same held true for the prior fiscal year.

Unrestricted net position for governmental activities decreased \$180 thousand from the prior year and increased by \$1.28 million for business-type activities mostly due to the increase in stormwater charges for service and investment income.

The *restricted net position* for governmental activities increased by \$3.3 million from the prior year because of increases in revenues throughout all funds.

TOWN OF MIAMI LAKES, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2023

Government-Wide Financial Analysis (Continued)

The following schedule compares revenues and expenses for the Town's operations for Fiscal Years 2023 and 2022.

Town of Miami Lakes, Florida
Summary of Changes in Net Position

	Governmental Activities		Business-Type Activities		Total Primary Government	
	FY 2023	FY 2022	FY 2023	FY 2022	FY 2023	FY 2022
Program Revenues:						
Charges for services	\$ 5,056,721	\$ 3,500,809	\$ 2,473,152	\$ 2,472,609	\$ 7,529,873	\$ 5,973,418
Operating grants and contributions	214,146	306,216	-	-	214,146	306,216
Capital grants and contributions	315,099	1,633,513	308,664	522,845	623,763	2,156,358
General Revenues:						
Property taxes	9,021,052	8,384,571	-	-	9,021,052	8,384,571
Utility taxes	5,407,968	4,934,925	-	-	5,407,968	4,934,925
Franchise taxes	1,590,298	1,424,664	-	-	1,590,298	1,424,664
Intergovernmental	6,845,612	6,591,152	-	-	6,845,612	6,591,152
Investments income and miscellaneous	968,856	422,227	1,143,335	127,660	2,112,191	549,887
Total revenues	29,419,752	27,198,077	3,925,151	3,123,114	33,344,903	30,321,191
Expenses:						
General government	6,957,361	5,832,933	-	-	6,957,361	5,832,933
Public safety	11,750,771	10,600,530	-	-	11,750,771	10,600,530
Parks and recreation	4,100,242	3,721,479	-	-	4,100,242	3,721,479
Transportation	3,360,003	3,411,614	-	-	3,360,003	3,411,614
Stormwater	-	-	2,198,785	2,167,706	2,198,785	2,167,706
Interest expense	482,740	496,396	-	-	482,740	496,396
Total expenses	26,651,117	24,062,952	2,198,785	2,167,706	28,849,902	26,230,658
Excess (deficiency) before transfers	2,768,635	3,135,125	1,726,366	955,408	4,495,001	4,090,533
Transfers and contributions	(7,527)	(423,976)	7,527	423,976	-	-
Changes in net position	\$ 2,761,108	\$ 2,711,149	\$ 1,733,893	\$ 1,379,384	\$ 4,495,001	\$ 4,090,533
Net position - beginning	41,516,421	38,805,272	15,411,723	14,032,339	56,928,144	52,837,611
Net position - ending	\$ 44,277,529	\$ 41,516,421	\$ 17,145,616	\$ 15,411,723	\$ 61,423,145	\$ 56,928,144

Governmental Activities: The Town's overall governmental revenues increased by \$2.2 million from \$27.2 million in FY2022 to \$29.4 million in FY2023. This increase was driven by higher revenues from charges for services, property taxes, utility taxes, intergovernmental revenues, and investment income. Property taxes accounted for approximately 31% of the Governmental Activities' revenues, followed by intergovernmental revenues at 23%, utility taxes at 18%, charges for services 17%, and the remainder from fines, investments, grants, and contributions. Governmental expenses also increased by \$2.6 million compared to the previous year, mainly attributed to an overall increase in service contracts. The Town uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Revenues:

- Gross property taxable value for the Town increased for the tenth consecutive year, from \$3.7 billion to \$4.1 billion in FY2023 or 9.7% because of favorable economic conditions. With an adopted millage rate of 2.2664 which is 2% lower than the prior year's millage rate of 2.3127, the Town's property tax revenue increased \$636 thousand.
- Utility taxes, including electricity, water, gas, and communications increased by \$473 thousand compared to the previous year, with the bulk of the increase attributed to electricity. The increase is directly linked to Florida Power

TOWN OF MIAMI LAKES, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2023

Government-Wide Financial Analysis (Continued)

Revenues: (Continued):

& Light (FPL) raising its rates for fuel recovery costs from 2022, which are then passed on to customers. The Town imposes a 10% tax on each customer's electric bill charged by FPL.

- Charges for services increased \$1.5 million from the prior year mainly driven by public safety and parks impact fees, paid by developers for the construction of two major residential developments within the Town.
- Capital grants and contributions decreased by \$1.3 million from the prior year due to several grant funded capital projects, such as Park West Bicycle and Pedestrian improvements, NE 154th Street & Palmetto Turn Lanes, Fairway Drive Bike Lanes, having work in progress and therefore not yet completed for grant reimbursement.

Expenses:

- General government increased \$1.1 million mostly due to the adjustment for the change in net pension liability for the Florida Retirement System (FRS) and, as well as the cost for contractual services approved by the homeowners within the Neighborhood Service Districts.
- Public safety expenses also increased by \$1.1 million primarily due to increased cost for salaries, benefits, and operating costs for police contractual service that is passed on from Miami-Dade County.
- Parks and recreation increased by approximately \$379 thousand primarily due to increases in service contracts influenced by prevailing market conditions. This includes various services such as landscape, grounds maintenance, tree-trimming, janitorial service and repairs and maintenance for park facilities.

Business-type Activities: The Town's business-type activities, Stormwater Utility operations, increased the total net position by \$1.7 million. Charges for stormwater services remained steady, while \$308,664 was attributed to capital grants and contributions from the American Rescue Plan Act (ARPA) funding. Additionally, there was a significant increase in investment income due to favorable interest rates on Stormwater Utility investments from ARPA and Bond Series 2021 funds. In FY2023, transfers and contributions from governmental activities decreased as capital projects expenditures are now directly recorded within the Stormwater Utility Fund.

Financial Analysis of the Town's Funds

Governmental Funds - The focus of the Town's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Town's financing requirements. An unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At the end of the current fiscal year, the Town's governmental funds reported a combined fund balance of \$20.5 million, an increase of \$3.75 million or 22% in comparison to the prior year. Of this amount, \$14.2 million or 69% is restricted by third parties such as grantors, creditors, State Statute, or other governmental entities for specific types of expenditures. \$5.8 million or 28% is unassigned and available for spending at the Town's discretion, and through ordinance, the Town has \$372 thousand or 1.8% committed for replacement of the Town's infrastructure. The remaining \$159 thousand or 1% is classified as non-spendable for prepayments.

The General Fund is the chief operating fund of the Town and is used to account for most of its governmental activities. The General Fund's total fund balance on September 30, 2023, was \$5.9 million, an increase of \$416 thousand from the prior year primarily from the unanticipated increase from the State of Florida's revenue projection of the half cent sales tax, as well as the increase in electric utility tax as discussed earlier. Of that amount, the *unassigned* fund balance is \$5.8 million or 98% of the total General Fund balance and 31% of the total General Fund expenditures. The *non-spendable* fund balance is the remaining 2% or \$116 thousand.

TOWN OF MIAMI LAKES, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2023

Financial Analysis of the Town's Funds (Continued)

Governmental Funds (Continued)

In addition to the General Fund, the major governmental funds include the Capital Projects Fund and the Special Revenue Fund. As of September 30, 2023, the Capital Projects Fund had a total fund balance of \$6.2 million, an increase of \$1.08 million or 21% from the prior year mainly due to transfers from the General Fund to partially finance Parks capital projects. The restricted fund balance represents an accumulation of unspent monies that is earmarked for the completion of capital projects.

As of September 30, 2023, the Special Revenue Fund had a total fund balance of \$2.5 million, an increase of \$1.19 million or 92% from the prior year mainly due to People's Transportation Plan monies earmarked for road construction projects were not spent. The fund balance is restricted for transit and transportation related expenses.

The Town's non-major governmental funds ending balance as of September 30, 2023, was \$5.9 million, an increase of \$1.05 million from the prior year primarily from parks and public safety impact fees. The Building Department, Neighborhood Service Districts and Debt Service fund balances decreased slightly by approximately \$36, \$52, and \$44 thousand, respectively, due to expenditures exceeding actual revenues. 93% of the non-major governmental fund balances are restricted, 6% committed for infrastructure projects and 1% non-spendable for prepayments.

Proprietary Funds - The Town of Miami Lakes' proprietary funds provide the same type of information found in the government-wide financial statements but in greater detail.

The net position of the Stormwater Utility as of September 30, 2023, amounted to \$17.1 million. Of this amount, \$14.3 million is invested in capital assets and \$2.8 million is unrestricted. Net position increased by \$1.7 million from the prior year and investment in capital assets increased by \$453 thousand because of an increase in construction.

General Fund Budgetary Highlights

Over the course of the year, the Town amended the General Fund budget various times. Budget amendments typically fall into two categories: (1) Amendments approved for rollovers related to capital improvement projects, tasks and projects in progress, and prior year encumbrances; and (2) supplemental appropriations to recognize and appropriate grant revenues which were received after the adoption of the budget, and to provide appropriations for various other needs which had arisen since the adoption of the budget. The difference between the original and final amended General Fund budget was \$2.1 million, mostly attributed to the first category.

The final amended budget to actual resulted in a positive variance in revenues of \$1.9 million primarily due to an increase in electric utility taxes and FPL franchise fees, intergovernmental revenues particularly Half Cent Sales Tax signifying a robust economy, and investment income due to high interest rates. Expenditures were lower than budgeted for general government which showed a positive variance of \$432 thousand mostly for unused legal reserves. Parks and public works also had positive variances of \$459 thousand because of efficiencies in operations.

Capital Assets and Debt Administration

Capital Assets

The Town's total capital assets for its governmental and business-type activities as of September 30, 2023, amounted to \$57.8 million (net of accumulated depreciation). Capital assets include land, buildings, construction in progress, infrastructure improvements, furniture, fixtures and equipment, and right-to-use assets (leases). The Town's net investments in capital assets for its governmental and business-type activities total \$42 million, a slight increase from the previous year. Net investment in capital assets for governmental activities decreased by \$352 thousand and increased by \$454 thousand for business-type activities. Major projects contributing to this year's asset activity were the following:

TOWN OF MIAMI LAKES, FLORIDA
MANAGEMENT’S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2023

Capital Assets and Debt Administration (Continued)

Capital Assets (Continued)

- Stormwater Drainage Improvements
- Mary Collins Community Center Renovation
- Infrastructure Additions and Components
- Laserfiche server
- License Plate Reader system and mobile units
- Playground equipment for Parks

The chart below provides a condensed schedule of the government-wide capital assets with comparative balances between the current and last fiscal year.

Town of Miami Lakes, Florida						
Capital Assets (Net of Depreciation)						
	Governmental		Business-Type		Total Primary	
	Activities		Activities		Government	
	FY 2023	FY 2022	FY 2023	FY 2022	FY 2023	FY 2022
Land	\$ 6,056,872	\$ 6,056,872	\$ -	\$ -	\$ 6,056,872	\$ 6,056,872
Building	7,804,334	8,026,540	-	-	7,804,334	8,026,540
Construction in Progress	2,680,856	2,451,231	6,410,005	2,326,551	9,090,861	4,777,782
Infrastructure	16,790,161	17,630,801	16,558,995	13,821,915	33,349,156	31,452,716
Furniture and Fixtures	980,743	862,593	6,967	14,567	987,710	877,160
Right-to-Use Assets	26,913	42,115	466,142	-	493,055	42,115
Total Capital Assets, net	<u>\$ 34,339,879</u>	<u>\$ 35,070,152</u>	<u>\$ 23,442,109</u>	<u>\$ 16,163,033</u>	<u>\$ 57,781,988</u>	<u>\$ 51,233,185</u>

Additional details may be found on page 37 in the capital assets section of the notes to basic financial statements.

Long-Term Debt

At the end of the current fiscal year, the Town had \$24.4 million in bonds and notes payable. During Fiscal Year 2011, the Town issued \$7.33 million in Town of Miami Lakes, Florida Special Obligation Bonds, Federally Taxable Series 2010 (Government Center Project) (Build America Bonds – Direct Payment) (the “Series 2010 Bonds”). Moody’s Investor Services and Fitch Ratings reaffirmed these bonds Aa2 and AA+, respectively. Also, in 2021, the Town issued \$15.5 million in Stormwater Utility System Revenue Bonds at a premium of \$3,225,636 for stormwater drainage construction and improvements. Moody’s Investor Services and Fitch Ratings also reaffirmed the Stormwater bonds Aa2 and A+, respectively. Included in long-term debt is the Town’s proportionate share of the Florida Retirement System “FRS” net pension liability of approximately \$3.7 million. The chart below provides comparative balances between the current and last fiscal year. Additional information on the Town’s long-term debt can be found in Note 7 on pages 38 through 43 of this report.

Town of Miami Lakes, Florida				
Outstanding Debt over \$500k				
	Governmental		Business-Type	
	Activities		Activities	
	FY 2023	FY 2022	FY 2023	FY 2022
Special Obligations Bonds, Series 2010	\$ 6,320,000	\$ 6,540,000	\$ -	\$ -
Stormwater Utility System				
Revenue Bonds, Series 2021	-	-	15,125,000	15,330,000
Premium (Discount) on Bonds Issued	(23,788)	(25,168)	3,010,594	3,118,115
Net Pension Liability	3,541,893	3,347,488	166,527	153,807
Total	<u>\$ 9,838,105</u>	<u>\$ 9,862,320</u>	<u>\$ 18,302,121</u>	<u>\$ 18,601,922</u>

TOWN OF MIAMI LAKES, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2023

Economic Factors and Next Year's Budget

- For Fiscal Year 2024, the Town's taxable property values increased 9.3% from \$4.13 billion from the prior year to \$4.52 billion. This is the eleventh consecutive year of increase in values, and a positive economic indicator that reflects the buoyancy of the housing market as well as the ongoing growth in both residential and commercial property developments.
- The Town adopted the rolled-back rate of 2.0732 mills for FY2024. This underscores the Town's commitment to providing economic relief to residents while ensuring responsible financial management. This rate will result in \$828,746 less in ad-valorem revenue as compared to the current year millage rate of 2.664.
- The total adopted budget for Fiscal Year 2024 reflects anticipated revenues and expenditures of \$89,143,091, an increase of \$9.8 million from the prior year primarily due to grant awards for stormwater drainage improvement projects and the 59th Avenue roadway extension and redevelopment project.
- The required General Fund reserve for FY2024 is \$3,396,282 which represents 16.67% of the total adopted General Fund expenditure budget, including transfers. The reserve policy which required a minimum reserve of 15% was amended effective last fiscal year to an average of two (2) months of the adopted General Fund expenditure budget, including transfers (or 16.67%).
- The Town's unemployment rate has been steadily decreasing since the COVID-19 pandemic, from a high of 8.6% in 2020 to 3.10% in 2021, down further to 1.7% in 2022 and to 1.4% in 2023. This downward trajectory demonstrates the resilience of the local economy.
- Overall, the Town's adopted budget is an economical and prudent financial plan that is structurally balanced and provides a responsible allocation of resources for the operational needs of the Town, infrastructure improvements, and to ensure exceptional quality of service to our residents. It aligns with the Town's financial goals and priorities for the benefit of the community.

Requests for Information

This financial report is designed to provide a general overview of the Town of Miami Lakes' finances for all those with an interest in the government's finances. Additional information is also available on the Town's website at www.miamilakes-fl.gov. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Town of Miami Lakes
Finance Department
6601 Main Street
Miami Lakes, Florida 33014



BASIC FINANCIAL STATEMENTS

TOWN OF MIAMI LAKES, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2023

	Governmental Activities	Business-Type Activities	Total
<u>ASSETS</u>			
Cash and cash equivalents	\$ 14,253,593	\$ 1,609,831	\$ 15,863,424
Investments	6,097,776	-	6,097,776
Accounts receivable, net	2,544,732	594,089	3,138,821
Prepays	158,946	-	158,946
Restricted assets:			
Cash and cash equivalents	385,292	11,358,662	11,743,954
Investments	566,582	15,451,109	16,017,691
Capital assets:			
Non-depreciable capital assets:			
Land	6,056,872	-	6,056,872
Construction in progress	2,680,856	6,410,005	9,090,861
Total non-depreciable capital assets	8,737,728	6,410,005	15,147,733
Depreciable/amortizable capital assets:			
Leasehold improvements	90,558	-	90,558
Furniture and equipment	4,922,535	322,359	5,244,894
Building	10,239,767	-	10,239,767
Infrastructure	31,326,146	20,530,437	51,856,583
Right-to-use asset	80,286	528,593	608,879
Less: accumulated depreciation/amortization	(21,057,141)	(4,349,285)	(25,406,426)
Net depreciable/amortizable capital assets	25,602,151	17,032,104	42,634,255
Total capital assets	34,339,879	23,442,109	57,781,988
Total assets	58,346,800	52,455,800	110,802,600
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Pension	728,604	18,754	747,358
Total deferred outflows of resources	728,604	18,754	747,358
<u>LIABILITIES</u>			
Accounts payable and other current liabilities	3,518,287	1,541,078	5,059,365
Deposits	128,374	-	128,374
Unearned revenues	6,550	14,878,767	14,885,317
Noncurrent liabilities:			
Due within one year	491,748	356,197	847,945
Due in more than one year	10,015,579	18,479,953	28,495,532
Total liabilities	14,160,538	35,255,995	49,416,533
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Pension	637,337	48,366	685,703
Deferred gain on refunding	-	24,577	24,577
Total deferred inflows of resources	637,337	72,943	710,280
<u>NET POSITION</u>			
Net investment in capital assets	27,714,443	14,335,664	42,050,107
Restricted for:			
Debt Service	997,498	-	997,498
Transit - CITT 20	280,200	-	280,200
Transportation - CITT 80	1,441,956	-	1,441,956
Transportation - Gas Tax	258,199	-	258,199
Transportation	3,481,957	-	3,481,957
Mobility	13,969	-	13,969
Stormwater Improvement Projects	163,248	-	163,248
Building Department - Operational	986,695	-	986,695
Building Department - Technology	953,866	-	953,866
Parks	2,577,812	-	2,577,812
Tree Removal	399	-	399
Impact Fees:			
Public Safety (Police)	260,773	-	260,773
Parks improvement	495,027	-	495,027
Parks open space	1,582,763	-	1,582,763
Neighborhood Service Districts	235,277	-	235,277
Greenway 77th Court	240,840	-	240,840
Large Park LOS	199,885	-	199,885
Unrestricted	2,392,722	2,809,952	5,202,674
Total net position	\$ 44,277,529	\$ 17,145,616	\$ 61,423,145

See notes to basic financial statements

TOWN OF MIAMI LAKES, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Functions/Programs							
Primary government:							
Governmental activities:							
General government	\$ 6,957,361	\$ 1,591,392	\$ 214,146	\$ 315,099	\$ (4,836,724)	\$ -	\$ (4,836,724)
Public safety	11,750,771	2,375,796	-	-	(9,374,975)	-	(9,374,975)
Parks and recreation	4,100,242	1,052,591	-	-	(3,047,651)	-	(3,047,651)
Transportation	3,360,003	36,942	-	-	(3,323,061)	-	(3,323,061)
Interest expense	482,740	-	-	-	(482,740)	-	(482,740)
Total governmental activities	<u>26,651,117</u>	<u>5,056,721</u>	<u>214,146</u>	<u>315,099</u>	<u>(21,065,151)</u>	<u>-</u>	<u>(21,065,151)</u>
Business-type activities:							
Stormwater	2,198,785	2,473,152	-	308,664	-	583,031	583,031
Total business-type activities	<u>2,198,785</u>	<u>2,473,152</u>	<u>-</u>	<u>308,664</u>	<u>-</u>	<u>583,031</u>	<u>583,031</u>
Total primary government	<u>\$ 28,849,902</u>	<u>\$ 7,529,873</u>	<u>\$ 214,146</u>	<u>\$ 623,763</u>	<u>\$ (21,065,151)</u>	<u>\$ 583,031</u>	<u>\$ (20,482,120)</u>
General revenue:							
Property taxes					9,021,052	-	9,021,052
Utility taxes					4,478,584	-	4,478,584
Communication service tax					929,384	-	929,384
Franchise taxes					1,590,298	-	1,590,298
Other taxes					744,771	-	744,771
Intergovernmental not restricted to specific programs					6,100,841	-	6,100,841
Investment income					595,836	1,143,335	1,739,171
Other income					373,020	-	373,020
Transfers					(7,527)	7,527	-
Total general revenues and transfers					<u>23,826,259</u>	<u>1,150,862</u>	<u>24,977,121</u>
Change in net position					2,761,108	1,733,893	4,495,001
Net position, beginning					41,516,421	15,411,723	56,928,144
Net position, ending					<u>\$ 44,277,529</u>	<u>\$ 17,145,616</u>	<u>\$ 61,423,145</u>

See notes to basic financial statements

TOWN OF MIAMI LAKES, FLORIDA
BALANCE SHEET - GOVERNMENTAL FUNDS
SEPTEMBER 30, 2023

	Major Funds			Nonmajor Governmental Funds	Total Governmental Funds
	General	Special Revenue	Capital Projects		
<u>ASSETS</u>					
Cash and cash equivalents	\$ 1,137,143	\$ 2,058,078	\$ 6,015,627	\$ 5,010,239	\$ 14,221,087
Investments	6,097,776	-	-	-	6,097,776
Accounts receivable, net	1,243,937	526,254	316,437	458,104	2,544,732
Due from other funds	329,437	-	-	-	329,437
Prepays	116,246	13,452	-	29,248	158,946
Restricted assets:					
Cash and cash equivalents	-	-	-	385,292	385,292
Investments	-	-	-	566,582	566,582
Total assets	<u>\$ 8,924,539</u>	<u>\$ 2,597,784</u>	<u>\$ 6,332,064</u>	<u>\$ 6,449,465</u>	<u>\$ 24,303,852</u>
<u>LIABILITIES</u>					
Accounts payable and other current liabilities	\$ 2,881,676	\$ 122,284	\$ 109,047	\$ 207,318	\$ 3,320,325
Deposits	128,374	-	-	-	128,374
Unearned revenues	6,550	-	-	-	6,550
Due to other funds	-	-	-	329,437	329,437
Total liabilities	<u>3,016,600</u>	<u>122,284</u>	<u>109,047</u>	<u>536,755</u>	<u>3,784,686</u>
<u>FUND BALANCES</u>					
Nonspendable:					
Prepays	116,246	13,452	-	29,248	158,946
Restricted:					
Debt service	-	-	-	997,498	997,498
Transit - CITT 20	-	280,200	-	-	280,200
Transportation - CITT 80	-	1,441,956	-	-	1,441,956
Transportation - Gas Tax	-	258,199	-	-	258,199
Transportation	-	-	3,481,957	-	3,481,957
Mobility	-	13,969	-	-	13,969
Stormwater	-	-	163,248	-	163,248
Micromobility	-	26,600	-	-	26,600
Building department - Operational	-	-	-	986,695	986,695
Building department - Technology	-	-	-	953,866	953,866
Parks	-	-	2,577,812	-	2,577,812
Tree removal	-	399	-	-	399
Impact fees:					
Public Safety (Police)	-	-	-	260,773	260,773
Parks improvement	-	-	-	495,027	495,027
Parks open space	-	-	-	1,582,763	1,582,763
Government Center Facility	-	-	-	-	-
Neighborhood Service Districts	-	-	-	235,277	235,277
Greenway 77th Court	-	240,840	-	-	240,840
Large Park LOS	-	199,885	-	-	199,885
Committed for:					
Infrastructure projects	-	-	-	371,563	371,563
Unassigned	5,791,693	-	-	-	5,791,693
Total fund balances	<u>5,907,939</u>	<u>2,475,500</u>	<u>6,223,017</u>	<u>5,912,710</u>	<u>20,519,166</u>
Total liabilities and fund balances	<u>\$ 8,924,539</u>	<u>\$ 2,597,784</u>	<u>\$ 6,332,064</u>	<u>\$ 6,449,465</u>	<u>\$ 24,303,852</u>

See notes to basic financial statements

TOWN OF MIAMI LAKES, FLORIDA
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2023

Fund balances - total government funds (Page 15) \$ 20,519,166

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.

