

ANNUAL COMPREHENSIVE FINANCIAL REPORT

Fiscal Year Ended
September 30, 2024

Belleair, Florida



**TOWN OF BELLEAIR, FLORIDA
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SEPTEMBER 30, 2024**

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**TOWN OF BELLEAIR, FLORIDA
TOWN OFFICIALS
SEPTEMBER 30, 2024**

Town Commission:

Mayor – Michael Wilkinson

Commissioner / Deputy Mayor – Tom Shelley

Commissioner – Todd Jennings

Commissioner – Patricia Barris

Commissioner – Thomas Kelly

Town Personnel:

Town Manager – Gay Lancaster

Director of Finance – Olga Swinson

Town Clerk – Christine Nicole



April 25, 2025

To the Honorable Mayor, Town Commission, and Citizens of the Town of Belleair, Florida:

State law requires that all general-purpose local governments publish, within one year of the close of each fiscal year's end, a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with