Governmental capital assets	55,387,935	
Less: accumulated depreciation	<u>(21,053,405)</u>	
		34,334,530

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.

Governmental bonds payable	(6,438,415)	
Compensated absences	(414,041)	
Lease liability	<u>(26,914)</u>	
		(6,879,370)

Debt interest payable that will not be liquidated with current financial resources is not reported in the governmental funds		(160,107)
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OPEB obligations attributable to retiree benefits financed from governmental fund types		(86,064)
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Net pension liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds	(3,541,893)	
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Deferred outflows of resources related to pensions are not recognized in the governmental funds; however, they are reported in the statement of net position under full accrual accounting	728,604	
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Deferred inflows of resources related to pensions are not recognized in the governmental funds; however, they are reported in the statement of net position under full accrual accounting	<u>(637,337)</u>	
		(3,450,626)

Internal service funds are used by management to charge the costs of facilities maintenance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.

Net position of governmental activities (Page 13)		<u><u>\$ 44,277,529</u></u>
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TOWN OF MIAMI LAKES, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Major Funds			Nonmajor Governmental Funds	Total Governmental Funds
	General	Special Revenue	Capital Projects		
Revenues:					
Ad valorem taxes	\$ 9,021,052	\$ -	\$ -	\$ -	\$ 9,021,052
Utility taxes	4,003,310	-	-	475,274	4,478,584
Franchise fees	1,590,298	-	-	-	1,590,298
Communication service tax	929,384	-	-	-	929,384
Other taxes	176,833	412,333	155,605	-	744,771
Licenses and permits	256,698	8,804	-	1,640,383	1,905,885
Intergovernmental	4,218,484	2,096,503	315,099	-	6,630,086
Fines and forfeitures	245,805	-	-	-	245,805
Service charges	155,415	-	-	-	155,415
Impact fees					
Public safety	-	-	-	244,940	244,940
Parks	-	-	-	930,636	930,636
Investment income	308,303	27,062	90,066	170,406	595,837
Special assessments	-	-	-	1,574,040	1,574,040
Other	203,586	6,875	-	162,558	373,019
Total revenues	<u>21,109,168</u>	<u>2,551,577</u>	<u>560,770</u>	<u>5,198,237</u>	<u>29,419,752</u>
Expenditures:					
Current:					
General government					
Town council	633,378	-	-	-	633,378
Town administration and finance	2,888,425	-	-	-	2,888,425
Legal	322,366	-	-	-	322,366
Public safety	10,062,197	-	-	1,611,325	11,673,522
Parks and recreation	3,406,828	-	16,114	-	3,422,942
Transportation / public works	1,417,595	1,372,903	-	-	2,790,498
Administrative	-	-	-	1,600,725	1,600,725
Debt service:					
Principal	162,438	-	-	226,241	388,679
Interest	712	-	-	485,049	485,761
Capital outlay	80,186	-	540,648	331,703	952,537
Total expenditures	<u>18,974,125</u>	<u>1,372,903</u>	<u>556,762</u>	<u>4,255,043</u>	<u>25,158,833</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,135,043</u>	<u>1,178,674</u>	<u>4,008</u>	<u>943,194</u>	<u>4,260,919</u>
Other financing sources (uses)					
Transfers in	4,381	130,621	1,087,409	150,000	1,372,411
Transfers out	(1,723,646)	(122,942)	(4,381)	(31,279)	(1,882,248)
Total other financing sources (uses)	<u>(1,719,265)</u>	<u>7,679</u>	<u>1,083,028</u>	<u>118,721</u>	<u>(509,837)</u>
Net change in fund balances	415,778	1,186,353	1,087,036	1,061,915	3,751,082
Fund balances - beginning	5,492,161	1,289,147	5,135,981	4,850,795	16,768,084
Fund balances - ending	<u>\$ 5,907,939</u>	<u>\$ 2,475,500</u>	<u>\$ 6,223,017</u>	<u>\$ 5,912,710</u>	<u>\$ 20,519,166</u>

See notes to basic financial statements

TOWN OF MIAMI LAKES, 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, 2023

Amounts reported for governmental activities in the statement of activities (on page 14) are different because:

Net change in fund balances - total governmental funds (Page 17) \$ 3,751,082

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is depreciated over their estimated useful lives.

Expenditures for capital outlays meeting the capitalization threshold	952,537	
Less current year depreciation	<u>(1,686,696)</u>	(734,159)

The net effect of various transactions involving capital assets (i.e., sales, trade-ins, and dor-

Contribution of capital assets to business-type activities	<u>(7,527)</u>	(7,527)
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The issuance of long-term debt (e.g., bonds, leases) 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.

Principal payments	388,679	
Amortization of discount on bonds issued	<u>(1,380)</u>	387,299

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Changes in accrued interest payable	3,020	
Change in compensated absences	(47,634)	
Change in OPEB liability	(7,439)	
Changes in net pension liability and other deferral amounts	<u>(583,534)</u>	(635,587)

The net change of internal service fund is reported with governmental activities on the statement of activities.

	<u>-</u>	
Change in net position of governmental activities (Page 14)		<u><u>\$ 2,761,108</u></u>

TOWN OF MIAMI LAKES, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2023

	<u>Business-Type Activity Enterprise Fund</u>	<u>Internal Service Fund</u>
	<u>Stormwater</u>	<u>Fund</u>
<u>ASSETS</u>		
Current assets:		
Cash and cash equivalents	\$ 1,609,831	\$ 32,506
Restricted cash	11,358,662	-
Restricted investments	15,451,109	-
Accounts receivable, net	594,089	-
Total current assets	<u>29,013,691</u>	<u>32,506</u>
Noncurrent assets:		
Construction in progress	6,410,005	-
Furniture and equipment	322,359	-
Right-to-use asset	528,593	-
Infrastructure	20,530,437	9,085
Less: accumulated depreciation	(4,349,285)	(3,736)
Total noncurrent assets	<u>23,442,109</u>	<u>5,349</u>
Total assets	<u>52,455,800</u>	<u>37,855</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>		
Pension	18,754	-
Total deferred outflows of resources	<u>18,754</u>	<u>-</u>
<u>LIABILITIES</u>		
Current liabilities:		
Accounts payable and other current liabilities	1,541,078	37,855
Compensated absences - current	2,353	-
Due to Miami-Dade County - current	14,518	-
Lease liability - current	83,415	-
Bonds payable - current	255,911	-
Unearned grant revenue	14,878,767	-
Total current liabilities	<u>16,776,042</u>	<u>37,855</u>
Noncurrent liabilities:		
Compensated absences	7,060	-
Net pension liability	166,527	-
Due to Miami-Dade County	29,036	-
Lease liability	356,736	-
Bond payable	17,920,594	-
Total noncurrent liabilities	<u>18,479,953</u>	<u>-</u>
Total liabilities	<u>35,255,995</u>	<u>37,855</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Pension	48,366	-
Deferred gain on refunding	24,577	-
Total deferred inflows of resources	<u>72,943</u>	<u>-</u>
<u>NET POSITION</u>		
Net investment in capital assets	14,335,664	5,349
Restricted	-	-
Unrestricted	2,809,952	(5,349)
Total net position	<u>\$ 17,145,616</u>	<u>\$ -</u>

See notes to basic financial statements

TOWN OF MIAMI LAKES, FLORIDA
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Business-Type Activity Enterprise Fund	Internal Service Fund
	<u>Stormwater</u>	<u>Fund</u>
Operating revenues:		
Charges for services	\$ 2,473,152	\$ -
Total operating revenues	<u>2,473,152</u>	<u>-</u>
Operating expenses:		
Administrative expenses	530,926	374,323
Contractual services	90,523	-
Repairs and maintenance	410,681	134,908
Depreciation	521,031	606
Total operating expenses	<u>1,553,161</u>	<u>509,837</u>
Operating income (loss)	919,991	(509,837)
Nonoperating revenues (expenses):		
Investment earnings	1,143,335	-
Interest expense	(645,624)	-
Total nonoperating revenues (expenses)	<u>497,711</u>	<u>-</u>
Income (loss) before contributions and transfers	1,417,702	(509,837)
Contributions and transfers:		
Capital contributions	316,191	-
Transfers in	102,399	509,837
Transfers out	(102,399)	-
Net contributions and transfers	<u>316,191</u>	<u>509,837</u>
Change in net position	1,733,893	-
Net position, beginning	<u>15,411,723</u>	<u>-</u>
Net position, ending	<u>\$ 17,145,616</u>	<u>\$ -</u>

See notes to basic financial statements

TOWN OF MIAMI LAKES, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Business-Type Activity Enterprise Fund	Internal Service Fund
	Stormwater	Fund
Cash flows from operating activities:		
Cash received from customers, governments and other funds	\$ 2,147,528	\$ -
Cash paid to suppliers	(271,162)	(379,111)
Cash paid to employees	(265,566)	(118,410)
Net cash provided by (used in) operating activities	1,610,800	(497,521)
Cash flows from noncapital financing activities:		
Transfers in (out)	-	509,837
Net cash provided by noncapital financing activities	-	509,837
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets and furniture and equipment	(7,263,988)	-
Principal retirement of capital debt	(258,516)	-
Interest paid on capital debt	(753,828)	-
Principal payments on lease liabilities	(88,442)	-
Capital grants	308,664	-
Net cash (used in) capital and related financing activities	(8,056,110)	-
Cash flows from investing activities:		
Purchase of investments	(422,369)	-
Interest and other income	1,143,335	-
Net cash (used in) investing activities	720,966	-
Net decrease in cash and cash equivalents	(5,724,344)	12,316
Cash and cash equivalents, October 1	18,692,837	20,190
Cash and cash equivalents, September 30	\$ 12,968,493	\$ 32,506
Reconciliation of operating income (loss) to net cash provided by operating activities:		
Operating income (loss)	\$ 919,991	\$ (509,837)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:		
Depreciation	521,031	606
Change in assets and liabilities:		
(Increase) decrease in:		
Accounts receivable	(2,183)	-
Deferred outflows of resources for pension	15,663	-
Increase (decrease) in:		
Accounts payable and accrued payroll and benefits	465,400	11,710
Unearned revenue	(308,664)	-
Compensated absences	1,619	-
Net pension liability	12,720	-
Deferred inflows of resources for pension	9,799	-
Deferred inflows of resources for deferred gain on bond refunding	(24,576)	-
Total adjustments	690,809	12,316
Net cash provided by (used in) operating activities	\$ 1,610,800	\$ (497,521)
Noncash investing, capital and related financing activities:		
Right-to-use asset acquired through noncurrent liabilities	\$ 528,593	\$ -
Contribution of capital assets	7,527	-
	\$ 536,120	\$ -

See notes to basic financial statements



**NOTES TO BASIC
FINANCIAL STATEMENTS**

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Organization

The Town of Miami Lakes, Florida (the "Town") was incorporated in fiscal year 2001 and is a political subdivision of the State of Florida located in northwestern Miami-Dade County. The Town operates under a Mayor-Council-Manager form of government, with the legislative function being vested in a seven-member Council. The Town Council is governed by the Town Charter and by the state and local laws and regulations. The Town Council is responsible for establishment and adoption of policy. The Town provides the following range of municipal services authorized by its charter: public safety, streets, stormwater, health and social services, culture, recreation, bus transportation, planning and zoning, and general administrative services.

The accounting policies of the Town conform to Accounting Principles Generally Accepted in the United States of America (GAAP) as applicable to governments. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting.

This summary of significant accounting policies is presented to assist the reader in interpreting the basic financial statements of the Town of Miami Lakes, Florida. The policies are considered essential and should be read in conjunction with the basic financial statements.

B. Financial Reporting Entity

The Town was incorporated in accordance with the Constitution of the State of Florida and the Home Rule Charter of Miami-Dade County on December 5, 2000, to carry on a centralized government. The Town Council is responsible for legislative and fiscal control of the Town. A Town Manager is appointed by the Council and is responsible for administrative and fiscal control of the resources of the Town.

The financial statements were prepared in accordance with GASB Statement No. 14, The Financial Reporting Entity, as amended by GASB Statements No. 39 and 61, which establishes standards for defining and reporting on the financial reporting entity. 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 primary government, organizations for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity to be misleading or incomplete. The Town 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 financial benefits to, or impose specific financial burdens on the Town. Based on the application of these criteria, there were no component units to the Town for fiscal year ended September 30, 2023.

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all activities of the primary government. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Government-Wide and Fund Financial Statements

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

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds are reported as separate columns in the fund financial statements. All remaining governmental funds are aggregated and reported as nonmajor funds. The internal service fund is included in the proprietary fund financial statements.

D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

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 Town considers revenues to be available if they are collected within six (6) months of the end of the current fiscal period, except for property taxes, for which the period is 60 days. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, sales taxes, utility 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. All other revenue items are considered to be measurable and available only when cash is received by the Town.

Accounting principles generally accepted in the United States of America set forth minimum criteria (percentage of assets plus deferred outflows of resources, liabilities plus deferred inflows of resources, revenue or expenditures/expenses of the applicable fund category and the governmental and enterprise combined) for the determination of major funds. The non-major funds are presented in one column in the respective fund financial statements.

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

The Town reports the following major governmental funds:

General Fund – This fund is the government’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Special Revenue Fund – This fund is used to account for and report the receipts of local option fuel tax and county-shared fuel tax that are legally restricted for expenditures related to development, construction equipping, maintenance, operations or expansion of public transportation system, roads and bridges.

Capital Projects Fund – This fund is used to account for the construction of major capital projects, other than those financed by the proprietary funds, or the Series 2010 Special Obligation Bond.

The Town reports the following major proprietary fund:

Stormwater Utility Fund – This fund is used to account for the provision of stormwater maintenance and capital improvements within the Town.

Additionally, the Town reports the following fund types:

Building Department Fund – This fund is used to account for and report the receipts of building permits and other fees that are restricted for building permitting and inspection activities. The department performs plan review for all commercial and residential construction, mandatory inspections for all phases of construction to ensure compliance with building safety regulations, collects permit fees and issues permits for residential and commercial construction, and issues certificates of completion and occupancy.

Neighborhood Service Districts Fund – This fund is used to account for the cost to provide public improvements and special services through a non-ad valorem assessment. Non-ad valorem assessments represent a cost share assigned to a group of properties to pay all or part of the cost associated with a specific public service or improvement, such as security guard services, lighting, lake, and landscape maintenance, primarily benefitting those properties.

Impact Fees Fund – This fund is used to account for the parks and public safety impact fees used to fund the cost of additional capital resources required to maintain and accommodate projected population growth due to new development.

Debt Service Fund – This fund is used to account for the accumulation of resources for and payment of principal, interest and related costs of the Town’s special obligation bonds.

Infrastructure Replacement Fund – This fund is used for purposes of accumulating resources to fund long-term capital expenditures.

Internal Service Fund – This fund is used to account for the Town’s facilities maintenance services, all of which are provided to other Town departments.

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the Town's enterprise fund functions and various other functions of the Town. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes, whose purpose has not been restricted to a specific program.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from user fees for providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the stormwater enterprise fund are charges to customers for services to maintain and refurbish the stormwater 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.

When both restricted and unrestricted resources are available for use, it is the Town's policy to use restricted resources first, then unrestricted resources as they are needed.

E. Deposits and Investments

The Town's cash and cash equivalents are considered to be cash on hand, demand deposits, investments with the State Board of Administration (SBA) investment pools (Securities and Exchange Commission Rule 2A-7 Pool), certificates of deposit, money markets, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

State Statutes requires all deposits of the Town, including demand deposit accounts, time deposit accounts, and money market accounts to be held in institutions designated by the Treasurer of the State of Florida as "qualified depositories" and accordingly, are covered by a collateral pool as required by that statute.

Investments are reported at fair value, which are based on quoted market prices. Investments owned by the Town are accounted for in the Town's investment pool. Income earned from this pool is allocated to the respective funds based on average monthly balances.

The reported value of the pool is the same as their fair value of the pool shares for participants in Pool A. Investments, including restricted investments, consist of securities of governmental agencies unconditionally guaranteed by the U.S. Government.

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Receivables and Payables

Receivables include amounts due from other governments and others for services provided by the Town. Receivables are recorded and revenues are recognized as earned or as specific program expenditures/expenses are incurred based on the accounting basis required for that fund.

All trade receivables are shown net of an allowance for uncollectible accounts. An allowance for uncollectible accounts is provided when necessary for all trade receivables outstanding over 60 days.

G. Interfund Receivables and Payables

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" or "advances to/from other funds". Any residual balances outstanding between the governmental activities and business activities are reported in the government-wide financial statements as "internal balances".

H. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements using the consumption method. The governmental fund financial statements consider prepaid items to be nonspendable fund balance.

I. Property Taxes

Property taxes are assessed as of January 1 each year and are first billed (levied) and due the following November 1.

Under Florida law, the assessment of all properties and the collection of all county, municipal, school board and special district property taxes are consolidated in the Office of the County Property Appraiser and County Tax Collector. The laws for the State regulating tax assessments are also designed to assure a consistent property valuation method statewide. State statutes permit municipalities to levy property taxes at a rate of up to 10 mills (\$10 per \$1,000 of assessed taxable valuation). The millage rate assessed by the Town for the year ended September 30, 2023 was 2.2664.

The Town's tax levy is established by the Town Council prior to October 1st of each year, and the County Property Appraiser incorporates the millage into the total tax levy, which includes Miami-Dade County, Miami- Dade County School Board and certain other special taxing districts.

All real and tangible personal property taxes are due and payable on November 1st of each year or as soon as practicable thereafter as the assessment roll is certified by the County Property Appraiser. Miami-Dade County mails each property owner on the assessment roll a notice of the taxes due and collects the taxes for the Town. Taxes may be paid upon receipt of the notice from Miami-Dade County, with discounts at the rate of 4% if paid in the month of November, 3% if paid in the month of December, 2% if paid in the month of January and 1% if paid in the month of February. Taxes paid during the month of March are without discount, and all unpaid taxes on real and tangible personal property become delinquent and liens are placed on April 1st of the year following the year in which the taxes were assessed. Procedures for the collection of delinquent taxes by Miami-Dade County are provided for in the laws of Florida.

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

J. Capital Assets

Capital assets are defined by the Town as property, equipment and infrastructure with an initial, individual cost of more than \$2,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are recorded at acquisition value as of the date of donation. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all depreciable assets is provided on the straight-line basis over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	39
Furniture and equipment	5-20
Leasehold improvements	15
Infrastructure	40

When capital assets are sold or disposed of, the related cost and accumulated depreciation are removed from the financial records and a resulting gain or loss is recorded in the government-wide financial statements.

K. Leases

Leases are defined as the right to use an underlying asset. As a lessee, the Town recognized a lease liability and an intangible right-to-use (RTU) lease asset at the beginning of a lease unless the lease is considered a short-term lease or transfers ownership of the underlying asset. RTU lease assets are initially recorded at the initial measurement of the lease liability, plus lease payments made at or before the commencement of the lease term, less any lease incentives received from the lessor at or before the commencement of the lease, plus initial direct costs that are ancillary to place the asset into service. Lease assets are amortized on a straight-line basis over the shorter of the lease term or the useful life of the underlying asset. Remeasurement of a lease liability occurs when there is a change in the lease term and/or other changes that are likely to have a significant impact on the lease liability.

The Town calculates the amortization of the discount on the lease liability and report that amount as outflows of resources. Leases that do not have implicit interest rates, the incremental borrowing rates (IBR) are used. IBR's are estimated rates the Town would be charged for borrowing the lease payment amounts during the lease term. Payments are allocated first to accrued interest liability and then to the lease liability. Variable lease payments based on the usage of the underlying assets are not included in the lease liability calculations but are recognized as outflows of resources in the period in which the obligation was incurred.

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

L. Subscription Based Information Technology Arrangements

Subscription based information technology arrangements (“SBITA”) assets are defined by the general government as the right to use vendor-provided information technology (“IT”) with access to vendors’ IT assets. The Town recognizes a subscription liability and an intangible subscription right-to-use asset at the beginning of the subscription term that have a term exceeding one year. A SBITA asset is measured based on the net present value of subscription payments expected to be made during the subscription term, using the incremental borrowing rate, and is amortized using the straight-line method over the shorter of the subscription term or the useful life of the underlying IT assets. Re-measurement of a subscription liability occurs when there is a change in the contract term and/or other changes that are likely to have a significant impact on the subscription liability.

M. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Town has pension amounts that qualify for reporting in this category on the government-wide statement of net position in the amount of \$747,358.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as inflows of resources (revenue) until that time. The Town has pension amounts and deferred gain on bond refunding amounts that qualify for reporting in this category in the amount of \$685,703 and \$24,577, respectively.

N. Compensated Absences

It is the Town’s policy to permit employees to accumulate earned but unused vacation and sick pay benefits. Vacation pay and sick pay benefits are accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations or retirements.

All vacation and sick leave is accrued and reported as a fund liability when it is probable that the Town will compensate the employee with expendable available financial resources. Vacation and sick leave is accrued when incurred in proprietary funds and reported as a fund liability. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. For governmental funds, compensated absences are generally liquidated by the General Fund.

O. Unearned Revenue

Resources that do not meet revenue recognition requirements (not earned), such as grants, are classified as liabilities and recorded as unearned revenue in the government-wide and the fund financial statements. As of September 30, 2023, the Town has a balance of approximately \$14.9 million in funding previously received from the American Rescue Plan Act that will be utilized for stormwater infrastructure improvements. This amount will be applied to eligible expenses in subsequent years.

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

P. Long-Term Obligations

In the government-wide financial statements, and proprietary fund type in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Debt premiums and discounts are deferred and amortized over the life of the debt using the straight-line method, which does not result in a material difference from the effective interest method. The face amount of the debt issued is reported net of bond premiums and discounts. Debt issuance costs are expensed in the year they are incurred.

In the fund financial statements, governmental fund types recognize debt premiums and discounts during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditure.

Q. Net Position

Total equity as of September 30, 2023 is classified into three components of net position:

Net investment in capital assets – consists of capital assets (including restricted capital assets), net of accumulated depreciation and reduced by the outstanding balances of any bonds, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net position – consists of net position with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or 2) law through constitutional provisions or enabling legislation.

Unrestricted net position – all other net position that do not meet the definition of “restricted” or “net investment in capital assets”.

R. Fund Balance

The Town follows Governmental Accounting Standards for *Fund Balance Reporting and Governmental Type Definitions*, which requires that governmental fund financial statements present fund balance based on classification that comprise a hierarchy that is based primarily on the extent to which the Town is bound to honor constraints on the specific purposes for which amounts in the respective governmental fund can be spent. The classifications used in the governmental fund financial statements are as follows:

Non-spendable – Amounts that cannot be spent either because they are in not spendable form (such as inventory) or because they are legally or contractually required to be maintained intact.

Restricted – Amounts that can be spent only for specific purposes by their providers (such as grantors, bondholders, Town Code, and higher levels of government), through constitutional provisions, or by enabling legislation.

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

R. Fund Balance (continued)

Committed – Amounts constrained to specific purposes by the Town itself, using its highest level of decision-making authority (i.e., Town Council). To be reported as committed, amounts cannot be used for any other purpose unless the Town takes the same highest-level action to remove or change the constraint. Amounts that can be used only for the specific purposes determined by a formal action (i.e., ordinance) of the Town Council, the Town’s highest level of decision-making authority. Commitments may only be changed or lifted by the Town Council taking the same formal action that imposed the constraint originally.

Assigned – Amounts the Town intends to use for a specific purpose. Intent can be expressed by the Town Council or by an official or body to which the Town Council delegates the authority. Amounts that the Town intends to use for a specific purpose; the intent shall be expressed by the Town Council or may be delegated to the Town Manager.

Unassigned – This fund balance is the residual classification for the General Fund. The General Fund is the only fund that reports a positive unassigned fund balance amount. It is also used to report negative fund balances in other governmental funds.

Minimum level of Unassigned Fund Balance Policy:

The Town’s reserve policy ordinance requires that the Town maintain an average of two months of budgeted general fund expenditures, including transfers, on hand as a reserve whenever possible. When expenditure is incurred for the purpose for which both restricted and unrestricted funds are available, the Town considers restricted funds to have been spent first. When expenditures are incurred for which committed, assigned, or unassigned fund balances are available, the Town considers amounts to have been first expended out of committed funds then assigned funds and finally unassigned funds, as needed, unless the Town Council or Town Manager has provided otherwise in its commitment or assignment actions.

The Town will use restricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents/contracts that prohibit doing this, such as grant agreements requiring dollar for dollar spending. Additionally, the Town will first use committed fund balance, followed by assigned fund balance and then unassigned fund balance when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

S. Net Position Flow Assumption

Sometimes the Town will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted-net position and unrestricted-net position in the government-wide financial statements, a flow assumption must be made about the order in which resources are considered to be applied. It is the Town’s policy to consider restricted net position to have been depleted before unrestricted-net position is applied.

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

T. 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 the amounts of assets, liabilities, disclosures of contingent liabilities, revenues and expenditures/expenses reported in the financial statements and accompanying notes. These estimates include assessing the collectability of receivables, the realization of pension obligations, OPEB and the useful lives of capital assets. Although these estimates are based on management's knowledge of current events and actions it may undertake in the future, they may ultimately differ from actual results.

U. Restricted Assets

Certain resources set aside for the repayment of bonds are classified as restricted assets on the statement of net position because their use is limited by the applicable bond indenture covenants.

V. Capital Contributions

Capital contributions in proprietary fund financial statements arise from grants or outside contributions of resources restricted to capital acquisition and construction.

W. New Accounting Pronouncements

In May 2020, the GASB issued Statement No. 96, "Subscription-Based Information Technology Arrangements". This statement provides guidance on accounting and financial reporting for subscription-based information technology arrangements ("SBITA") for government end users (governments). This statement defines a SBITA; establishes that a SBITA results in a right-to-use subscription asset, an intangible asset and a corresponding subscription liability; provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and requires note disclosures regarding a SBITA. The requirements of this statement are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. The statement has been implemented retroactively effective October 1, 2022. As of September 30, 2023, the Town does not have material contracts that meet the criteria of a SBITA.

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

By its nature as a local government unit, the Town is subject to various federal, state, and local laws and contractual regulations. The Town has no material violations of finance-related legal and contractual obligations.

1. Fund Accounting Requirements

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 Town, like any other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance related requirements, bond covenants, and segregation for management purposes. The implementation of GASB Statement No. 96 had no effect on net position as reported September 30, 2022.

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (continued)

2. Revenue Restrictions

The Town has various restrictions placed over certain revenue sources from federal, state, or local requirements. The primary revenue sources include:

<u>Revenue Source</u>	<u>Legal Restrictions of Use</u>
Transportation & Gas Surtax	Roads, sidewalks, streets, busing, streetlights and other transportation expenses
Mobility Fee	Multi-modal transportation improvements
Impact Fees (Parks & Police)	Capital projects, improvements and to offset additional costs
Building Permits and Fees	Building permitting and inspection activities

For the fiscal year ended September 30, 2023, the Town complied, in all material respects, with these revenue restrictions.

3. Excess of Expenditures Over Appropriations

For the year ended September 30, 2023, there were no excess of expenditures over appropriations to report.

NOTE 3 - DEPOSITS AND INVESTMENTS

Cash and Cash Equivalents

As of September 30, 2023, the balance of the Town’s cash deposits were \$28,419,340. All deposits are held in banking institutions approved by the State of Florida to hold public funds. The Town’s deposits are considered insured and collateralized with securities held by the Town or by its agent in the Town’s name as discussed below.

Custodian credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. All of the Town’s deposits are entirely insured by federal depository insurance or collateralized by the multiple financial institution collateral pool pursuant to Florida Statutes, Chapter 280, “Florida Security for Public Deposit Act”. Under this Act, all qualified public depositories are required to pledge eligible collateral having a fair value equal to or greater than the average daily or monthly balance of all public deposits, multiplied by the depository’s collateral pledging level.

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 3 - DEPOSITS AND INVESTMENTS (continued)

Investments

Section 218.415, Florida Statutes, limits the types of investments that a government can invest in unless specifically authorized in an investment policy. On December 13, 2011, the Town adopted Ordinance 11-139 which provides for a comprehensive investment policy pursuant to Section 218.415, Florida Statutes, and established permitted investments, issuer limits, credit rating requirements and maturity limits to protect the Town's cash and investment assets. The investment policy applies to all cash and investments held or controlled by the Town with the exception of funds related to the issuance of debt.

The Town's investment policy allows for the following investments:

- Direct obligations of the U. S. Government, its Agencies or Instrumentalities;
- Securities and Exchange Commission registered money market mutual funds;
- Insured or fully collateralized Certificates of Deposit;
- Intergovernmental investment pools authorized pursuant to the Florida Interlocal Cooperation Act functioning as a money market mutual;
- Financial institution deposits that are in Qualified Public Depositories of the State in accordance with Chapter 280.02, Florida Statutes;
- Repurchase agreements secured by direct obligations of the U.S. Government, its Agencies or Instrumentalities.

The Town's overall investment objectives are, in order of priority, the safety of principal, liquidity of funds and maximizing investment income.

The Town invests in certificates of deposit. The certificates bear an interest rate ranging from 4.55% to 5.57%. The certificates of deposit with an original maturity of greater than three months totaling approximately \$21,537,000 are presented as investments in the accompanying statement of net position.

The SBA administers Florida PRIME ("PRIME"), which is governed by Chapter 19-7 of the Florida Administrative Code and Chapters 215 and 219 of the Florida Statutes. These rules provide guidance and establish the policies and general operating procedures of the administration of PRIME. PRIME is not a registrant with the Securities and Exchange Commission; however, the SBA has adopted operating procedures consistent with the requirements for a 2a-7 fund, which permits money market funds to use amortized cost to maintain a constant net asset value ("NAV") of \$1 per share. The fair value of the position in the Florida PRIME is equal to the value of the pool shares. At September 30, 2023, the Town's investment in the Florida PRIME was that of \$11,936 which is presented as investments in the accompanying statement of net position. Thus, the Town's account balance in the SBA is its amortized cost.

Additionally, the Office of the Auditor General of the State of Florida performs the operational audit of the activities and investment of the SBA. The SBA accounts are not subject to custodial credit risk as these investments are not evidenced by securities that exist in physical or bank entry form.

In accordance with GASB Statement No. 79, Certain External Investment Pools and Pool Participants, the Town's investment in the Florida PRIME meets the definition of a qualifying investment pool that measures for financial reporting purposes all of its investments at amortized cost and should disclose the presence of any limitations or restrictions on withdrawals.

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 3 - DEPOSITS AND INVESTMENTS (continued)

Investments (continued)

With regard to redemption gates, Chapter 218.409(8)(a), Florida Statutes, states, “The principal, and any part thereof, of each account constituting the trust fund is subject to payment at any time from the moneys in the trust fund. However, the Executive Director may, in good faith, on the occurrence of an event that has a material impact on liquidity or operations of the trust fund, for 48 hours limit contributions to or withdrawals from the trust fund to ensure that the Board can invest moneys entrusted to it in exercising its fiduciary responsibility. Such action must be immediately disclosed to all participants, the Trustees, the Joint Legislative Auditing Committee, the Investment Advisory Council, and the Participant Local Government Advisory Council. The Trustees shall convene an emergency meeting as soon as practicable from the time the Executive Director has instituted such measures and review the necessity of those measures. If the Trustees are unable to convene an emergency meeting before the expiration of the 48-hour moratorium on contributions and withdrawals, the Executive Director may extend the moratorium until the Trustees are able to meet to review the necessity for the moratorium. If the Trustees agree with such measures, the Trustees shall vote to continue the measures for up to an additional 15 days. The Trustees must convene and vote to continue any such measures before the expiration of the time limit set, but in no case may the time limit set by the Trustees exceed 15 days.”

With regard to liquidity fees, Florida Statute 218.409(4) provides authority for the SBA to impose penalties for early withdrawal, subject to disclosure in the enrollment materials of the amount and purpose of such fees. At present, no such disclosure has been made.

As of September 30, 2023, there were no redemption fees, maximum transaction amounts, or any other requirements that serve to limit a participant’s daily access to 100 percent of their account value.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in interest rates. As a mean of limiting its exposure to fair value losses arising from rising interest rates, the Town’s investment policy limits the Town’s investment portfolio to maturities not to exceed two years for operating and debt service funds and not to exceed three years for capital project or special purpose funds. The weighted average days to maturity (WAM) of the Florida PRIME as of September 30, 2023 is 35 days. Next interest rate reset dates for floating rate securities are used in the calculation of the WAM. The weighted average life (WAL) of Florida PRIME at September 30, 2023, is 75 days.

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The Town’s investment policy specifically sets parameters to minimize the Town’s credit risk by:

- Limiting investment to the safest type of issuer
- Pre-qualifying the financial institution, pools, money market mutual funds, and broker/dealer with which the Town will do business, and
- Diversifying the investment portfolio so that potential losses on individual issuers will be minimized.

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 3 - DEPOSITS AND INVESTMENTS (continued)

Investments (continued)

The Town's investment in Florida PRIME was rated AAAM by Standard and Poor's as of September 30, 2023.

Custodial credit risk for investment is the risk that in the event of the failure of the counterparty (e.g. broker dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The Town's investment policy requires that a bank or banks shall be contracted for the safekeeping or custody of securities owned by the Town as part of its investment portfolio or pledged to the Town as collateral. Securities owned by the Town shall be evidenced by safekeeping receipts of the institution holding the securities. All security transactions shall utilize the "delivery versus payment" procedures for settlement. All of the Town's investments at September 30, 2023 are being kept by a third-party commercial trust bank and are fully secured and collateralized under the name of the Town or its agent.

NOTE 4 - RECEIVABLES AND PAYABLES

Receivables as of September 30, 2023 were as follows:

	General Fund	Special Revenue Fund	Capital Projects Fund	Nonmajor Governmental Funds	Stormwater Fund
Due from other governments	\$ 552,208	\$ 478,111	\$ 316,437	\$ 7,009	\$ 594,089
Other	691,729	48,143	-	451,095	-
Total receivables	<u>\$ 1,243,937</u>	<u>\$ 526,254</u>	<u>\$ 316,437</u>	<u>\$ 458,104</u>	<u>\$ 594,089</u>

Payables as of September 30, 2023 for the Town's governmental funds were as follows:

	General Fund	Special Revenue Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total Governmental Funds
Vendors	<u>\$ 2,881,676</u>	<u>\$ 122,284</u>	<u>\$ 109,047</u>	<u>\$ 207,318</u>	<u>\$ 3,320,325</u>
Total (fund statements)	<u>\$ 2,881,676</u>	<u>\$ 122,284</u>	<u>\$ 109,047</u>	<u>\$ 207,318</u>	<u>\$ 3,320,325</u>

Payables as of September 30, 2023 for the Town's governmental activities (government-wide statements) were as follows:

	Fund Statements	Bond Interest Payable	Total Governmental Activities
Vendors	<u>\$ 3,358,180</u>	<u>\$ 160,107</u>	<u>\$ 3,518,287</u>
Total	<u>\$ 3,358,180</u>	<u>\$ 160,107</u>	<u>\$ 3,518,287</u>

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 4 - RECEIVABLES AND PAYABLES (continued)

Payables as of September 30, 2023 for the Town’s proprietary funds were as follows:

	Stormwater Fund	Internal Service Fund	Total Proprietary Funds
Vendors	\$ 1,489,699	\$ 37,855	\$ 1,527,554
Interest	51,379	-	51,379
Total (fund statements)	<u>\$ 1,541,078</u>	<u>\$ 37,855</u>	<u>\$ 1,578,933</u>

NOTE 5 - INTERFUND BALANCES AND TRANSFERS

As of September 30, 2023, the Town’s interfund balances consisted of \$329,427 owed to the General Fund from the Debt Service Fund for unused electric utility tax revenues to be transferred to the General Fund for normal operating purposes.

Interfund transfers for the fiscal year ended September 30, 2023, consisted of the following:

Transfer Out	Transfer In					Total
	General Fund	Special Revenue Fund	Capital Projects Fund	Nonmajor Funds	Internal Service Fund	
General Fund	\$ -	\$ 130,621	\$ 964,467	\$ 150,000	\$ 443,558	\$ 1,688,646
Special Revenue Fund	-	-	122,942	-	-	122,942
Capital Projects Fund	4,381	-	-	-	-	4,381
Nonmajor Funds	-	-	-	-	66,279	66,279
	<u>\$ 4,381</u>	<u>\$ 130,621</u>	<u>\$ 1,087,409</u>	<u>\$ 150,000</u>	<u>\$ 509,837</u>	<u>\$ 1,882,248</u>

Purposes of significant transfers made during the 2023 fiscal year are as follows:

- The General Fund transferred \$443,558 to the Internal Service Fund to cover building operating expenses.
- The General Fund transferred \$130,621 to the Special Revenue Fund for the purchase of speed humps and traffic calming devices.
- The General Fund transferred \$35,000 of local grant funds to the Impact Fees Fund for the purchase of license plate readers.
- The General Fund transferred \$964,467 to the Capital Projects Fund to partially finance the following capital projects of the Town; Miami Lakes Optimist Park Master Plan project, NW 67th Avenue entry feature project, and Canine Cove parking.
- The General Fund transferred \$150,000 to the Infrastructure Fund for the renewal and replacement of infrastructure.
- The Building Fund transferred \$66,279 to the Internal Service Fund to cover building operating expenses.
- The Special Revenue Fund transferred \$122,942 to the Capital Projects Fund to finance the 59th Avenue Roadway extension project, Fairway Drive project, and Park West bicycle project.

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 6 - CAPITAL ASSETS

Capital assets activity for the fiscal year ended September 30, 2023 was as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Governmental activities:					
Capital assets not being depreciated:					
Land	\$ 6,056,872	\$ -	\$ -	\$ -	\$ 6,056,872
Construction in progress	2,451,231	502,080	(264,928)	(7,527)	2,680,856
Total capital assets not being depreciated	<u>8,508,103</u>	<u>502,080</u>	<u>(264,928)</u>	<u>(7,527)</u>	<u>8,737,728</u>
Capital assets being depreciated/amortized:					
Furniture and equipment	4,553,950	377,862	(9,277)	-	4,922,535
Buildings	10,178,845	60,922	-	-	10,239,767
Leasehold improvements	90,558	-	-	-	90,558
Infrastructure	31,058,569	276,601	(9,024)	-	31,326,146
Right-to-Use Asset	68,267	12,019	-	-	80,286
Total capital assets being depreciated/amortized	<u>45,950,189</u>	<u>727,404</u>	<u>(18,301)</u>	<u>-</u>	<u>46,659,292</u>
Less accumulated depreciation/amortization for:					
Furniture and equipment	(3,691,357)	(259,712)	9,277	-	(3,941,792)
Buildings	(2,152,305)	(283,128)	-	-	(2,435,433)
Leasehold improvements	(90,558)	-	-	-	(90,558)
Infrastructure	(13,427,768)	(1,117,241)	9,024	-	(14,535,985)
Right-to-Use Asset	(26,152)	(27,221)	-	-	(53,373)
Total accumulated depreciation/amortization	<u>(19,388,140)</u>	<u>(1,687,302)</u>	<u>18,301</u>	<u>-</u>	<u>(21,057,141)</u>
Total capital assets being depreciated/amortized, net	<u>26,562,049</u>	<u>(959,898)</u>	<u>-</u>	<u>-</u>	<u>25,602,151</u>
Governmental activities capital assets, net	<u>\$ 35,070,152</u>	<u>\$ (457,818)</u>	<u>\$ (264,928)</u>	<u>\$ (7,527)</u>	<u>\$ 34,339,879</u>
Business-type activities:					
Capital assets not being depreciated:					
Construction in progress	\$ 2,326,551	\$ 7,263,988	\$ (3,188,061)	\$ 7,527	\$ 6,410,005
Total capital assets not being depreciated	<u>2,326,551</u>	<u>7,263,988</u>	<u>(3,188,061)</u>	<u>7,527</u>	<u>6,410,005</u>
Capital assets being depreciated:					
Infrastructure	17,342,376	3,188,061	-	-	20,530,437
Furniture and equipment	322,359	-	-	-	322,359
Right-to-Use Asset	-	528,593	-	-	528,593
Total capital assets being depreciated	<u>17,664,735</u>	<u>3,716,654</u>	<u>-</u>	<u>-</u>	<u>21,381,389</u>
Less accumulated depreciation for:					
Infrastructure	(3,520,461)	(450,981)	-	-	(3,971,442)
Furniture and equipment	(307,792)	(7,600)	-	-	(315,392)
Right-to-Use Asset	-	(62,451)	-	-	(62,451)
Total accumulated depreciation	<u>(3,828,253)</u>	<u>(521,032)</u>	<u>-</u>	<u>-</u>	<u>(4,349,285)</u>
Total capital assets being depreciated, net	<u>13,836,482</u>	<u>3,195,622</u>	<u>-</u>	<u>-</u>	<u>17,032,104</u>
Business-type activities capital assets, net	<u>\$ 16,163,033</u>	<u>\$ 10,459,610</u>	<u>\$ (3,188,061)</u>	<u>\$ 7,527</u>	<u>\$ 23,442,109</u>

Depreciation expense charged to functions/programs of the primary government are as follows:

Governmental activities:	
General government	\$ 420,174
Public safety	71,008
Transportation	566,455
Parks and recreation	629,665
Total depreciation/amortization expense - governmental activities	<u>\$ 1,687,302</u>
Business-type activities:	
Stormwater utility	\$ 521,032
Total depreciation expense - business-type activities	<u>\$ 521,032</u>

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 7 - LONG-TERM DEBT

Special Obligation Bonds, Series 2010

Pursuant to Ordinance Number 2010-127, Resolution Number 2010-857 and Resolution Number 2010-858, on December 16, 2010, the Town issued \$7.33 million of Town of Miami Lakes, Florida, Special Obligation Bonds, Federally Taxable Series 2010 (Government Center Project) (Build America Bonds – Direct Payment) (the “Series 2010 Bonds”) to pay all the costs of purchasing, designing and construction of a new Government Center, pay capitalized interest, fund a debt service reserve and, together with other available funds, to pay costs of issuance.

The Series 2010 Bonds are collateralized by the Electric Utility Tax Revenues and are due serially beginning December 1, 2019 through the year 2040 with semi-annual interest due on June 1 and December 1 each year. Revenue requirements include at least 1.25 times the maximum principal and interest on all outstanding bonds.

Events of default include a failure to make a payment of principal or interest due on the bond. In the event of default, the owners of not less than the majority of the aggregate principal amount of the Bonds outstanding may, by written notice to the Town, declare the principal of all the outstanding Bonds to be due and payable immediately; and the owners of not less than 25% of the aggregate principal amount of the Bonds outstanding may, by suit or other proceedings, protect and enforce any and all rights of the bondholders under the laws of the State of Florida.

Under the American Recovery and Reinvestment Act of 2009 Congress added certain provisions to the Internal Revenue Code (the “Code”) which made it possible for state and local governments to potentially obtain lower net borrowing costs when issuing bonds that meet certain requirements of the Code and the related Treasury Regulations (“qualified bonds”). A Build America Bond is a “qualified bond” where the issuer has made an irrevocable election to have the special rules applicable to the qualified bonds.

A Build America Bond that constitutes a “qualified bond” entitles the issuer to receive direct subsidy payments from the United States Department of the Treasury, upon meeting certain other additional requirements, in the amount of 35% of the corresponding interest payable on the related bonds. The Series 2010 Bonds were issued as “qualified bonds”. Bonds bear interest rates ranging from 7.05% to 7.627%.

Arbitrage

Arbitrage refers to the profit earned by investing tax-exempt bond funds in higher yielding investments. Under federal arbitrage regulations, an issuer of tax-exempt bonds is allowed to earn this profit for a certain period of time during the construction period of the related project. Once this time period has expired, the profit realized on any recurring bond proceeds is subject to rebate to the federal government. These federal arbitrage regulations apply to all of tax-exempt issues. As of September 30, 2023, the Town is not subject to the rebate provisions of the arbitrage regulations on its Series 2010 Bonds.

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 7 - LONG-TERM DEBT (continued)

Quality Neighborhood Improvement Program Bonds

Prior to the Town's incorporation, Miami-Dade County issued \$77,640,000 in Florida Public Service Tax Revenue Bonds (UMSA Public Improvements) Series 1999 (the Revenue Bonds). The County pledged the Unincorporated Municipal Service Area's (UMSA) utility tax revenues for debt service on the Revenue Bonds. Unlike other Miami-Dade municipalities that have incorporated subsequent to the issuance of the Revenue Bonds, there are no written agreements, contracts or other verified requirements for the Town's participation in the repayment of the Revenue Bonds. The County has asserted a claim that the Town should participate in yearly Quality Neighborhood Improvement Program (QNIP) Debt Service Payments through 2024. Under the County's assertions, the Town's QNIP Debt Service Payment would be based on utility tax revenue collected by the Town during the year as a percentage of the total UMSA utility tax revenues for that year multiplied by the total debt service payment due by the County on the Revenue Bonds for that year.

During fiscal year 2010, Town management worked with the County to achieve a settlement of this and other financial issues outstanding between the two governments. On January 28, 2010, the Town Council in a Special Call Meeting authorized the Town staff to move forward and enter into an agreement with Miami-Dade County pursuant to which the Town would agree to pay all outstanding QNIP payments owed to the County under a structured settlement plan which the County had proposed.

The settlement terms called for a payment plan by the Town of \$153,423 annually beginning in fiscal year 2010 through 2024. The County subsequently refinanced the QNIP bonds which resulted in an amendment to the interlocal agreement to reduce the Town's debt service share. Remaining annual debt service payments from 2023 through 2024 will approximate \$142,000. During fiscal year 2023, the Town paid \$141,458 of its QNIP share to Miami-Dade County.

Stormwater Utility Revenue Bonds

Stormwater Utility Revenue Bonds, Series 2010

In October 2003, the County and the Town entered into an agreement to transfer to the Town the operations and the maintenance of the Town's Stormwater utility system located within the Town's boundaries. As part of the agreement, the billing and collection activities will remain under the administration of the County's Water and Sewer Department ("Department") for an administrative fee of \$1.09 per utility bill processed by the Department. The agreement is effective for a period of 5 years and is renewable by written mutual consent of both parties.

In addition, the agreement requires the Town to pay the County a yearly debt service payment through the year 2024 based on 2.4% of the Annual Debt Service Payment of the \$41,580,000 Miami-Dade County Stormwater Utility Revenue Bonds, Series 1999.

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 7 - LONG-TERM DEBT (continued)

Stormwater Utility Revenue Bonds (continued)

Stormwater Utility Revenue Bonds, Series 2010 (continued)

On September 9, 2020, Miami Dade County issued Stormwater Utility Revenue Refunding Bond, Series 2020. The proceeds were used to refund the Series 2013 Bonds. The refunding resulted in a decrease in future debt payments and an economic gain. As a result of this, the County adjusted the Town's required payment schedule. This resulted in a reduction in the amount of principal to be paid over the remaining life and an increase in the amount of interest to be paid. This resulted in a cash flow savings of approximately \$18,000 per year over the life of the new payment plan to the County. As a result of the decrease in principal paid, during 2022 the Town reported a deferred gain on refunding of \$73,729 in the statement of net position which is being amortized to interest expense over the remaining life of the debt. As of September 30, 2023, the remaining balance of the deferred gain on refunding amounted to \$24,577.

Stormwater Utility System Revenue Bonds, Series 2021

Pursuant to Ordinance Number 21-279, Resolution Number 21-1753, and Resolution Number 21-1765, on August 12, 2021, the Town issued \$15,500,000 of Town of Miami Lakes, Florida Stormwater Utility System Revenue Bonds, Series 2021. The Bonds were issued to finance the costs of improvements to the Town's Stormwater Utility System, expenses relating to the issuance of the Bonds, including, without limitation, the premium for a municipal bond insurance policy insuring the Series 2021 Bonds. The Bonds bear interest at a rate between 3% and 5%, and are due serially beginning September 1, 2022 through the year 2051 with semi-annual interest due March 1 and September 1 each year.

The bonds are secured by and payable from the net revenues of the Stormwater Utility System.

The payment of the principal and interest on the Series 2021 Bonds is being guaranteed by a municipal bond insurance policy issued by Build America Mutual Assurance Company ("BAM") and in connection therewith, the Town and BAM entered into an Agreement Regarding Bond Insurance dated as of August 12, 2021. The Reserve Account Requirement for the Series 2021 Bonds is being satisfied through a debt service reserve insurance policy issued by BAM and in connection therewith the Town and BAM are entered into a Debt Service Reserve Agreement dated as of August 12, 2021.

An event of default includes a failure to make a payment of principal or interest due on the bond. In the event of default, the owners of not less than 10% of the aggregate principal amount of the Series 2021 Bonds outstanding may, by suit or other proceedings, protect and enforce any and all rights of the bondholders under the laws of the State of Florida.

Arbitrage refers to the profit earned by investing tax-exempt bond funds in higher yielding investments. Under federal arbitrage regulations, an issuer of tax-exempt bonds is allowed to earn this profit for a certain period of time during the construction period of the related project. Once this time period has expired, the profit realized on any recurring bond proceeds is subject to rebate to the federal government. These federal arbitrage regulations apply to all of tax-exempt issues. As of September 30, 2023, the Town is not subject to the rebate provisions of the arbitrage regulations on its Series 2021 Stormwater Utility System Revenue Bonds.

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 7 - LONG-TERM DEBT (continued)

Stormwater Utility Revenue Bonds (continued)

Stormwater Utility System Revenue Bonds, Series 2021 (continued)

A summary of debt service requirements to maturity for the various bonds are as follows:

<u>September 30,</u>	<u>Special Obligation Bonds, Series 2010</u>		<u>Quality Neighborhood Improvement Program Bonds</u>		<u>Stormwater Utility Revenue Bonds</u>		<u>Stormwater Bond, Series 2021</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2024	\$ 230,000	\$ 469,187	\$ 142,203	\$ 271	\$ 40,911	\$ 13,916	\$ 215,000	\$ 616,550
2025	240,000	452,619	-	-	-	-	295,000	607,950
2026	250,000	435,347	-	-	-	-	310,000	596,150
2027	260,000	416,671	-	-	-	-	335,000	583,750
2028	275,000	396,376	-	-	-	-	350,000	567,000
2029-2033	1,595,000	1,638,296	-	-	-	-	2,000,000	2,593,500
2034-2038	2,010,000	954,138	-	-	-	-	2,450,000	2,145,400
2039-2043	1,460,000	170,463	-	-	-	-	2,985,000	1,604,600
2043-2047	-	-	-	-	-	-	3,635,000	957,600
2048-2051	-	-	-	-	-	-	2,550,000	206,800
Total	<u>\$ 6,320,000</u>	<u>\$ 4,933,097</u>	<u>\$ 142,203</u>	<u>\$ 271</u>	<u>\$ 40,911</u>	<u>\$ 13,916</u>	<u>\$ 15,125,000</u>	<u>\$ 10,479,300</u>

Due to Miami-Dade County – Canal Project

In October 2016 the Town entered into an interlocal agreement with the Miami-Dade County Stormwater Utility for cost sharing of stormwater drainage projects. The terms of the agreement call for a payment plan by the Town of \$15,734 annually, including interest of \$1,216, through 2026.

A summary of debt service requirements to maturity is as follows:

<u>September 30,</u>	<u>Due to Miami-Dade County</u>	
	<u>Principal</u>	<u>Interest</u>
2024	\$ 14,518	\$ 1,216
2025	14,518	1,216
2026	14,518	1,216
Total	<u>\$ 43,554</u>	<u>\$ 3,648</u>

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 7 - LONG-TERM DEBT (continued)

Long-term debt activity for the fiscal year ended September 30, 2023 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities					
Special obligation bonds payable	\$ 6,540,000	\$ -	\$ (220,000)	\$ 6,320,000	\$ 230,000
Less: discount on bonds issued	(25,168)	-	1,380	(23,788)	-
QNIP bonds	283,661	-	(141,458)	142,203	142,202
Net pension liability	3,347,488	824,792	(630,387)	3,541,893	-
OPEB	78,625	9,095	(1,656)	86,064	-
Compensated absences	366,407	65,307	(17,673)	414,041	103,510
Lease Liability	42,115	12,019	(27,220)	26,914	16,036
Governmental activities long-term liabilities	<u>\$ 10,633,128</u>	<u>\$ 911,213</u>	<u>\$ (1,037,014)</u>	<u>\$ 10,507,327</u>	<u>\$ 491,748</u>
Business-Type Activities					
Stormwater utility revenue bonds	\$ 79,909	\$ -	\$ (38,998)	\$ 40,911	\$ 40,911
Stormwater utility system revenue bonds, series 2021	15,330,000	-	(205,000)	15,125,000	215,000
Plus: premium on bonds	3,118,115	-	(107,521)	3,010,594	-
Due to Miami-Dade County	58,072	-	(14,518)	43,554	14,518
Net pension liability	153,807	53,968	(41,248)	166,527	-
Compensated absences	7,794	1,787	(168)	9,413	2,353
Lease Liability	-	528,593	(88,442)	440,151	83,415
Business-type activities long-term liabilities	<u>\$ 18,747,697</u>	<u>\$ 584,348</u>	<u>\$ (495,895)</u>	<u>\$ 18,836,150</u>	<u>\$ 356,197</u>

The Town's compensated absences are generally liquidated by the General Fund. Currently, amounts 'Due within One Year' are estimated based on prior years' usage and known terminations resulting in payouts as of the date of the financial statement preparation.

Pledged Future Revenues

The Town has pledged the Electric Utility Tax revenues as payment for the Special Obligation Bond issued December 16, 2010. Monthly receipts are deposited into the Utility Tax Revenue Fund to be used to make the monthly debt service payment on the bonds. At the end of the month, unused revenues are then transferred to the General Fund for normal operating purposes. Below is a summary of pledged revenues:

	<u>Total Principal and Interest Outstanding</u>	<u>Current Year Principal and Interest Paid</u>	<u>Maximum Principal and Interest</u>	<u>Current Year Revenue</u>	<u>% of Revenue to Principal and Interest Paid</u>	<u>% of Revenues to Maximum Principal and Interest</u>
Pledged Revenue						
Electric utility tax	\$ 11,253,097	\$ 705,049	\$ 705,049	\$ 3,815,867	541%	541%

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 7 - LONG-TERM DEBT (continued)

Line of Credit

On June 12, 2023, the Town entered in a non-revolving line of credit agreement to borrow up to \$20,000,000 with BankUnited for the purpose of providing liquidity to the Town to enable the Town to better respond to an emergency event such as, but not limited to, hurricanes or other natural, biological, or man-made disasters that would require the payment of clean-up, collection and disposal of solid waste or other permitted costs, to assure public safety and provide cash flow relief to the Town's General Fund, including, without limitation, reimbursement to the Town for any such costs previously paid by the Town. The Town has until the end of the draw period, December 31, 2025, to advance funds. The line of credit matures on January 1, 2033. Advances will bear interest equal to the lower of the rate of interest on 5-year U.S. Treasury Notes, plus one hundred and seventy-five basis points (1.75%) or 6.35%, but in no event less than 1.75%. As of September 30, 2023, this line of credit has not been used.

NOTE 8 - LEASES

The Town has obtained right-to-use assets such as equipment and a vehicle through long-term leases. The terms and conditions for these leases varies. Some leases are fixed, periodic payments over the lease term, which ranges between 1 to 4 years. See Note 6 for changes in lease right-to-use assets for the year ended September 30, 2023.

The Town's future annual payments under these leases as of September 30, 2023 are as follows:

<u>September 30,</u>	<u>Governmental Activities</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 16,036	\$ 360	\$ 16,396
2025	6,882	216	7,098
2026	2,726	94	2,820
2027	1,270	12	1,282
Total	<u>\$ 26,914</u>	<u>\$ 682</u>	<u>\$ 27,596</u>

<u>September 30,</u>	<u>Business-type Activities</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 83,415	\$ 13,229	\$ 96,644
2025	86,115	10,530	96,645
2026	111,584	9,221	120,805
2027	159,037	49,603	208,640
Total	<u>\$ 440,151</u>	<u>\$ 82,583</u>	<u>\$ 522,734</u>

NOTE 9 - FLORIDA RETIREMENT SYSTEM

Employees of the Town who are employed in a full-time or part-time regularly established position participate in the statewide Florida Retirement System (FRS). The FRS offers members a choice between the Pension Plan (multiple-employer, cost-sharing defined benefit plan) and the Investment Plan (defined contribution plan). All rates, benefits and amendments are established by the State of Florida through its legislative body.

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 9 - FLORIDA RETIREMENT SYSTEM (continued)

The FRS has various classes of memberships. Town employees fall under four of the classes, which are as follows:

Special Risk Class – All certified law enforcement officers, certified firefighters/paramedics and certified firefighters/EMTs of the Town are covered by this class.

Senior Management Service Class – The Town Manager and certain senior management employees (department directors) are included in this class.

Regular Class – This class covers all Town employees who do not qualify for membership in the special risk or the senior management service classes.

Elected Officers' Class – Town Councilmembers are covered under this class.

Plan Description

Membership in the FRS is required for all full-time and part-time employees working in regularly established positions for state agencies, county governments, district school boards, state universities, and state community colleges; or cities, independent special districts, metropolitan planning districts, and public charter schools that make an irrevocable election to participate. Most Pension Plan members (including renewed members), and State Community College Optional Retirement Program participants may elect to participate in the FRS Investment Plan. Florida Retirement System Pension Plan members who retired and chose to participate in the Deferred Retirement Option Program (DROP) are not eligible to become members of the FRS Investment Plan.

Type of Benefit

The Florida Retirement System Pension Plan (FRS) is a cost-sharing, multiple-employer qualified defined benefit plan with a Deferred Retirement Option Program (DROP) available for eligible employees. The FRS was established and is administered in accordance with Chapter 121, Florida Statutes. Retirees receive a lifetime pension benefit with joint and survivor payment options. FRS membership is compulsory for employees filling regularly established positions in a state agency, county agency, state university, state community college, or district school board, unless restricted from FRS membership under sections 121.053 and 121.122, Florida Statutes, or allowed to participate in a nonintegrated defined contribution plan in lieu of FRS membership. Participation by municipalities, special districts, charter schools, and metropolitan planning organizations is optional. The Retiree Health Insurance Subsidy (HIS) Program is a cost-sharing, multiple-employer defined benefit pension plan established and administered in accordance with section 112.363, Florida Statutes. The benefit is a monthly payment to assist retirees of the state-administered retirement systems in paying their health insurance costs. For the fiscal year ended June 30, 2023, eligible retirees and beneficiaries received a monthly HIS payment equal to the number of years of service credited at retirement multiplied by \$5. The minimum payment is \$30 and the maximum payment is \$150 per month pursuant to section 112.363, Florida Statutes. To be eligible to receive a HIS benefit, a retiree under one of the State administered retirement systems must provide proof of eligible health insurance coverage, which can include Medicare.

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 9 - FLORIDA RETIREMENT SYSTEM (continued)

Average Final Compensation

For members initially enrolled in the FRS before July 1, 2011, average final compensation (AFC) is the average of the five highest fiscal years of salary earned during covered employment. For members initially enrolled in the FRS on or after July 1, 2011, AFC is the average of the eight highest fiscal years of salary earned during covered employment.

The following chart shows the percentage value for each year of service credit earned in relation to the general classes of membership that the Town participates in:

	% Value (per year of service)
<u>Regular Class members initially enrolled before July 1, 2011</u>	
Retirement up to age 62 or up to 30 years of service	1.60%
Retirement at age 63 or with 31 years of service	1.63%
Retirement at age 64 or with 32 years of service	1.65%
Retirement at age 65 or with 33 or more years of service	1.68%
<u>Regular Class members initially enrolled on or after July 1, 2011</u>	
Retirement up to age 65 or up to 33 years of service	1.60%
Retirement at age 66 or with 34 years of service	1.63%
Retirement at age 67 or with 35 years of service	1.65%
Retirement at age 68 or with 36 or more years of service	1.68%
<u>Special Risk Class</u>	
Service from December 1, 1970 through September 30, 1974	2.00%
Service on and after October 1, 1974	3.00%
<u>Elected Officers' Class</u>	
Service as Governor, Lt. Governor, Cabinet Officer, Legislator, state attorney, public defender, elected county officer, or elected official of a city or special district that chose EOC membership for its elected officials	3.33%
<u>Senior Management Service Class</u>	2.00%

Vesting

The system provides for vesting of benefits, regardless of membership class, after six years of creditable service for members who are enrolled on or after July 1, 2001 through June 30, 2011 and eight years of creditable service for members who are enrolled on or after July 1, 2011. Vesting for the FRS Investment Plan occurs when an employee completes one year of service in the FRS Investment Plan.

Service Retirement

Normal retirement age in the regular, senior management service and elected officers' classes is 62 for members enrolled before July 1, 2011 and 65 for members enrolled on or after July 1, 2011. In the special risk service class, normal retirement age is 55 for members enrolled before July 1, 2011 and 60 for members enrolled on or after July 1, 2011. If a member is vested but has not reached normal retirement age, early retirement can be taken. The amount of the retirement benefit will be reduced 5% for each year prior to normal retirement.

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 9 - FLORIDA RETIREMENT SYSTEM (continued)

Service Retirement (continued)

Benefits are computed on the basis of age and/or years of service, average final compensation and service credit. The system also provides for death and disability benefits.

State law provides for all eligible FRS members to elect to participate in the Deferred Retirement Option Program (DROP). The DROP allows an employee to retire and defer their monthly retirement benefit to an interest-bearing account, and to continue employment with the Town. Effective July 1, 2023, the member can continue to work for a maximum of ninety-six months. Effective July 1, 2023, certain eligible personnel can extend their participation beyond their initial ninety-six-month period, for up to an additional twenty-four months. The Town must approve the request for the DROP extension as well as the period of extension granted to an eligible DROP participant, if any, within the twenty-four-month limit. When the DROP period ends, the employee must terminate employment.

At that time, the employee will receive payment of the accumulated DROP benefits, and direct receipt, thereafter, of the FRS monthly retirement benefit.

Funding Policy

Contributions to the FRS are made by the Town as a percentage of covered-employee payrolls. Effective July 1, 2012, state law instituted a requirement that employees in all classes make a contribution to the FRS of 3.00% of their covered-employee payroll, in addition to the employer's contribution. The required employer contribution rates in effect at year end for the Town were 13.57% for regular class employees, 34.52% for senior management service class employees, 32.67% for special risk class employees, and 58.68% for elected officers' class. Additionally, the Town is required to contribute 21.13% for all DROP participants. These rates include the normal cost and unfunded actuarial liability contributions, the 1.66 percent contribution for the Retiree Health Insurance Subsidy, and the fee of 0.06 percent for administration of the FRS Investment Plan and provision of educational tools for both plans.

The contribution requirements of covered-employee payroll and actual contributions made for fiscal year 2023 and the two preceding years were as follows:

	<u>FY 2023</u>	<u>FY 2022</u>	<u>FY 2021</u>
Contribution requirements:			
Employer	\$ 491,584	\$ 422,365	\$ 349,524
Employee	118,238	113,014	112,477
Total contribution requirements	<u>\$ 609,822</u>	<u>\$ 535,379</u>	<u>\$ 462,001</u>
Contributions made (100%)	\$ 491,584	\$ 422,365	\$ 349,524
Total covered-employee payroll	\$ 4,223,672	\$ 4,018,521	\$ 3,993,384
Percent of contributions to total covered payroll	11.64%	10.51%	8.75%

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 9 - FLORIDA RETIREMENT SYSTEM (continued)

The FRS issues an annual comprehensive financial report including a statement of financial condition, historical and statistical information and an actuarial report. A copy can be obtained from the State of Florida, Division of Retirement at:

Department of Management Services
Division of Retirement
Research and Education Section
P.O. Box 9000
Tallahassee, FL 32315-9000
850-488-5706 or toll free at 877-377-1737
<https://www.dms.myflorida.com>

Net Pension Liability

The components of the collective net pension liability of the participating employers for each defined benefit plan for the measurement date of June 30, 2023, are shown below (in thousands):

	<u>FRS</u>	<u>HIS</u>
Total pension liability (A)	\$ 226,204,201	\$ 16,563,149
Plan fiduciary net position (B)	<u>(186,357,366)</u>	<u>(681,815)</u>
Net pension liability (A - B)	<u>\$ 39,846,835</u>	<u>\$ 15,881,334</u>
 Plan fiduciary net position as a percentage of the total pension liability (B/A)	 82.38%	 4.12%

The total pension liability for each plan was determined by the Plans' actuary and reported in the Plans' valuations dated July 1, 2023. The fiduciary net position used by the actuary to determine the net pension liability (as shown above) was determined on the same basis used by the Plan. Each Plans' fiduciary net position is reported in the financial statements and the net pension liability is disclosed in the notes to the financial statements.

The general fund is the primary governmental fund that is typically used to liquidate prior year pension liabilities.

The Town reported a liability of \$3,708,420 for its proportionate share of the net pension liability. The detail of proportion shares are as follows:

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 9 - FLORIDA RETIREMENT SYSTEM (continued)

Net Pension Liability (continued)

FRS Pension Plan					
Employer Contribution for Pension Plan Funding for Prior Period	Proportion at Prior Measurement Date	Employer Contribution for Pension Plan Funding for Current Period	Proportion at Current Measurement Date	Employer Proportionate Share of Net Pension Liability/Asset at Prior Measurement Date	Employer Proportionate Share of Net Pension Liability/Asset at Measurement Date
\$ 342,115	0.006421332%	\$ 398,183	0.005358265%	\$ 2,389,252	\$ 2,135,099
FRS Retiree Health Insurance Subsidy (HIS) Program					
Employer Contribution for Pension Plan Funding for Prior Period	Proportion at Prior Measurement Date	Employer Contribution for Pension Plan Funding for Current Period	Proportion at Current Measurement Date	Employer Proportionate Share of Net Pension Liability/Asset at Prior Measurement Date	Employer Proportionate Share of Net Pension Liability/Asset at Measurement Date
\$ 80,249	0.010499295%	\$ 93,401	0.009906729%	\$ 1,112,043	\$ 1,573,321

Basis of Allocation

The employer's proportionate share reported in the pension allocation schedules was calculated using accrued retirement contributions for employers that were members of the FRS and HIS during fiscal years 2021/2022 and 2022/2023. Although GASB 68 encourages the use of the employers projected long-term contribution effort to the retirement plan, allocating on the basis of historical employer contributions is acceptable. The aggregate employer contribution amounts for each fiscal year agree to the employer contribution amounts reported in the system's ACFR for that fiscal year.

The proportion calculated based on contributions for each of the fiscal years presented in the pension allocation schedules was applied to the net pension liability and other pension amounts applicable to that fiscal year to determine each employer's proportionate share of the liability, deferred outflows of resources, deferred inflows of resources and associated pension expense. For the purposes of the pension allocation schedules, pension amounts are allocated to reporting employers. The pension amounts of participating employers whose payrolls are reported and contributions are remitted by another entity are included in the reporting employer's amounts and will be allocated to the participating employer by the reporting employer.

Actuarial Methods and Assumptions

Actuarial assumptions for both defined benefit plans are reviewed annually by the Florida Retirement System Actuarial Assumptions Conference. The FRS Pension Plan has a valuation performed annually. The HIS Program has a valuation performed biennially that is updated for GASB reporting in the year a valuation is not performed. The most recent experience study for the FRS Pension Plan covered the period from July 1, 2008 through June 30, 2013. Because the HIS Program is funded on a pay-as-you-go basis, no experience study has been completed for this program. The actuarial assumptions that determined the total pension liability for the HIS Program were based on certain results of the most recent experience study for the FRS Pension Plan.

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 9 - FLORIDA RETIREMENT SYSTEM (continued)

Actuarial Methods and Assumptions (continued)

The total pension liability for each of the defined benefit plans was determined by an actuarial valuation as of July 1, 2023, using the individual entry age normal actuarial cost method. Inflation increases for both plans is assumed at 2.40%. Payroll growth for both plans is assumed at 3.25%. Both the discount rate and the long-term expected rate of return used for FRS Pension Plan investments is 6.70%. The plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return. Because the HIS Program uses a pay-as-you-go funding structure, a municipal bond rate of 3.65% was used to determine the total pension liability for the program. Mortality assumptions for both plans were based on the Generational PUB-2010 with Projection Scale MP-2018.

The following changes in actuarial assumptions occurred in 2023:

HIS: The total pension liability is calculated on a single equivalent discount rate as required by GASB Statement No. 67. The discount rate used was increased from 3.54% to 3.65% reflecting the change during the fiscal year in the Bond Buyer General Obligation 20-year Bond Municipal Bond Index.

In general, the discount rate for calculating the total pension liability under GASB 67 is equivalent to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go-basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the plan sponsor. The discount rates used at the two dates differ due to changes in the applicable municipal bond rate.

FRS: The discount rate and long-term expected rate of return was 6.70%. It remained the same from previous valuation and the active member mortality assumption remained unchanged from the prior valuation as of July 1, 2022. The Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees if future experience follows assumptions and the Actuarially Determined Contribution (ADC) is contributed in full each year. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return. The 6.70% rate of return assumption used in the June 30, 2023 calculations was deemed reasonable and appropriate by the actuary per Actuarial Standard of Practice Number 27 (ASOP 27).

The benefits received by retirees and beneficiaries are increased by a COLA each July based on their June benefit amount (excluding the Retiree Health Insurance Subsidy benefit). For retirees who have been retired for less than 12 months on July 1, the first COLA increase is prorated. The COLA applies to all continuing monthly retirement benefits paid under the FRS Pension Plan (i.e., normal and early service retirement benefits and benefits accruing in participant accounts under the DROP, disability retirement benefits, and survivor benefits). The COLA for retirements or DROP participation effective before Aug. 1, 2011, is 3 percent per year. The COLA formula for retirees with an effective retirement date or DROP begin date on or after Aug. 1, 2011, will be the sum of the pre-July 2011 service credit divided by the total service credit at retirement multiplied by 3 percent. Each Pension Plan member with an effective retirement date of Aug. 1, 2011, or after will have an individual COLA factor for retirement. FRS Pension Plan members initially enrolled on or after July 1, 2011 will not have a COLA after retirement.

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 9 - FLORIDA RETIREMENT SYSTEM (continued)

Long-Term Expected Rate of Return

To develop an analytical basis for the selection of the long-term expected rate of return assumption, in October 2023 the FRS Actuarial Assumption Conference reviewed long-term assumptions developed by capital market assumptions teams from both Milliman and Aon Hewitt Investment Consulting, investment consultants to the Florida State Board of Administration. The table below shows Milliman's assumptions for each of the asset classes in which the plan was invested at that time based on the long-term target asset allocation. The allocation policy's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions, and includes an adjustment for the inflation assumption. These assumptions are not based on historical returns, but instead are based on a forward-looking capital market economic model.

Asset Class	Target Allocation *	Annual Arithmetic Return	Compound Annual (Geometric) Return	Standard Deviation
Cash equivalents	1.00%	2.90%	2.90%	1.10%
Fixed income	19.80%	4.50%	4.40%	3.40%
Global equity	54.00%	8.70%	7.10%	18.10%
Real estate (property)	10.30%	7.60%	6.60%	14.80%
Private equity	11.10%	11.90%	8.80%	26.30%
Strategic investments	3.80%	6.30%	6.10%	7.70%
Assumed inflation - mean			2.40%	1.40%

* As outlined in the Plan's investment policy

Sensitivity Analysis

The following tables demonstrate the sensitivity of the net pension liability to changes in the discount rate. The sensitivity analysis shows the impact to the collective net pension liability of the participating employers if the discount rate was 1.00% higher or 1.00% lower than the current discount rate at June 30, 2023.

	FRS		
	1% Decrease	Current Discount Rate	1% Increase
	<u>5.70%</u>	<u>6.70%</u>	<u>7.70%</u>
Total pension liability	\$ 13,632,705	\$ 12,120,621	\$ 10,855,581
Less: fiduciary net position	<u>(9,985,522)</u>	<u>(9,985,522)</u>	<u>(9,985,522)</u>
Net pension liability	<u>\$ 3,647,183</u>	<u>\$ 2,135,099</u>	<u>\$ 870,059</u>
	HIS		
	1% Decrease	Current Discount Rate	1% Increase
	<u>2.65%</u>	<u>3.65%</u>	<u>4.65%</u>
Total pension liability	\$ 1,862,459	\$ 1,640,866	\$ 1,457,181
Less: fiduciary net position	<u>(67,843)</u>	<u>(67,546)</u>	<u>(67,546)</u>
Net pension liability	<u>\$ 1,794,616</u>	<u>\$ 1,573,320</u>	<u>\$ 1,389,635</u>

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 9 - FLORIDA RETIREMENT SYSTEM (continued)

Pension Expense and Deferred Outflows/(Inflows) of Resources

In accordance with GASB 68, paragraphs 54 and 71, changes in the net pension liability are recognized as pension expense in the current measurement period, except as indicated below. For each of the following, a portion is recognized in pension expense in the current measurement period, and the balance is amortized as deferred outflows or deferred inflows of resources using a systematic and rational method over a closed period, as defined below:

- Differences between expected and actual experience with regard to economic and demographic factors – amortized over the average expected remaining service life of all employees that are provided with pensions through the pension plan (active and inactive employees).
- Changes of assumptions or other inputs – amortized over the average expected remaining service life of all employees that are provided with pensions through the pension plan (active and inactive employees).
- Changes in proportion and differences between contributions and proportionate share of contributions amortized over the average expected remaining service life of all employees that are provided with pensions through the pension plan (active and inactive employees).
- Differences between expected and actual earnings on pension plan investments – amortized over five years contributions to the pension plans from employers are not included in collective pension expense.

For the fiscal year ended September 30, 2023, the Town recognized a total pension expense of \$717,653, which is made up of \$184,463 and \$533,190 for FRS and HIS, respectively. Additionally, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 9 - FLORIDA RETIREMENT SYSTEM (continued)

Pension Expense and Deferred Outflows/(Inflows) of Resources (continued)

	FRS Pension		
	Deferred Outflows of Resources	Deferred Inflows of Resources	Total
Changes in:			
Contributions, subsequent to measurement date	\$ 74,139	\$ -	\$ 74,139
Experience expected/actual	200,468	-	200,468
Assumptions/inputs	139,184	-	139,184
Projected/actual earnings	89,169	-	89,169
Changes in proportion, NPL	132,368	(410,396)	(278,028)
Total	<u>\$ 635,328</u>	<u>\$ (410,396)</u>	<u>\$ 224,932</u>
	HIS Program		
	Deferred Outflows of Resources	Deferred Inflows of Resources	Total
Changes in:			
Contributions, subsequent to measurement date	\$ 21,800	\$ -	\$ 21,800
Experience expected/actual	23,032	(3,693)	19,339
Assumptions/inputs	41,362	(136,334)	(94,972)
Projected/actual earnings	812	-	812
Changes in proportion, NPL	25,024	(135,280)	(110,256)
Total	<u>\$ 112,030</u>	<u>\$ (275,307)</u>	<u>\$ (163,277)</u>

The Town's contributions subsequent to the measurement date, \$74,138 and \$21,799 for FRS and HIS, respectively, are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the fiscal year ending September 30, 2024.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension expense will be recognized as follows:

Reporting Period Ending September 30,	FRS Expense	HIS Expense
2024	\$ (26,359)	\$ (25,628)
2025	(99,342)	(37,263)
2026	313,745	(45,251)
2027	(29,698)	(45,889)
2028	(7,553)	(26,783)
Thereafter	-	(4,263)
Total	<u>\$ 150,793</u>	<u>\$ (185,077)</u>

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 9 - FLORIDA RETIREMENT SYSTEM (continued)

Pension Expense and Deferred Outflows/(Inflows) of Resources (continued)

The required contribution rates in effect at year-end were:

	<u>Employee Contribution</u>	<u>Employer Contribution</u>	<u>Total Contribution</u>
	<u>Rate</u>	<u>Rate</u>	<u>Rate</u>
Special Risk Class	3.00%	27.83%	30.83%
Senior Management Service Class	3.00%	37.57%	40.57%
Regular Class	3.00%	11.91%	14.91%
Elected Officer's Class	3.00%	43.77%	46.77%
DROP from FRS	0.00%	18.60%	18.60%

NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS

Plan Description and Benefits Provided

The Town offers to retiring employees a one-time opportunity to participate in the Town’s employee group health and life insurance program pursuant to Section 112.0801, Florida Statutes. This required participation for retirees and their eligible dependents in the health and life insurance program and other coverage listed in the statute of the Town is at a premium cost to the retiree that is no more than the premium cost applicable to active employees. A retiring member who rejects this initial opportunity to continue to participate in the health and life insurance program will not be entitled to another opportunity to renew participation at any time in the future. The coverage provided under this program is supplemental and/or secondary to coverage under any and all other health insurance plans or programs that are provided to or carried by the retiring member from any other source. As of September 30, 2023, there were no participants receiving these post-employment benefits.

The Town’s Retiree Health Care Plan (Plan) is a single-employer defined benefit postemployment health care plan that covers eligible retired employees of the Town. The Plan, which is administered by the Town, allows employees who retire and meet retirement eligibility requirements under the Florida Retirement System to continue medical insurance coverage as a participant in the Town’s Plan. The Town does not issue separate financial statements for its post-employment health and life insurance program.

Funding Policy

The Town currently pays for post-employment healthcare and life insurance benefits program on a pay-as-you go basis. As of September 30, 2023, the Town has not established a trust fund to irrevocably segregate assets to fund the liability associated with the post-employment benefits, which would require the reporting of a trust fund in accordance with GASB requirements. The contribution requirements are provided for in the collective bargaining agreements negotiated with various unions representing the employees. Life insurance coverage for retiree and spouse is 100% retiree paid.

Employees Covered by Benefit Terms

The benefits provided are the same as those provided for active employees. Spouses and dependents of eligible retirees are also eligible for medical coverage. All employees of the Town are eligible to receive postemployment health care benefits. All retiree and dependent coverage are at the expense of the retiree.

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS (continued)

As of the October 1, 2021 actuarial valuation, the following employees were covered by the benefit terms of the Plan:

Inactive plan members or beneficiaries currently receiving benefits	0
Inactive plan members entitled to but not yet receiving benefits	0
Active plan members	56
	56

Total OPEB Liability

The Town’s total OPEB liability of \$86,064 was measured as of September 30, 2023 and was determined based on an actuarial valuation performed as of October 1, 2021. The Town does not currently have any retirees receiving OPEB benefits, and the Town does not expect to make any benefit payments within the next year, thus the Town does not have an amount due within one year as of September 30, 2023.

The general fund is the primary governmental fund that is typically used to liquidate prior year OPEB liabilities.

Actuarial Assumptions

The Total OPEB liability was determined using the following actuarial assumptions.

Inflation	2.50%
Salary Increases	2.50%
Discount Rate	4.87%
Initial Trend Rate	7.50%
Ultimate Trend Rate	4.00%
Years to Ultimate	53

For all lives, mortality rates were PubG-2010 Healthy Mortality Tables projected to the valuation date using Projection Scale MP-2019.

Discount Rate

Given the Town’s decision not to fund the program, all future benefit payments were discounted using a high-quality municipal bond rate of 4.87%. The high-quality municipal bond rate was based on the measurement date of the S&P Municipal Bond 20 Year High Grade Rate Index (the “Index”) as published by S&P Dow Jones Indices. The Index consists of bonds in the S&P Municipal Bond Index with a maturity of 20 years. Eligible bonds must be rated at least AA by Standard & Poor’s Ratings Services, Aa2 by Moody’s or AA by Fitch. If there are multiple ratings, the lowest rating is used.

OPEB Expense

Under GASB 75 as it applies to plans that qualify for the Alternative Measurement Method, changes in the Total OPEB Liability are not permitted to be included in deferred outflows of resources or deferred inflows of resources related to OPEB. These changes will be immediately recognized through OPEB Expense. For the year ended September 30, 2023, the Town recognized OPEB expense of \$7,439.

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS (continued)

Changes in Total OPEB Liability

	Increased and (Decreases) in Total OPEB Liability
Reporting Period Ending September 30, 2022	\$ 78,625
Changes for the Year:	
Service Cost	5,102
Interest	3,993
Differences Between Expected and Actual Experience	-
Changes of Assumptions	(1,656)
Net Changes	7,439
Reporting Period Ending September 30, 2023	\$ 86,064

Changes of assumptions reflect a change in the discount rate from 4.77% for the fiscal year ending September 30, 2022 to 4.87% for the fiscal year ending September 30, 2023.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

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

	1% Decrease 3.87%	Current Discount Rate 4.87%	1% Increase 5.87%
Total OPEB Liability	\$ 104,416	\$ 86,064	\$ 71,318

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability of the Town, as well as what the Town's total OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage-point lower or one percentage-point higher than the current healthcare cost trend rates:

	1% Decrease 3.00% - 6.50%	Current Healthcare Cost Trend Rates 4.00% - 7.50%	1% Increase 5.00% - 8.50%
Total OPEB Liability	\$ 68,258	\$ 86,064	\$ 108,909

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 11 - COMMITMENTS AND CONTINGENCIES

Agreement with Miami-Dade County for Local Police Patrol Services

Effective November 14, 2004, the Town executed an agreement with Miami-Dade County for local police patrol services provided by the County. Consideration for the services is based utilizing the actual costs of officers and equipment. Services are due on a quarterly basis in accordance with the Town's annual budget. The last payment of the fiscal year is adjusted to actual costs for the year. Additional payments are required for optional law enforcement services. On February 19, 2020, the Town approved a new contract effective October 1, 2019 and expiring September 30, 2024. The Town paid approximately \$9,860,000 to the County for local police patrol services during the fiscal year ended September 30, 2023.

Litigation

The Town is involved in several lawsuits incidental to its operations, the outcome of which, in the opinion of management and legal counsel, should not have a material adverse effect on the financial position of the Town.

The Town could be liable for some of the former Mayor's attorney fees and costs in defending his federal criminal charges for a demanded amount of approximately \$2,510,000. The Town's legal counsel and management feels that the outcome of this case is difficult to assess due to various factors including that there are other entities involved that may share the risk of an unfavorable outcome and that some of the criminal charges brought against the former Mayor were incurred out of the scope of his duty as Mayor of the Town, and therefore, not entitled to be reimbursed. The Town's legal counsel believes that the Town, in a worst-case scenario, would only be liable for a portion of the former Mayor's legal costs, since the indictment included actions in performance of duties as the attorney for another municipality and the demanded amount for reimbursement is dependent upon a court determination. To date, the case was successfully defended in trial court, resulting in dismissal with prejudice; however, the appellate court overturned the trial court's order dismissing the case and the matter is now before the trial court once again. The case proceeded to the discovery phase, both parties filed cross-motions for summary judgment. The Court granted Plaintiff's motion for partial summary judgment on liability. The case is proceeding to trial on the damages phase of the case. Based on the errors the attorney perceives with the partial summary judgment and the evidence obtained contracted with the standard that should have been applied, through litigation on appeal, management and legal counsel believe the Town has a fair chance of success in the trial court. The case is pending trial court and is in the damages phase, as a settlement was not reached. The financial statements do not include any adjustments that might result from the outcome of this uncertainty.

The Town was involved in a case of the Town's Petition in Eminent Domain in Miami Dade County, Circuit Court, to condemn the property located at 5951 Northwest 151 Street, Miami Lakes, Florida, for the public purpose of building a road. The main respondent opposed the Petition in Eminent Domain, filing a response thereto and filing a motion for summary judgment. The parties engaged in initial written discovery, but discovery was stayed pending resolution of the summary judgment issues, and later on, pending settlement negotiations. In order to circumvent the issues raised on summary judgment, the Town filed a second Petition on Eminent Domain, which was opposed by the main respondent. As of September 30, 2023, the case was still pending, however, as of the date of these financial statements the case has been resolved, see Note 13.

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2023

NOTE 11 - COMMITMENTS AND CONTINGENCIES (continued)

Grants

The Town has ongoing major initiatives partially funded by grants that are subject to compliance requirements. Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected may constitute a liability of the applicable funds. In the opinion of management, the Town has complied with grant requirements and future disallowances of grant expenditures, if any, would not have a material adverse effect on the Town's financial condition.

NOTE 12 - RISK MANAGEMENT

The Town is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets, errors and omissions and natural disasters for which the Town carries commercial insurance. The Town also provides employee medical benefits through commercial insurance coverage. There were no reductions in insurance coverage from coverage in the prior year. Settled claims did not exceed coverage for the past four years.

NOTE 13 - SUBSEQUENT EVENTS

Subsequent to year end, the Town settled the case on eminent domain through a settlement agreement at mediation. On January 19, 2024, the Court accepted the settlement and entered an Order of Taking and Final Judgement of Eminent Domain. On January 22, 2024, through this settlement the Town purchased a building for the construction of a road for a total purchase price of \$4,500,000.



**REQUIRED SUPPLEMENTARY
INFORMATION**

TOWN OF MIAMI LAKES, FLORIDA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Positive (Negative)
Revenues:				
Ad valorem taxes	\$ 8,944,462	\$ 8,944,462	\$ 9,021,052	\$ 76,590
Utility taxes	3,300,000	3,300,000	4,003,310	703,310
Franchise fees	1,400,000	1,400,000	1,590,298	190,298
Communication service tax	927,867	927,867	929,384	1,517
Other taxes	140,000	140,000	176,833	36,833
Licenses and permits	233,500	233,500	256,698	23,198
Intergovernmental	3,673,290	3,673,290	4,218,484	545,194
Fines and forfeitures	182,000	182,000	245,805	63,805
Service charges	145,788	145,788	155,415	9,627
Investment income	40,000	40,000	308,303	268,303
Other	51,000	198,645	203,586	4,941
Total revenues	<u>19,037,907</u>	<u>19,185,552</u>	<u>21,109,168</u>	<u>1,923,616</u>
Expenditures:				
General government:				
Town council	572,533	582,091	633,378	(51,287)
Town administration and finance	3,205,418	3,525,041	3,051,575	473,466
Legal	255,000	331,925	322,366	9,559
Total general government	<u>4,032,951</u>	<u>4,439,057</u>	<u>4,007,319</u>	<u>431,738</u>
Public safety:				
Police	9,771,070	10,001,070	10,003,910	(2,840)
Zoning	66,292	59,292	58,287	1,005
Parks and recreation	3,510,576	3,788,652	3,487,014	301,638
Public works	1,350,346	1,575,010	1,417,595	157,415
Total expenditures	<u>18,731,235</u>	<u>19,863,081</u>	<u>18,974,125</u>	<u>888,956</u>
Excess (deficiency) of revenues over (under) expenditures	306,672	(677,529)	2,135,043	2,812,572
Other financing (uses):				
Transfers in	-	4,381	4,381	-
Transfers out	(626,672)	(1,720,193)	(1,723,646)	(3,453)
Total other financing sources (uses)	<u>(626,672)</u>	<u>(1,715,812)</u>	<u>(1,719,265)</u>	<u>(3,453)</u>
Excess (deficiency) of revenues over (under) expenditures and other financing (uses)	(320,000)	(2,393,341)	415,778	2,809,119
Fund balance appropriated	<u>320,000</u>	<u>2,393,341</u>	<u>-</u>	<u>(2,393,341)</u>
Net change in fund balance	-	-	415,778	415,778
Fund balance, beginning	<u>-</u>	<u>-</u>	<u>5,492,161</u>	<u>5,492,161</u>
Fund balance, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,907,939</u>	<u>\$ 5,907,939</u>

See notes to budgetary comparison schedules.

TOWN OF MIAMI LAKES, FLORIDA
BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Positive (Negative)</u>
Revenues:				
Gas tax 6 cents	\$ 385,694	\$ 385,694	\$ 412,333	\$ 26,639
CITT transit sales tax 20%	372,266	372,266	378,262	5,996
CITT transportation sales tax 80%	1,489,063	1,489,063	1,513,049	23,986
Tree program, Greenway and Large Parks LOS	12,000	12,000	6,669	(5,331)
Mobility	-	-	2,135	2,135
Investment income	-	-	27,062	27,062
Intergovernmental	171,130	171,130	205,192	34,062
Other	7,000	7,000	6,875	(125)
Total revenues	<u>2,437,153</u>	<u>2,437,153</u>	<u>2,551,577</u>	<u>114,424</u>
Expenditures:				
Current:				
Tree program	48,411	48,458	42,728	5,730
Transportation	914,106	1,130,821	852,153	278,668
Transit	674,860	734,313	478,022	256,291
Contingency	469,093	479,159	-	479,159
Total expenditures	<u>2,106,470</u>	<u>2,392,751</u>	<u>1,372,903</u>	<u>1,019,848</u>
Excess (deficiency) of revenues over (under) expenditures	<u>330,683</u>	<u>44,402</u>	<u>1,178,674</u>	<u>1,134,272</u>
Other financing sources (uses)				
Transfers in	30,621	130,621	130,621	-
Transfers out	(1,320,000)	(1,464,170)	(122,942)	1,341,228
Total other financing sources (uses)	<u>(1,289,379)</u>	<u>(1,333,549)</u>	<u>7,679</u>	<u>1,341,228</u>
Excess (deficiency) of revenues over (under) expenditures and other financing (uses)	(958,696)	(1,289,147)	1,186,353	2,475,500
Fund balance appropriated	<u>958,696</u>	<u>1,289,147</u>	<u>-</u>	<u>(1,289,147)</u>
Net change in fund balance	-	-	1,186,353	1,186,353
Fund balance, beginning	<u>-</u>	<u>-</u>	<u>1,289,147</u>	<u>1,289,147</u>
Fund balance, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,475,500</u>	<u>\$ 2,475,500</u>

See notes to budgetary comparison schedules.

TOWN OF MIAMI LAKES, FLORIDA
NOTES TO BUDGETARY COMPARISON SCHEDULES
FISCAL YEAR ENDED SEPTEMBER 30, 2023

NOTE 1 – BUDGETARY INFORMATION

Annual budgets are adopted for all governmental funds, except the Infrastructure Replacement Fund, on a basis consistent with accounting principles generally accepted in the United States. The following procedures are used to establish the budgetary data reflected in the financial statements:

- a. Prior to July 30 of each year, the Town Manager submits to the Town Council a proposed operating budget for the fiscal year commencing the following October 1. The operating budget includes proposed expenditures and means of financing such expenditures.
- b. Public hearings are held to obtain tax payers comments.
- c. Prior to October 1, the budget is legally enacted through passage of an ordinance.
- d. The level of control at which expenditures may not exceed budget is at the departmental level. The Town Council approves these levels by passing an ordinance. Any revisions that alter the total expenditures of any appropriation center within a fund must be approved by the Town Council.

TOWN OF MIAMI LAKES, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
OTHER POST-EMPLOYMENT BENEFITS (OPEB)
SEPTEMBER 30, 2023

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability						
Service cost	\$ 5,102	\$ 8,696	\$ 8,315	\$ 5,657	\$ 5,430	\$ 5,861
Interest	3,993	3,353	2,822	2,857	2,663	2,654
Difference between expected and actual experience	-	2,730	-	5,684	-	-
Changes of assumptions	(1,656)	(62,720)	(7,805)	41,543	7,968	(6,625)
Benefit payments	-	-	(656)	(572)	(11,129)	(10,257)
Net change in total OPEB liability	<u>7,439</u>	<u>(47,941)</u>	<u>2,676</u>	<u>55,169</u>	<u>4,932</u>	<u>(8,367)</u>
Total OPEB liability - beginning	<u>78,625</u>	<u>126,566</u>	<u>123,890</u>	<u>68,721</u>	<u>63,789</u>	<u>72,156</u>
Total OPEB liability - ending	<u>\$ 86,064</u>	<u>\$ 78,625</u>	<u>\$ 126,566</u>	<u>\$ 123,890</u>	<u>\$ 68,721</u>	<u>\$ 63,789</u>
Covered-employee payroll	\$ 3,909,542	\$ 3,814,188	\$ 3,738,294	\$ 3,647,116	\$ 3,471,781	\$ 3,387,103
Total OPEB liability as a percentage of covered-employee payroll	2.20%	2.06%	3.39%	3.40%	1.98%	1.88%

Note: Schedule is intended to show information for 10 years. Additional years will be displayed as they become available. There are no plan assets accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

TOWN OF MIAMI LAKES, FLORIDA
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 FLORIDA RETIREMENT SYSTEM PENSION PLAN
 LAST 10 FISCAL YEARS*

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
The Town's proportion of the net pension liability	0.005358265%	0.006421332%	0.006663560%	0.005826864%	0.006983261%	0.007624456%	0.006862616%	0.006556569%	0.006230023%	0.006870141%
The Town's proportionate share of the net pension liability	\$ 2,135,099	\$ 2,389,252	\$ 503,356	\$ 2,525,449	\$ 2,404,938	\$ 2,296,526	\$ 2,029,916	\$ 1,655,539	\$ 804,691	\$ 419,180
The Town's covered-employee payroll	\$ 4,128,971	\$ 4,007,460	\$ 4,015,433	\$ 3,998,274	\$ 4,021,387	\$ 3,908,760	\$ 3,455,365	\$ 3,085,052	\$ 2,922,198	\$ 2,817,529
The Town's proportionate share of the net pension liability as a percentage of its covered-employee payroll	51.71%	59.62%	12.54%	63.16%	59.80%	58.75%	58.75%	53.66%	27.54%	14.88%
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%	92.00%	96.09%

* The amounts presented for each fiscal year were determined as of 6/30 (measurement date of the collective net pension liability).

TOWN OF MIAMI LAKES, FLORIDA
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE TOWN'S CONTRIBUTIONS
 FLORIDA RETIREMENT SYSTEM PENSION PLAN
 LAST 10 FISCAL YEARS

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required contribution	\$ 375,223	\$ 242,115	\$ 282,365	\$ 281,360	\$ 272,172	\$ 265,449	\$ 222,786	\$ 191,426	\$ 187,579	\$ 188,515
Contributions in relation to the contractually required contribution	\$ (375,223)	\$ (242,115)	\$ (282,365)	\$ (281,360)	\$ (272,172)	\$ (265,449)	\$ (222,786)	\$ (191,426)	\$ (187,579)	\$ (188,515)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
The Town's covered-employee payroll	\$ 4,223,672	\$ 4,018,521	\$ 3,993,384	\$ 4,161,693	\$ 4,036,102	\$ 3,947,898	\$ 3,489,915	\$ 3,115,864	\$ 2,951,715	\$ 2,845,986
Contributions as a percentage of covered-employee payroll	8.88%	6.02%	7.07%	6.76%	6.74%	6.72%	6.38%	6.14%	6.35%	6.62%

TOWN OF MIAMI LAKES, FLORIDA
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 HEALTH INSURANCE SUBSIDY PENSION PLAN
 LAST 10 FISCAL YEARS*

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
The Town's proportion of the net pension liability	0.009906729%	0.010499295%	0.010839583%	0.010928255%	0.011835942%	0.011956689%	0.010492759%	0.010380367%	0.009449186%	0.009533181%
The Town's proportionate share of the net pension liability	\$ 1,573,321	\$ 1,112,043	\$ 1,329,638	\$ 1,334,322	\$ 1,324,323	\$ 1,265,509	\$ 1,121,934	\$ 1,209,789	\$ 963,668	\$ 891,376
The Town's covered-employee payroll	\$ 4,128,971	\$ 4,007,460	\$ 4,015,433	\$ 3,998,274	\$ 4,021,387	\$ 3,908,760	\$ 3,455,365	\$ 3,085,052	\$ 2,922,198	\$ 2,817,529
The Town's proportionate share of the net pension liability as a percentage of its covered-employee payroll	38.10%	27.75%	33.11%	33.37%	32.93%	32.38%	32.47%	39.21%	32.98%	31.64%
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%	0.50%	0.99%

* The amounts presented for each fiscal year were determined as of 6/30 (measurement date of the collective net pension liability).

TOWN OF MIAMI LAKES, FLORIDA
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE TOWN'S CONTRIBUTIONS
 HEALTH INSURANCE SUBSIDY PENSION PLAN
 LAST 10 FISCAL YEARS

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required contribution	\$ 93,401	\$ 80,249	\$ 67,159	\$ 66,797	\$ 63,843	\$ 63,851	\$ 56,045	\$ 51,723	\$ 37,192	\$ 34,152
Contributions in relation to the contractually required contribution	\$ (93,401)	\$ (80,249)	\$ (67,159)	\$ (66,797)	\$ (63,843)	\$ (63,851)	\$ (56,045)	\$ (51,723)	\$ (37,192)	\$ (34,152)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
The Town's covered-employee payroll	\$ 4,223,672	\$ 4,018,521	\$ 3,993,384	\$ 4,161,603	\$ 4,036,102	\$ 3,947,898	\$ 3,489,915	\$ 3,115,864	\$ 2,951,715	\$ 2,845,986
Contributions as a percentage of covered-employee payroll	2.21%	2.00%	1.68%	1.61%	1.58%	1.62%	1.61%	1.66%	1.26%	1.20%



COMBINING FINANCIAL STATEMENTS



NONMAJOR GOVERNMENTAL FUNDS

Building Department Fund

Building Department Fund – This fund is used to account for and report the receipts of building permits and other fees that are restricted for building permitting and inspection activities. The department performs plan review for all commercial and residential construction, mandatory inspections for all phases of construction to ensure compliance with building safety regulations, collects permit fees and issues permits for residential and commercial construction, and issues certificates of completion and occupancy.

Special Revenue Fund

Neighborhood Service Districts Fund – This fund is used to account for the cost to provide public improvements and special services through a non-ad valorem assessment. Non-ad valorem assessments represent a cost share assigned to a group of properties to pay all or part of the cost associated with a specific public service or improvement, such as security guard services, lighting, lake, and landscape maintenance, primarily benefitting those properties.

Impact Fees Fund – This fund accounts for both parks and public safety impact fees used to fund the cost of additional capital resources required to maintain and accommodate projected population growth due to new development.

Debt Service Fund

Debt Service Fund – This fund accounts for the payment of the current year's principal and interest requirements on the Special Obligation Bond issued for the Government Center; it is funded by the Electric Utility Tax revenues.

Capital Projects Fund

Infrastructure Replacement Fund – This fund is used for purposes of accumulating resources to fund long-term capital expenditures.

TOWN OF MIAMI LAKES, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2023

	Nonmajor Governmental Funds					Total Nonmajor Governmental Funds
	Special Revenue			Debt Service	Capital Projects	
	Building Department	Neighborhood Service Districts	Impact Fees	Debt Service	Infrastructure Replacement	
ASSETS						
Cash and cash equivalents	\$ 1,913,728	\$ 385,885	\$ 2,338,563	\$ 500	\$ 371,563	\$ 5,010,239
Accounts receivables, net	76,534	7,009	-	374,561	-	458,104
Prepays	29,248	-	-	-	-	29,248
Restricted assets:						
Cash and cash equivalents	-	-	-	385,292	-	385,292
Investments	-	-	-	566,582	-	566,582
Total assets	<u>\$ 2,019,510</u>	<u>\$ 392,894</u>	<u>\$ 2,338,563</u>	<u>\$ 1,326,935</u>	<u>\$ 371,563</u>	<u>\$ 6,449,465</u>
LIABILITIES						
Accounts payable	\$ 49,701	\$ 157,617	\$ -	\$ -	\$ -	\$ 207,318
Due to other funds	-	-	-	329,437	-	329,437
Total liabilities	<u>49,701</u>	<u>157,617</u>	<u>-</u>	<u>329,437</u>	<u>-</u>	<u>536,755</u>
FUND BALANCES						
Nonspendable:						
Prepays	29,248	-	-	-	-	29,248
Restricted for:						
Debt service	-	-	-	997,498	-	997,498
Transit - CITT 20	-	-	-	-	-	-
Transportation - CITT 80	-	-	-	-	-	-
Transportation - Gas Tax	-	-	-	-	-	-
Mobility	-	-	-	-	-	-
Building department - Operational	986,695	-	-	-	-	986,695
Building department - Technology	953,866	-	-	-	-	953,866
Micromobility	-	-	-	-	-	-
Tree removal	-	-	-	-	-	-
Impact fees:						
Public safety	-	-	260,773	-	-	260,773
Parks improvement	-	-	495,027	-	-	495,027
Parks open space	-	-	1,582,763	-	-	1,582,763
Neighborhood Service Districts:						
Miami Lakes Section 1	-	26,340	-	-	-	26,340
Loch Lomond	-	87,151	-	-	-	87,151
Royal Oaks Section 1	-	41,549	-	-	-	41,549
Royal Oaks East	-	42,321	-	-	-	42,321
Lake Patricia	-	15,174	-	-	-	15,174
Lake Hilda	-	22,742	-	-	-	22,742
Greenway 77th Court	-	-	-	-	-	-
Large Park LOS	-	-	-	-	-	-
Committed for:						
Infrastructure projects	-	-	-	-	371,563	371,563
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total fund balances	<u>1,969,809</u>	<u>235,277</u>	<u>2,338,563</u>	<u>997,498</u>	<u>371,563</u>	<u>5,912,710</u>
Total liabilities and fund balances	<u>\$ 2,019,510</u>	<u>\$ 392,894</u>	<u>\$ 2,338,563</u>	<u>\$ 1,326,935</u>	<u>\$ 371,563</u>	<u>\$ 6,449,465</u>

TOWN OF MIAMI LAKES, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Nonmajor Governmental Funds					Total Nonmajor Governmental Funds
	Special Revenue			Debt Service	Capital Projects	
	Building Department	Neighborhood Service Districts	Impact Fees	Debt Service	Infrastructure Replacement	
Revenues:						
Utility taxes	\$ -	\$ -	\$ -	\$ 475,274	\$ -	\$ 475,274
Licenses and permits	1,640,383	-	-	-	-	1,640,383
Impact fees:						
Public safety	-	-	244,940	-	-	244,940
Parks	-	-	930,636	-	-	930,636
Investment income	72,174	16,983	46,804	28,960	5,485	170,406
Special assessments	-	1,574,040	-	-	-	1,574,040
Other	-	2,468	-	160,090	-	162,558
Total revenues	<u>1,712,557</u>	<u>1,593,491</u>	<u>1,222,380</u>	<u>664,324</u>	<u>5,485</u>	<u>5,198,237</u>
Expenditures:						
Current:						
Public Safety	1,611,325	-	-	-	-	1,611,325
Administrative	-	1,584,875	-	3,050	12,800	1,600,725
Debt service:						
Principal	6,241	-	-	220,000	-	226,241
Interest	-	-	-	485,049	-	485,049
Capital outlay	65,561	60,922	77,358	-	127,862	331,703
Total expenditures	<u>1,683,127</u>	<u>1,645,797</u>	<u>77,358</u>	<u>708,099</u>	<u>140,662</u>	<u>4,255,043</u>
Excess of revenues over expenditures	<u>29,430</u>	<u>(52,306)</u>	<u>1,145,022</u>	<u>(43,775)</u>	<u>(135,177)</u>	<u>943,194</u>
Other financing sources (uses)						
Transfers in	-	-	-	-	150,000	150,000
Transfers out	(66,279)	-	35,000	-	-	(31,279)
Total other financing sources (uses)	<u>(66,279)</u>	<u>-</u>	<u>35,000</u>	<u>-</u>	<u>150,000</u>	<u>118,721</u>
Net change in fund balances	(36,849)	(52,306)	1,180,022	(43,775)	14,823	1,061,915
Fund balances, beginning	<u>2,006,658</u>	<u>287,583</u>	<u>1,158,541</u>	<u>1,041,273</u>	<u>356,740</u>	<u>4,850,795</u>
Fund balances, ending	<u>\$ 1,969,809</u>	<u>\$ 235,277</u>	<u>\$ 2,338,563</u>	<u>\$ 997,498</u>	<u>\$ 371,563</u>	<u>\$ 5,912,710</u>



**SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE –
BUDGET TO ACTUAL**

TOWN OF MIAMI LAKES, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - BUILDING DEPARTMENT FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenues:				
Permits and fees	\$ 1,345,000	\$ 1,345,000	\$ 1,640,383	\$ 295,383
Investment income	5,000	5,000	72,174	67,174
Total revenues	<u>1,350,000</u>	<u>1,350,000</u>	<u>1,712,557</u>	<u>362,557</u>
Expenditures:				
Current:				
Building	2,620,445	2,633,041	1,617,566	1,015,475
Contingency	490,400	505,381	-	505,381
Capital outlay	125,000	128,000	65,561	62,439
Total expenditures	<u>3,235,845</u>	<u>3,266,422</u>	<u>1,683,127</u>	<u>1,583,295</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,885,845)</u>	<u>(1,916,422)</u>	<u>29,430</u>	<u>1,945,852</u>
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	<u>(60,674)</u>	<u>(60,674)</u>	<u>(66,279)</u>	<u>(5,605)</u>
Total other financing sources (uses)	<u>(60,674)</u>	<u>(60,674)</u>	<u>(66,279)</u>	<u>(5,605)</u>
Excess (deficiency) of revenues over (under) expenditures and other financing (uses)	<u>(1,946,519)</u>	<u>(1,977,096)</u>	<u>(36,849)</u>	<u>1,940,247</u>
Fund balance appropriated	<u>1,946,519</u>	<u>1,977,096</u>	<u>-</u>	<u>(1,977,096)</u>
Net change in fund balance	-	-	(36,849)	(36,849)
Fund balance, beginning	<u>-</u>	<u>-</u>	<u>2,006,658</u>	<u>2,006,658</u>
Fund balance, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,969,809</u>	<u>\$ 1,969,809</u>

See notes to budgetary comparison schedules

TOWN OF MIAMI LAKES, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - NEIGHBORHOOD SERVICE DISTRICTS FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenues:				
Special assessment	\$ 1,568,382	\$ 1,568,382	\$ 1,574,040	\$ 5,658
Investment income	-	-	16,983	16,983
Other	7,000	7,000	2,468	(4,532)
Total revenues	<u>1,575,382</u>	<u>1,575,382</u>	<u>1,593,491</u>	<u>18,109</u>
Expenditures:				
Current:				
Administrative	1,700,933	1,706,418	1,584,875	121,543
Capital outlay:				
Transit	147,366	156,574	60,922	95,652
Total expenditures	<u>1,848,299</u>	<u>1,862,992</u>	<u>1,645,797</u>	<u>217,195</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(272,917)</u>	<u>(287,610)</u>	<u>(52,306)</u>	<u>235,304</u>
Excess (deficiency) of revenues over (under) expenditures and other financing (uses)	(272,917)	(287,610)	(52,306)	235,304
Fund balance appropriated	<u>272,917</u>	<u>287,610</u>	<u>-</u>	<u>(287,610)</u>
Net change in fund balance	-	-	(52,306)	(52,306)
Fund balance, beginning	-	-	287,583	287,583
Fund balance, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 235,277</u>	<u>\$ 235,277</u>

TOWN OF MIAMI LAKES, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - IMPACT FEES FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenues:				
Impact Fees				
Public safety	\$ -	\$ -	\$ 244,940	\$ 244,940
Parks	-	-	930,636	930,636
Developer contributions	-	-	-	-
Investment income	-	-	46,804	46,804
Total revenues	<u>-</u>	<u>-</u>	<u>1,222,380</u>	<u>1,222,380</u>
Expenditures:				
Current:				
Parks	1,084,441	1,104,555	-	1,104,555
Capital outlay - public safety	49,647	88,987	77,358	11,629
Total expenditures	<u>1,134,088</u>	<u>1,193,542</u>	<u>77,358</u>	<u>1,116,184</u>
Excess (deficiency) of revenues over (under) expenditures	(1,134,088)	(1,193,542)	1,145,022	2,338,564
Other financing (uses):				
Transfers out	-	35,000	35,000	-
Excess (deficiency) of revenues over (under) expenditures and other financing (uses)	(1,134,088)	(1,158,542)	1,180,022	2,338,564
Fund balance appropriated	<u>1,134,088</u>	<u>1,158,542</u>	<u>-</u>	<u>(1,158,542)</u>
Net change in fund balance	-	-	1,180,022	1,180,022
Fund balance, beginning	-	-	1,158,541	1,158,541
Fund balance, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,338,563</u>	<u>\$ 2,338,563</u>

TOWN OF MIAMI LAKES, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenues:				
Electric utility taxes	\$ 602,688	\$ 602,688	\$ 475,274	\$ (127,414)
Investment income	-	-	28,960	28,960
Other	162,650	162,650	160,090	(2,560)
Total revenues	<u>765,338</u>	<u>765,338</u>	<u>664,324</u>	<u>(101,014)</u>
Expenditures:				
Current:				
Administration	1,102,543	1,101,562	3,050	1,098,512
Debt service:				
Principal	220,000	220,000	220,000	-
Interest	485,049	485,049	485,049	-
Total expenditures	<u>1,807,592</u>	<u>1,806,611</u>	<u>708,099</u>	<u>1,098,512</u>
Excess (deficiency) of revenues over (under) expenditures	(1,042,254)	(1,041,273)	(43,775)	997,498
Other financing sources (uses):				
Transfers in	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	(1,042,254)	(1,041,273)	(43,775)	997,498
Fund balance appropriated	<u>1,042,254</u>	<u>1,041,273</u>	<u>-</u>	<u>(1,041,273)</u>
Net change in fund balance	-	-	(43,775)	(43,775)
Fund balance, beginning	-	-	1,041,273	1,041,273
Fund balance, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 997,498</u>	<u>\$ 997,498</u>

TOWN OF MIAMI LAKES, FLORIDA
SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Gas tax 3 cents	\$ 145,586	\$ 145,586	\$ 155,605	\$ 10,019
Intergovernmental	5,900,240	5,900,240	315,099	(5,585,141)
Investment income	-	-	90,066	90,066
Total revenues	<u>6,045,826</u>	<u>6,045,826</u>	<u>560,770</u>	<u>(5,485,056)</u>
Expenditures:				
Current:				
Transportation / public works	513,825	491,498	-	491,498
Parks and recreation	5,289	4,381	16,114	(11,733)
Capital outlay:				
Drainage improvements	373,470	389,323	7,527	381,796
Transportation improvements	11,285,847	11,413,663	442,828	10,970,835
Parks and recreation	1,995,126	3,204,837	90,293	3,114,544
Facilities and equipment	4,381	-	-	-
Total expenditures	<u>14,177,938</u>	<u>15,503,702</u>	<u>556,762</u>	<u>14,946,940</u>
(Deficiency) of revenues (under) expenditures	(8,132,112)	(9,457,876)	4,008	9,461,884
Other financing sources (uses)				
Transfers in	3,257,638	4,326,275	1,087,409	(3,238,866)
Transfers out	-	(4,381)	(4,381)	-
Total other financing sources (uses)	<u>3,257,638</u>	<u>4,321,894</u>	<u>1,083,028</u>	<u>(3,238,866)</u>
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	(4,874,474)	(5,135,982)	1,087,036	6,223,018
Fund balance appropriated	<u>4,874,474</u>	<u>5,135,982</u>	<u>-</u>	<u>(5,135,982)</u>
Net change in fund balance	-	-	1,087,036	1,087,036
Fund balance, beginning	-	-	5,135,981	5,135,981
Fund balance, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,223,017</u>	<u>\$ 6,223,017</u>

TOWN OF MIAMI LAKES, FLORIDA
SUPPLEMENTAL SCHEDULE - DISAGGREGATED INFORMATION
ENTERPRISE FUND - STORMWATER
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023

	<u>Operations</u>	<u>Bond Series 2021</u>	<u>American Rescue Plan</u>	<u>Total</u>
<u>SCHEDULE OF NET POSITION</u>				
<u>ASSETS</u>				
Cash and cash equivalents	\$ 1,609,831	\$ -	\$ -	\$ 1,609,831
Restricted cash	-	5,159,620	6,199,042	11,358,662
Restricted investments	-	6,187,520	9,263,589	15,451,109
Accounts receivable, net	594,089	-	-	594,089
Advance to Bond Series 2021	15,202,705	-	-	15,202,705
Construction in progress	100,468	5,580,428	729,109	6,410,005
Furniture and equipment, net	6,967	-	-	6,967
Right-to-use asset, net	466,142	-	-	466,142
Infrastructure, net	16,558,995	-	-	16,558,995
Total assets	<u>34,539,197</u>	<u>16,927,568</u>	<u>16,191,740</u>	<u>67,658,505</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>				
Pension	<u>18,754</u>	<u>-</u>	<u>-</u>	<u>18,754</u>
<u>LIABILITIES</u>				
Accounts payable and other current liabilities	418,561	1,105,383	17,134	1,541,078
Advance from operations	-	15,202,705	-	15,202,705
Unearned revenues	-	-	14,878,767	14,878,767
Compensated absences	9,413	-	-	9,413
Net pension liability	166,527	-	-	166,527
QNIP Stormwater	40,911	-	-	40,911
FEMA SW Projects	43,554	-	-	43,554
Bond Series 2021 Payable	15,125,000	-	-	15,125,000
Bond Series 2021 Premium	3,010,594	-	-	3,010,594
Lease liability	440,151	-	-	440,151
Total liabilities	<u>19,254,711</u>	<u>16,308,088</u>	<u>14,895,901</u>	<u>50,458,700</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Pension	48,366	-	-	48,366
Deferred Gain on Refunding	24,577	-	-	24,577
Total deferred inflows of resources	<u>72,943</u>	<u>-</u>	<u>-</u>	<u>72,943</u>
<u>TOTAL NET POSITION</u>	<u>\$ 15,230,297</u>	<u>\$ 619,480</u>	<u>\$ 1,295,839</u>	<u>\$ 17,145,616</u>

<u>SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION</u>				
Operating revenues	\$ 2,473,152	\$ -	\$ -	\$ 2,473,152
Operating expenses	(1,553,161)	-	-	(1,553,161)
Nonoperating revenues (expenses)	(584,247)	551,026	839,596	806,375
Income (loss) before contributions and transfers	<u>335,744</u>	<u>551,026</u>	<u>839,596</u>	<u>1,726,366</u>
Contributions and transfers	109,926	-	(102,399)	7,527
Change in net position	<u>\$ 445,670</u>	<u>\$ 551,026</u>	<u>\$ 737,197</u>	<u>\$ 1,733,893</u>



STATISTICAL SECTION

TOWN OF MIAMI LAKES, FLORIDA
STATISTICAL SECTION

This part of the Town of Miami Lake's comprehensive annual 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 government's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends <i>These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.</i>	74-78
Revenue Capacity <i>These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.</i>	79-83
Debt Capacity <i>These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.</i>	84-85
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.</i>	86-87
Operating Information and Insurance in Force <i>These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.</i>	88-91

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

TOWN OF MIAMI LAKES, FLORIDA
FINANCIAL TRENDS
NET POSITION BY COMPONENT
LAST TEN YEARS

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Governmental activities:										
Net investment in capital assets	\$ 22,471,538	\$ 23,189,174	\$ 24,384,954	\$ 25,025,518	\$ 25,989,505	\$ 26,298,602	\$ 28,533,023	\$ 28,428,460	\$ 28,066,416	\$ 27,714,443
Restricted	4,750,852	5,374,581	4,316,340	6,815,901	6,923,570	8,677,308	7,351,535	8,572,783	10,877,411	14,170,364
Unrestricted	7,228,689	3,794,639	3,497,638	2,929,081	2,527,265	2,229,467	992,221	1,804,029	2,572,594	2,392,722
Total governmental activities net position	<u>\$ 34,451,079</u>	<u>\$ 32,358,394</u>	<u>\$ 32,198,932</u>	<u>\$ 34,770,500</u>	<u>\$ 35,440,340</u>	<u>\$ 37,205,377</u>	<u>\$ 36,876,779</u>	<u>38,805,272</u>	<u>41,516,421</u>	<u>44,277,529</u>
Business-type activities:										
Net investment in capital assets	\$ 7,092,272	\$ 7,641,072	\$ 8,865,688	\$ 9,743,318	\$ 10,777,658	\$ 11,642,537	\$ 12,461,397	\$ 13,178,871	\$ 13,882,070	\$ 14,335,664
Restricted	-	-	-	-	-	-	-	4,785	-	-
Unrestricted	648,868	221,981	571,384	420,691	206,814	14,328	120,154	848,683	1,529,653	2,809,952
Total business-type activities net position	<u>\$ 7,741,140</u>	<u>\$ 7,863,053</u>	<u>\$ 9,437,072</u>	<u>\$ 10,164,009</u>	<u>\$ 10,984,472</u>	<u>\$ 11,656,865</u>	<u>\$ 12,581,551</u>	<u>\$ 14,032,339</u>	<u>\$ 15,411,723</u>	<u>\$ 17,145,616</u>
Primary government										
Net investment in capital assets	\$ 29,563,810	\$ 30,830,246	\$ 33,250,642	\$ 34,768,836	\$ 36,767,163	\$ 37,941,139	\$ 40,994,420	\$ 41,607,331	\$ 41,948,486	\$ 42,050,107
Restricted	4,750,852	5,374,581	4,316,340	6,815,901	6,923,570	8,677,308	7,351,535	8,577,568	10,877,411	14,170,364
Unrestricted	7,877,557	4,016,620	4,069,022	3,349,772	2,734,079	2,243,795	1,112,375	2,652,712	4,102,247	5,202,674
Total primary government net position	<u>\$ 42,192,219</u>	<u>\$ 40,221,447</u>	<u>\$ 41,636,004</u>	<u>\$ 44,934,509</u>	<u>\$ 46,424,812</u>	<u>\$ 48,862,242</u>	<u>\$ 49,458,330</u>	<u>\$ 52,837,611</u>	<u>\$ 56,928,144</u>	<u>\$ 61,423,145</u>

TOWN OF MIAMI LAKES, FLORIDA
FINANCIAL TRENDS
CHANGES IN NET POSITION
LAST TEN YEARS

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Expenses										
Governmental activities:										
General government	\$ 3,359,809	\$ 4,504,066	\$ 5,466,296	\$ 5,918,945	\$ 5,439,496	\$ 5,855,914	\$ 6,024,434	\$ 5,959,090	\$ 5,832,933	\$ 6,957,361
Public safety	6,365,715	7,972,810	8,014,737	9,640,653	10,202,073	10,786,886	10,622,577	10,515,505	10,600,530	11,750,771
Parks and recreation	3,051,793	3,306,152	3,481,695	4,772,220	6,405,543	3,508,046	3,554,095	3,467,742	3,721,479	4,100,242
Transportation/Public Works	2,527,545	2,691,114	2,631,509	2,624,862	2,883,959	2,890,902	2,795,296	2,968,332	3,411,614	3,360,003
Comprehensive planning	1,679,697	-	-	-	-	-	-	-	-	-
Physical environment	-	4,307	-	-	-	-	-	-	-	-
Interest expense	603,123	600,247	654,998	596,942	551,077	550,747	527,518	511,190	496,396	482,740
Total governmental activities expenses	17,587,682	19,078,696	20,249,235	23,553,622	25,482,148	23,592,495	23,523,920	23,421,859	24,062,952	26,651,117
Business-type activities:										
Stormwater utilities	783,596	1,033,870	818,380	937,656	1,369,005	1,272,487	1,093,919	1,743,488	2,167,706	2,198,785
Total business-type activities expenses	783,596	1,033,870	818,380	937,656	1,369,005	1,272,487	1,093,919	1,743,488	2,167,706	2,198,785
Total primary government expenses	18,371,278	20,112,566	21,067,615	24,491,278	26,851,153	24,864,982	24,617,839	25,165,347	26,230,658	28,849,902
Program Revenues										
Governmental activities:										
Charges for services:										
General government	251,688	926,044	13,079	14,004	23,550	1,726,515	1,512,343	1,388,183	1,439,901	1,591,392
Public safety	536,168	318,413	2,046,763	3,869,723	3,327,193	2,738,436	1,962,964	2,334,977	1,846,819	2,375,796
Parks and recreation	43,139	85,024	131,628	1,146,389	1,129,490	814,497	194,100	76,482	118,000	1,052,591
Transportation/Public Works	-	304,848	719,774	49,342	168,554	756,711	74,453	525,628	96,089	36,942
Comprehensive planning	1,197,885	-	-	-	-	-	-	-	-	-
Operating grants and contributions	3,392	70,759	2,075,665	2,816,820	2,955,170	129,890	242,459	1,091,809	306,216	214,146
Capital grants and contributions	36,655	259,538	442,691	50,348	-	1,180,274	2,395,955	1,743,136	1,633,513	315,099
Total governmental activities program revenues	2,068,927	1,964,626	5,429,600	7,946,626	7,603,957	7,346,323	6,382,274	7,160,215	5,440,538	5,585,966
Business-type activities:										
Charges for services										
Stormwater utility	850,864	942,089	953,982	1,034,314	1,043,899	1,058,714	1,060,011	1,692,827	2,472,609	2,473,152
Operating grants and contributions	-	-	-	1,052,142	1,286,662	-	-	-	522,845	308,664
Total business-type activities program revenues	850,864	942,089	953,982	2,086,456	2,330,561	1,058,714	1,060,011	1,692,827	2,995,454	2,781,816
Total primary government program revenues	\$ 2,919,791	\$ 2,906,715	\$ 6,383,582	\$ 10,033,082	\$ 9,934,518	\$ 8,405,037	\$ 7,442,285	\$ 8,853,042	\$ 8,435,992	\$ 8,367,782

TOWN OF MIAMI LAKES, FLORIDA
FINANCIAL TRENDS
CHANGES IN NET POSITION (CONTINUED)
LAST TEN YEARS

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Net (Expense) Revenue										
Governmental activities	\$ (15,518,755)	\$ (17,114,070)	\$ (14,819,635)	\$ (15,606,996)	\$ (17,878,191)	\$ (16,246,172)	\$ (17,141,646)	\$ (16,261,644)	\$ (18,622,414)	\$ (21,065,151)
Business-type activities	67,268	(91,781)	135,602	1,148,800	961,556	(213,773)	(33,908)	(50,661)	827,748	583,031
Total primary government net expense	<u>(15,451,487)</u>	<u>(17,205,851)</u>	<u>(14,684,033)</u>	<u>(14,458,196)</u>	<u>(16,916,635)</u>	<u>(16,459,945)</u>	<u>(17,175,554)</u>	<u>(16,312,305)</u>	<u>(17,794,666)</u>	<u>(20,482,120)</u>
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes:										
Property taxes	5,525,235	5,784,851	5,967,817	6,267,177	6,753,219	7,148,392	7,417,552	7,940,228	8,384,571	9,021,052
Utility service taxes	3,254,550	3,230,117	3,297,894	3,407,508	3,432,608	3,572,032	3,655,546	3,731,365	3,987,565	4,478,584
Communication services tax	1,937,765	1,377,736	1,245,617	1,166,035	1,209,860	1,130,732	1,027,768	941,205	947,360	929,384
Franchise taxes	1,147,889	1,160,066	1,179,362	925,699	1,272,507	1,130,788	455,233	1,208,542	1,424,664	1,590,298
Other taxes	-	713,520	702,897	716,927	724,429	680,132	592,537	653,901	674,694	744,771
Intergovernmental not restricted to specific programs	4,596,066	4,202,536	4,307,731	4,323,130	4,493,335	4,546,832	4,070,625	4,836,866	5,916,458	6,100,841
Investment and miscellaneous income	99,441	83,792	77,678	136,894	219,534	246,949	206,898	62,108	112,336	595,836
Gain (loss) on disposal	-	-	(17,084)	-	-	-	-	-	-	-
Special items/Other income	797,614	264,769	272,221	766,227	348,459	435,402	342,946	311,259	309,891	373,020
Transfers	(804,131)	(251,946)	(1,267,755)	468,967	150,629	(880,050)	(956,057)	(1,495,337)	(423,976)	(7,527)
Total governmental activities	<u>16,554,429</u>	<u>16,565,441</u>	<u>15,766,378</u>	<u>18,178,564</u>	<u>18,604,580</u>	<u>18,011,209</u>	<u>16,813,048</u>	<u>18,190,137</u>	<u>21,333,563</u>	<u>23,826,259</u>
Business-type activities:										
General Revenues										
Investment income	2,618	32,138	39,094	47,104	8,276	6,116	2,537	6,112	127,660	1,143,335
Investment and miscellaneous income	-	-	-	-	1,260	-	-	-	-	-
Transfers	804,131	251,946	1,267,755	(468,967)	(150,629)	880,050	956,057	1,495,337	423,976	7,527
Total business-type activities	<u>806,749</u>	<u>284,084</u>	<u>1,306,849</u>	<u>(421,863)</u>	<u>(141,093)</u>	<u>886,166</u>	<u>958,594</u>	<u>1,501,449</u>	<u>551,636</u>	<u>1,150,862</u>
Total primary government	<u>17,361,178</u>	<u>16,849,525</u>	<u>17,073,227</u>	<u>17,756,701</u>	<u>18,463,487</u>	<u>18,897,375</u>	<u>17,771,642</u>	<u>19,691,586</u>	<u>21,885,199</u>	<u>24,977,121</u>
Change in Net Position										
Governmental activities	1,035,674	(548,629)	946,743	2,571,568	726,389	1,765,037	(328,598)	1,928,493	2,711,149	2,761,108
Business-type activities	874,017	192,303	1,442,451	726,937	820,463	672,393	924,686	1,450,788	1,379,384	1,733,893
Total primary government	<u>\$ 1,909,691</u>	<u>\$ (356,326)</u>	<u>\$ 2,389,194</u>	<u>\$ 3,298,505</u>	<u>\$ 1,546,852</u>	<u>\$ 2,437,430</u>	<u>\$ 596,088</u>	<u>\$ 3,379,281</u>	<u>\$ 4,090,533</u>	<u>\$ 4,495,001</u>

TOWN OF MIAMI LAKES, FLORIDA
FINANCIAL TRENDS
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN YEARS

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
General Fund										
Non Spendable	\$ 118,803	\$ 153,892	\$ 222,531	\$ 220,012	\$ 225,260	\$ 265,331	\$ 306,943	\$ 99,263	\$ 146,807	\$ 116,246
Restricted	-	-	-	-	-	-	-	-	-	-
Unassigned	4,776,905	4,412,605	4,553,946	4,349,056	5,048,869	4,222,958	4,011,667	4,799,001	5,345,354	5,791,693
Total General Fund	\$ 4,895,708	\$ 4,566,497	\$ 4,776,477	\$ 4,569,068	\$ 5,274,129	\$ 4,488,289	\$ 4,318,610	\$ 4,898,264	\$ 5,492,161	\$ 5,907,939
All Other Governmental Funds										
Non Spendable	\$ 25,862	\$ 24,781	\$ -	\$ 430	\$ -	\$ 25,648	\$ 17,889	\$ 29,560	\$ 41,772	\$ 42,700
<i>Restricted, reported in:</i>										
Special Revenue Fund	727,446	914,553	1,571,737	1,481,522	945,176	1,229,669	811,704	1,142,393	1,276,213	2,462,048
Capital Projects Fund	2,942,843	3,553,535	1,831,041	2,267,781	1,374,174	2,377,133	1,842,430	2,763,198	5,135,981	6,223,017
Town Government Center	-	-	-	-	-	-	-	26,147	-	-
Roadway Improvement	8,700	-	-	-	-	-	-	-	-	-
Debt Service Fund	1,071,863	906,493	875,282	888,486	900,912	1,263,108	963,686	969,108	1,041,273	997,498
Impact Fee Fund (Public Safety & Parks)	-	-	38,280	351,233	1,174,598	1,537,120	1,353,178	1,177,451	1,158,541	2,338,563
Building Department Fund	-	-	-	1,826,879	2,528,710	2,668,320	2,115,349	2,154,927	1,977,820	1,940,561
Neighborhood Service Districts	-	-	-	-	-	311,100	317,818	339,559	287,583	235,277
<i>Committed, reported in:</i>										
Infrastructure Fund	-	-	-	-	-	150,000	151,471	244,627	356,740	371,563
<i>Assigned, reported in:</i>										
Special Revenue Fund	-	-	-	-	-	-	-	-	-	-
Capital Projects Fund	3,566,111	1,961,499	786,094	836,648	-	-	-	-	-	-
Unassigned	-	-	-	(2,273)	(1,843)	-	-	-	-	-
Total all other governmental funds	\$ 8,342,825	\$ 7,360,861	\$ 5,102,434	\$ 7,650,706	\$ 6,921,727	\$ 9,562,098	\$ 7,573,525	\$ 8,846,970	\$ 11,275,923	\$ 14,611,227

TOWN OF MIAMI LAKES, FLORIDA
FINANCIAL TRENDS
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenues										
Ad valorem taxes	\$ 5,525,235	\$ 5,784,851	\$ 5,967,817	\$ 6,267,177	\$ 6,753,219	\$ 7,148,392	\$ 7,417,552	\$ 7,940,228	\$ 8,384,571	\$ 9,021,052
Utility taxes	3,254,550	3,230,117	3,297,894	3,407,508	3,432,608	3,572,032	3,655,546	3,731,365	3,987,565	4,478,584
Franchise fees	1,147,889	1,160,066	1,179,362	925,699	1,272,507	1,130,788	455,233	1,208,542	1,424,664	1,590,298
Communication service tax	1,937,765	1,377,736	1,245,617	1,166,035	1,209,860	1,130,732	1,027,768	941,205	947,360	929,384
Other taxes	-	-	-	-	-	680,132	592,537	653,901	674,694	744,771
Licenses and permits	1,197,885	1,188,917	2,385,033	3,469,773	3,042,388	3,154,814	1,762,579	2,684,054	1,727,413	1,905,885
Intergovernmental	4,813,430	4,532,833	4,797,353	6,890,298	7,448,505	5,496,742	6,435,404	7,672,622	7,856,998	6,630,086
Fines and forfeitures	536,168	312,466	274,594	224,887	193,841	195,518	195,265	103,064	176,789	245,805
Service charges	-	-	-	183,369	192,653	189,557	86,681	120,194	170,421	155,415
Public Safety	-	-	70,092	1,201,429	1,219,905	775,241	475,073	39,250	24,464	244,940
Parks	-	-	-	-	-	-	-	-	-	930,636
Investment income	99,441	83,792	77,678	136,894	219,534	246,949	206,898	62,108	112,336	595,837
Developers contributions	-	-	2,028,734	300,000	-	360,254	-	-	-	-
Special assessments	-	-	-	-	-	1,721,029	1,497,897	1,377,897	1,400,911	1,574,040
Others	915,125	1,111,235	1,156,643	1,483,154	1,072,888	435,402	342,946	299,636	309,891	373,019
Total Revenues	19,427,488	18,782,013	22,480,817	25,656,223	26,057,908	26,237,582	24,151,379	26,834,066	27,198,077	29,419,752
Expenditures										
General government:										
Town Council	354,820	628,992	516,371	536,680	507,664	539,328	514,578	598,533	581,205	633,378
Town Administration and Finance	2,212,155	2,645,746	3,775,637	4,272,614	2,419,721	2,401,870	2,759,199	3,080,343	2,719,882	2,888,425
Legal	268,987	639,785	410,545	559,652	321,686	257,448	351,476	364,104	293,811	322,366
Total general government	2,835,962	3,914,523	4,702,553	5,368,946	3,249,071	3,198,646	3,625,253	4,042,980	3,594,898	3,844,169
Public safety	6,350,819	7,973,823	7,917,265	8,092,524	10,173,706	10,734,392	10,582,554	10,456,178	10,535,801	11,673,522
Parks and recreation	2,495,685	2,721,909	2,826,779	4,140,497	5,764,672	3,005,764	2,878,402	2,835,999	3,107,065	3,422,942
Public works/transportation	2,175,948	2,345,948	2,255,619	2,254,540	2,441,236	2,415,559	2,309,942	2,407,685	2,852,781	2,790,498
Comprehensive planning	1,679,697	-	-	-	-	-	-	-	-	-
Debt service:										
Principal	100,000	105,000	1,750,050	104,980	150,845	46,607	519,302	340,019	376,893	388,679
Interest	599,573	600,247	654,998	596,942	551,077	550,747	536,996	516,179	501,327	485,761
Administrative	-	2,406	-	-	-	1,467,844	1,350,213	1,371,779	1,423,424	1,600,725
Capital outlay	3,988,884	3,355,986	4,483,437	2,899,836	3,619,695	2,877,291	4,322,994	2,717,412	1,349,408	952,537
Total Expenditures	20,226,568	21,019,842	24,590,701	23,458,265	25,950,302	24,296,850	26,125,656	24,688,231	23,741,597	25,158,833
Other Financing Sources (Uses)										
Transfer in	1,768,223	1,974,371	2,684,153	3,424,979	1,660,069	2,997,898	2,241,647	2,512,360	2,720,298	1,372,411
Transfer out	(1,768,223)	(1,474,371)	(2,684,153)	(3,282,074)	(1,791,593)	(3,084,099)	(2,425,622)	(2,805,096)	(3,153,928)	(1,882,248)
Total Other Financing Sources (Uses)	-	500,000	-	142,905	(131,524)	(86,201)	(183,975)	(292,736)	(433,630)	(509,837)
Net change in fund balance	\$ (799,080)	\$ (1,737,829)	\$ (2,109,884)	\$ 2,340,863	\$ (23,918)	\$ 1,854,531	\$ (2,158,252)	\$ 1,853,099	\$ 3,022,850	\$ 3,751,082
<i>Ratio of total debt service to noncapital expenditures</i>	<i>4.31%</i>	<i>3.99%</i>	<i>11.96%</i>	<i>3.41%</i>	<i>3.14%</i>	<i>2.79%</i>	<i>4.84%</i>	<i>3.90%</i>	<i>3.92%</i>	<i>3.61%</i>

TOWN OF MIAMI LAKES, FLORIDA
REVENUE CAPACITY
GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE
LAST TEN YEARS
(IN THOUSANDS)

Fiscal year	Property Tax	Utility Service Tax	Communication Service Tax	Franchise fees	Total
2014	5,525	3,255	1,938	1,148	11,866
2015	5,785	3,230	1,378	1,160	11,553
2016	5,968	3,297	1,246	1,179	11,690
2017	6,267	3,407	1,166	926	11,766
2018	6,753	3,065	1,210	1,273	12,301
2019	7,148	3,572	1,131	1,131	12,982
2020	7,418	3,656	1,028	455	12,557
2021	7,940	3,731	942	1,208	13,821
2022	8,385	3,988	947	1,425	14,745
2023	9,021	4,478	929	1,590	16,018

TOWN OF MIAMI LAKES, FLORIDA
REVENUE CAPACITY
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS
(IN THOUSANDS)

Calendar Year Ended December 31,	Real Property				Billions	Exemptions (a)				Total Taxable Assessed Value	Total Direct Tax Rate
	Residential Property	Commercial/ Industrial Property	Government/ Institutional Property	Personal Property	Total Actual & Just Value of Taxable Property	Real Property - Amendment 10 Excluded Value (b)	Real Property - Other Exemptions	Personal Property			
2014	2,137,641	1,058,802	267,240	185,585	3,649,268	454,180	602,557	18,893	2,573,638	2.3518	
2015	2,388,913	1,058,745	271,135	180,874	3,899,667	628,869	611,211	18,311	2,641,276	2.3518	
2016	2,577,848	1,110,765	299,061	190,323	4,177,997	749,453	630,582	18,649	2,779,313	2.3518	
2017	2,702,800	1,211,433	312,785	185,169	4,412,187	710,706	691,978	19,289	2,990,214	2.3353	
2018	2,964,740	1,224,963	312,704	191,529	4,693,936	729,019	760,004	19,436	3,185,477	2.3127	
2019	2,997,709	1,252,265	316,975	192,054	4,759,003	656,523	761,054	19,732	3,321,694	2.3127	
2020	3,114,740	1,379,603	317,514	209,160	5,021,017	652,482	765,742	19,029	3,583,765	2.3127	
2021	3,368,966	1,348,279	316,605	212,604	5,246,454	702,659	775,160	20,426	3,748,209	2.3127	
2022	4,134,219	1,585,645	330,644	234,562	6,285,070	1,197,382	953,711	21,132	4,131,041	2.2664	
2023	5,022,511	1,487,952	340,225	271,983	7,122,671	3,013,661	1,250,529	251,155	4,515,345	2.0732	

NOTES:

* 2023 - Based on preliminary values as final values are NOT yet available.

** Property in the Town is reassessed each year. Property is assessed at actual market value. Tax rates are per \$1,000 of assessed value.

*** Source: Miami-Dade County Property Appraiser

**** N/A - Information not available as of the issuance of this report

TOWN OF MIAMI LAKES, FLORIDA
REVENUE CAPACITY
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN YEARS
(PER \$1,000 OF ASSESSED VALUE)

<i>Town of Miami Lakes</i>			<i>Overlapping Rates:</i>															Total Direct & Overlapping Rates
			<i>Miami-Dade County</i>			<i>Miami-Dade Fire & Rescue</i>			<i>Miami-Dade School Board</i>			<i>State and Other</i>						
Calendar Year Ended December 31,	Operating Millage	Total Town	Operating Millage	Debt Service Millage	Total County Millage	Operating Millage	Debt Service Millage	Total Fire Millage	Operating Millage	Debt Service Millage	Total School Millage	Public Library	Children's Trust	South Florida Water Management District	Environmental Projects	Florida Inland Navigation District	Total State and Other Millage	
2014	2.3518	2.3518	4.7035	0.4220	5.1255	2.4496	0.0127	2.4623	7.6440	0.3330	7.9770	0.1725	0.5000	0.3583	0.0587	0.0345	1.1240	19.0406
2015	2.3518	2.3518	4.6669	0.4500	5.1169	2.4207	0.0114	2.4321	7.7780	0.1990	7.9770	0.2840	0.5000	0.1577	0.0548	0.0345	1.0310	18.9088
2016	2.3518	2.3518	4.6669	0.4500	5.1169	2.4207	0.0090	2.4297	7.4130	0.1990	7.6120	0.2840	0.5000	0.1459	0.0506	0.0320	1.0125	18.5229
2017	2.3353	2.3353	4.6669	0.4000	5.0669	2.4207	0.0080	2.4287	7.1380	0.1840	7.3220	0.2840	0.5000	0.1359	0.0471	0.0320	0.9990	18.1519
2018	2.3127	2.3127	4.6669	0.4644	5.1313	2.4207	0.0080	2.4287	6.5040	0.2290	6.7330	0.2840	0.4415	0.2519	0.0417	0.0320	1.0511	17.6568
2019	2.3127	2.3127	4.6669	0.4780	5.1449	2.4207	0.0000	2.4207	7.0250	0.1230	7.1480	0.2840	0.4680	0.2398	0.0397	0.0320	1.0635	18.0898
2020	2.3127	2.3127	4.6669	0.4780	5.1449	2.4207	0.0000	2.4207	6.9360	0.1930	7.1290	0.2840	0.4507	0.2295	0.0380	0.0320	1.0342	18.0415
2021	2.3127	2.3127	4.6669	0.5075	5.1744	2.4207	0.0000	2.4207	6.8290	0.1800	7.0090	0.2840	0.5000	0.2207	0.0365	0.0320	1.0732	17.9900
2022	2.2664	2.2664	4.6202	0.4853	5.1055	2.3965	0.0000	2.3965	6.4240	0.1650	6.5890	0.2812	0.5000	0.1974	0.0327	0.0320	1.0433	17.4007
2023	2.0732	2.0732	4.5740	0.4355	5.0095	2.3965	0.0000	2.3965	6.5660	0.1330	6.6990	0.2812	0.5000	0.1974	0.0327	0.0288	1.0401	17.2183

Source: Miami-Dade County, Finance Department, Tax Collector's Division.

TOWN OF MIAMI LAKES, FLORIDA
REVENUE CAPACITY
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND TEN YEARS AGO
(IN THOUSANDS)

	2023			2014		
	Taxable Assessed Value	Rank	Percentage of Total Town Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Town Taxable Assessed Value
<u>Taxpayer</u>						
THE GRAHAM COMPANIES	\$ 406,915	1	9.89%	\$ 278,144	1	8.18%
SENGRA DEVELOPMENT CORP	133,165	2	3.24%	103,350	2	3.04%
TGC 6600 MAIN STREET LLC	71,390	3	1.74%			0.00%
FLORIDA POWER & LIGHT COMPANY	46,960	4	1.14%	25,768	3	0.76%
CATERPILLAR INC	45,892	5	1.12%	20,315	4	
MILLER'S ALE HOUSE INC	39,386	6	0.96%			
CORDIS US CORP	33,768	7	0.82%			0.00%
TGC MS PHASE 1 NORTH LLC	28,230	8	0.69%			
ROYAL OAKS PLAZA INC	24,500	9	0.60%	19,160	5	
TGC 15201 OFFICE LLC	21,891	10	0.53%			
SCHERING CORPORATION				12,481	10	0.37%
CAP EAST ASSOCIATES				19,145	6	0.56%
CORDIS CORPORATION				19,012	7	0.56%
MIAMI LAKES COUNTRY CLUB				18,024	8	0.53%
COSTCO WHOLESALE CORPORATION				13,149	9	0.39%
Total	<u>852,097</u>		<u>20.72%</u>	<u>528,548</u>		<u>14.38%</u>
Total Taxable Assessed Value (in thousands)	\$ 4,112,845			\$ 3,401,467		

Source: Miami-Dade County Property Appraiser

TOWN OF MIAMI LAKES, FLORIDA
REVENUE CAPACITY
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(IN THOUSANDS)

Fiscal Year ended September 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections To Date	
		Net Amount Levied	Percentage of Levy		Amount	Percentage of Levy
2014	5,904	5,525	93.58%	n/a	n/a	n/a
2015	6,056	5,785	95.53%	85	5,870	96.93%
2016	6,329	5,872	92.78%	95	5,967	94.28%
2017	6,607	6,164	93.29%	103	6,267	94.85%
2018	7,046	6,601	93.69%	152	6,753	95.84%
2019	7,433	6,980	93.90%	169	7,148	96.17%
2020	7,784	7,244	93.06%	174	7,418	95.30%
2021	8,411	7,777	92.46%	164	7,941	94.41%
2022	8,713	8,243	94.61%	141	8,384	96.23%
2023	9,554	8,807	92.18%	214	9,021	94.42%

Source: Miami-Dade County Property Tax Collector

TOWN OF MIAMI LAKES, FLORIDA
DEBT CAPACITY
OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year	Government Activities					Business-Type Activities					Debt Coverage					
	Government Activities Notes Payable	Special Obligation Bonds Payable, Series 2010	Roadway Improvement Special Obligation Loan Payable	Quantity Neighborhood Improvement Program (QNIP) Roadway	Lease Liabilities	Stormwater Utility Revenue Bonds	Stormwater Revenue Bond Series 2021	Lease Liabilities	Other Obligations	Total Primary Government	Population	Per Capita Personal Income	Percentage of Personal Income	Debt Per Capita	Pledged Revenue	Coverage
2014	-	7,293,792	1,755,000	-	-	-	-	-	-	9,048,792	30,161	27,042	1.11%	300.02	2,849,187	5.19
2015	-	7,295,172	1,650,000	-	-	-	-	-	-	8,945,172	30,791	28,006	1.04%	290.51	2,805,937	5.12
2016	-	7,296,552	-	1,006,155	-	449,760	-	-	-	8,752,467	30,456	28,888	0.99%	287.38	2,833,279	5.17
2017	-	7,297,932	-	901,175	-	403,886	-	-	130,662	8,733,655	30,873	31,020	0.91%	282.89	2,924,957	5.33
2018	-	7,299,312	-	750,330	-	354,446	-	-	116,144	8,520,232	31,087	33,074	0.83%	274.08	2,965,913	5.41
2019	-	7,300,692	-	703,723	-	302,486	-	-	101,626	8,408,527	31,628	35,026	0.76%	265.86	3,076,152	5.61
2020	-	6,922,072	-	564,421	-	248,006	-	-	87,108	7,821,607	31,367	38,295	0.65%	249.36	3,109,645	3.40
2021	-	6,723,452	-	424,402	-	190,766	18,725,636	-	72,590	26,136,846	31,689	35,618	2.32%	824.79	3,129,793	4.38
2022	-	6,514,832	-	283,661	42,115	79,909	18,448,115	-	58,072	25,426,704	30,741	44,350	1.86%	827.13	3,342,419	4.71
2023	-	6,296,212	-	142,203	26,914	40,911	18,135,594	440,151	43,554	25,125,539	30,830	44,829	1.82%	814.97	3,366,300	4.77

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

TOWN OF MIAMI LAKES, FLORIDA
DEBT CAPACITY
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
SEPTEMBER 30, 2023

<u>Jurisdiction</u>	<u>Net Debt Outstanding</u>	<u>% of Debt Applied to Miami Lakes (1)</u>	<u>Amount of Debt Applied to Miami Lakes</u>
Miami-Dade County Schools (2)	\$ 1,166,317	0.0106	\$ 12,368
Miami-Dade County (3)	2,350,765,000	0.0106	24,927,418
Sub-total overlapping debt	2,351,931,317		24,939,785
Town of Miami Lakes direct debt	6,465,329	100.00%	6,465,329
Total direct and overlapping debt	\$ 2,358,396,646		\$ 31,405,114

Sources:

- (1) The percentage of overlapping debt applicable is estimated using taxable property values. Applicable percentages were estimated by determining the portion of the County's taxable property value that is within the Town's boundaries and dividing it by the County's total taxable property value.
- (2) Based on Miami-Dade County percentage of County's taxable property.
- (3) Miami-Dade County, Finance Department (General Obligation Bonds)

TOWN OF MIAMI LAKES, FLORIDA
 DEMOGRAPHIC AND ECONOMIC INFORMATION
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN CALENDAR YEARS

Calendar Year	Population	Median Household Income (\$)	Total Personal Income (in 000's)	Unemployment Rate	Per Capita Personal Income	Median Age	School Enrollment
2014	30,161	63,754	815,614	7.40%	27,042	39	7,668
2015	30,791	65,269	862,333	5.70%	28,006	39	7,774
2016	30,456	66,601	879,813	5.10%	28,888	39	8,082
2017	30,873	72,225	957,680	3.90%	31,020	38	8,077
2018	31,087	72,545	1,028,171	3.60%	33,074	39	8,222
2019	31,628	73,527	1,107,802	2.70%	35,026	39	8,465
2020	31,367	75,762	1,201,199	8.60%	38,295	39	8,465
2021	31,689	77,900	1,128,699	3.10%	35,618	41	8,501
2022	30,741	88,810	1,363,363	1.70%	44,350	41	8,440
2023	30,830	90,339	1,363,100	1.90%	44,829	42	8,145

Sources:

Per Capita and Median Household Income information provided by U.S. Bureau of the Census.

Unemployment rate data provided by the U.S. Bureau of the Census or derived from Local Area Unemployment Statistics.

Population information provided by the U.S. Bureau of the Census (2000 and 2011) or Florida's Bureau

Economic and Business Research (BEBR).

Note:

(1) Information unavailable

TOWN OF MIAMI LAKES, FLORIDA
 DEMOGRAPHIC AND ECONOMIC INFORMATION
 PRINCIPAL EMPLOYERS
 CURRENT AND TEN YEARS AGO

Employer	2023			2014		
	Employees	Rank	Percentage of Total Town Employment	Employees	Rank	Percentage of Total Town Employment
BANK UNITED	550	1	3.29%	286	6	2.05%
MIAMI LAKES AUTOMALL	375	2	2.24%	(a)		
MIAMI LAKES CHAMBER-COMMERCE	375	3	2.24%	(a)		
CORDIS CORP	326	4	1.95%	940	1	6.72%
GRAHAM COMPANIES (ML)	312	5	1.86%	456	2	3.26%
PUBLIX SUPER MARKETS #1129	275	6	1.64%	(a)		
CATERPILLAR LOGISTICS SERVICES, INC.	220	7	1.31%	220	8	1.57%
COSTCO	196	8	1.17%	(a)		
MODIVCARE SOLUTIONS	177	9	1.06%	(a)		
1st FINANCIAL	146	10	0.87%	(a)		
INKTEL				464	3	3.32%
SOCIAL SERVICE COORDINATORS, INC.				400	4	2.86%
ALL MED SERVICES				300	5	2.15%
SCHERING CORPORATION (Merk Pharmaceuticals)				275	7	1.97%
	2,952		17.64%	2,835		23.90%
Total Employed	16,739			13,979		

Note (1) U.S. Census Bureau, Selected Economic Characteristics 2008-2011 American Community Survey

Note (2) U.S. Census Bureau - Census 2000 Summary

Note (a) Information unavailable

Total Employed based on census population x labor force total percentage. -Used 2023 Miami Lakes Unemployment Resource for Labor Force Figure - Oct 2023

TOWN OF MIAMI LAKES, FLORIDA
 OPERATING INFORMATION
 FULL-TIME EQUIVALENT TOWN EMPLOYEES BY FUNCTION/PROGRAM
 LAST TEN FISCAL YEARS

Function/Program	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Town Clerk's Office	1	1	1	1	1	1	1	1	1	1
Town Administration	12	14	17	12	15	15	14	14	14	12
Building Department	12	9	10	10	12	13	13	11	11	9
Planning, Code Compliance and Development	4	4	8	3	4	3	3	4	4	4
Parks/Recreation and Community Affairs	13	8	8	11	12	13	12	12	12	12
Public Works, Stormwater, Facilities & Transit	6	4	4	6	6	7	7	7	9	9
Total	48	40	48	43	50	52	50	49	51	47

Source: Town of Miami Lakes, Florida Adopted Budget (various years).

TOWN OF MIAMI LAKES, FLORIDA
 OPERATING INFORMATION
 OPERATING INDICATORS BY FUNCTION / PROGRAM
 LAST TEN FISCAL YEARS

	2014	2015	2016	2017	Fiscal Year 2018	2019	2020	2021	2022	2023
<u>General Government</u>										
Building permits issued	948	799	909	4,622	3,598	4,108	3,269	2,974	2,615	2,812
Business Tax Receipts	1,394	1,541	1,483	1,422	1,328	1,372	1,156	1,318	1,953	1,286
<u>Police</u>										
Physical arrests	273	166	148	177	121	140	63	70	68	87
<u>Culture and Recreation</u>										
Summer camp participants - per week	100	100	135	135	225	201	30	59	83	114
Community programs - per year	83	47	51	73	66	67	53	55	51	63
Special events - per year	75	65	65	97	202	165	54	54	77	72
<u>Stormwater Utility</u>										
Stormwater system linear feet cleaned	26,617	25,383	28,602	32,312	37,733	37,999	23,642	17,155	18,541	28,421
Number of Stormwater drains cleaned	380	328	429	536	706	617	408	291	366	498
<u>Public Works</u>										
Road miles (maintained)	60	60	77	77	77	77	77	77	77	77
Street lights (maintained)	491	485	915	915	915	915	915	915	915	915

Sources: Various Town departments and Miami-Dade County Police Department

TOWN OF MIAMI LAKES, FLORIDA
 OPERATING INFORMATION
 CAPITAL ASSET STATISTICS BY FUNCTION / PROGRAM
 LAST TEN FISCAL YEARS

	2014	2015	2016	2017	Fiscal Year 2018	2019	2020	2021	2022	2023
<u>Police (4)</u>										
Police Personnel	49	46	49	46	47	51	49	51	51	51
<u>Culture and Recreation (3)</u>										
Number of parks	101	101	101	102	102	102	102	102	102	102
Park acreage	127.17	127.17	127.17	127.24	127.24	127.24	127.24	127.24	127.24	127.24
Community center	3	3	3	4	4	4	4	4	4	4
<u>Stormwater Drainage (1)</u>										
Stormwater system - linear feet	90,824	90,824	98,835	98,914	104,700	110,498	114,810	123,067	125,694	125,694
Stormwater drains - catchbasins & manholes	1,335	1,335	1,376	1,377	1,396	1,505	1,564	1,666	1,706	1,706
<u>Public Works (2)</u>										
Road miles	77	77	77	77	77	77	77	77	77	77
Street lights	2,362	2,362	2,047	2,047	2,047	2,047	2,047	2,047	2,047	2,047

- (1) Town of Miami Lakes, Stormwater Master Plan Update and GIS analysis performed during fiscal year 2011.
 (2) Public Works annual state report on road miles, streetlights from Florida Power & Light. Street lights reflect corrections made after an audit with FP & L.
 (3) Town of Miami Lakes Parks Department
 (4) Miami-Dade Police Department (represents total units 24 hours, 7 days)

TOWN OF MIAMI LAKES, FLORIDA
 MISCELLANEOUS INFORMATION
 INSURANCE IN FORCE

Type of Coverage	Insurer	Policy Period	Premium
Property (includes Crime)	Public Risk Management of Florida	10/1/2022 - 09/30/2023	\$ 83,195
General Liability (includes Excess Liability)	Public Risk Management of Florida	10/1/2022 - 09/30/2023	112,995
Public Officials & Employment Practices Liability	Public Risk Management of Florida	10/1/2022 - 09/30/2023	76,015
Automobile Insurance	Public Risk Management of Florida	10/1/2022 - 09/30/2023	16,436
Workers Compensation	Public Risk Management of Florida	10/1/2022 - 09/30/2023	21,231
Generator Fuel Storage Tanks	Public Risk Management of Florida	10/1/2022 - 09/30/2023	-
Cyber Liability	Public Risk Management of Florida	10/1/2022 - 09/30/2023	16,392
Boiler & Machinery	Public Risk Management of Florida	10/1/2022 - 09/30/2023	1,208
		Total Policies	<u><u>\$ 327,472</u></u>



COMPLIANCE SECTION



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

To the Honorable Mayor, Town Council and Town Manager
Town of Miami Lakes, 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, business-type activities, each major fund, and the aggregate remaining fund information of the Town of Miami Lakes, Florida (the “Town”), as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the Town’s basic financial statements, and have issued our report thereon dated March 28, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Town’s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Town’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 may exist that have not been identified.

Report on Compliance and Other Matters


As part of obtaining reasonable assurance about whether the Town’s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

GARCIA, ESPINOSA, MIYARES, RODRIGUEZ, TRUEBA & CO. , LLP
CERTIFIED PUBLIC ACCOUNTANTS & ADVISORS

2600 Douglas Road, Suite 800 Coral Gables, FL 33134 | P 305 529 5440 | F 305 529 5441 | www.gemrtcpa.com

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 Town'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.

Handwritten signature in black ink that reads "GEMRT & Co, LLP". The signature is written in a cursive, slightly slanted style.

Coral Gables, Florida
March 28, 2024



**MANAGEMENT LETTER REQUIRED BY SECTION 10.550 OF THE RULES OF THE
AUDITOR GENERAL OF THE STATE OF FLORIDA**

To the Honorable Mayor, Town Council and Town Manager
Town of Miami Lakes, Florida

Report on the Financial Statements

We have audited the financial statements of the Town of Miami Lakes, Florida (the “Town”), as of and for the fiscal year ended September 30, 2023, and have issued our report thereon dated March 28, 2024.

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 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 Questioned Costs; 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 and schedule, which are dated March 28, 2024, 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 financial audit report. There were no findings or recommendations made in the preceding annual 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. The Town was established pursuant to the constitution of the State of Florida, Home Rule Charter of Miami-Dade County, Article 5, Section 5.05. There were no component units related to the Town.

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 Town 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 Town 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 Town. The assessment was completed as of the fiscal year end. It is management’s responsibility to monitor the Town’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 recommendations.

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 warrants the attention of those charged with governance. In connection with our audit, we did not note 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, State and other granting agencies, members of the Town Council, and applicable management, and is not intended to be and should not be used by anyone other than these specified parties.



Coral Gables, Florida
March 28, 2024



**INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH THE REQUIREMENTS OF SECTION 218.415,
FLORIDA STATUTES, IN ACCORDANCE WITH CHAPTER 10.550, RULES OF THE AUDITOR
GENERAL OF THE STATE OF FLORIDA**

To the Honorable Mayor, Town Council and Town Manager
Town of Miami Lakes, Florida

We have examined the Town of Miami Lakes, Florida's (the "Town") compliance with the requirements of Section 218.415, Florida Statutes, during the period of October 1, 2022 to September 30, 2023. Management of the Town is responsible for the Town's compliance with the specified requirements. Our responsibility is to express an opinion on the Town's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Town complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the Town complied with the specified requirements. The nature, timing, and extent of the procedures selected, depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

Our examination does not provide a legal determination on the Town's compliance with specified requirements. In our opinion, the Town complied, in all material respects, with the requirements of Section 218.415 Florida Statutes during the period of October 1, 2022 to September 30, 2023.

This report is intended solely for the information and use of Town management, members of the Town Council, others within the Town, and the Auditor General of the State of Florida, and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "GENVRT & Co, LLP". The signature is written in a cursive, slightly slanted style.

Coral Gables, Florida
March 28, 2024

TOWN OF MIAMI LAKES, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FISCAL YEAR ENDED SEPTEMBER 30, 2023

SECTION I – SUMMARY OF AUDITORS’ RESULTS

Financial Statements

Type of auditors’ report issued whether the financial statements audited were prepared in accordance with GAAP:

Unmodified

Internal control over financial reporting:

Material weaknesses identified?

No

Significant deficiencies identified?

None reported

Noncompliance material to financial statements noted?

No

SECTION II – FINDINGS - FINANCIAL STATEMENTS

None.

SECTION III – OTHER ISSUES

No Summary Schedule of Prior Audit Findings is required because there were no prior audit findings related to Federal programs or State projects.

IMPACT FEE AFFIDAVIT

BEFORE ME, the undersigned authority, personally appeared Kay Grant, who being duly sworn, deposes and says on oath that:

- 1. I am the Chief Financial Officer of the Town of Miami Lakes which is a local governmental entity of the State of Florida;
- 2. The governing body of the Town of Miami Lakes entered into a contract with Miami-Dade County which authorized the Town of Miami Lakes to receive and expend proceeds of an impact fee implemented by Miami-Dade County adopted through Ordinances 90-31 and 90-59 implementing impact fees; and
- 3. The Town of Miami Lakes has complied and, as of the date of this Affidavit, remains in compliance with Section 163.31801, Florida Statutes.

FURTHER AFFIANT SAYETH NAUGHT.

Kay Grant, Chief Financial Officer
Town of Miami Lakes

STATE OF FLORIDA
COUNTY OF Miami-Dade

SWORN TO AND SUBSCRIBED before me this 23 day of March, 2024.



Rosa M. Marrero
Comm.: HH 452027
Expires: Jan. 29, 2028
Notary Public - State of Florida

NOTARY PUBLIC
Print Name Rosa M. Marrero

Personally known or produced identification _____

Type of identification produced: _____

My Commission Expires:

Jan 29, 2028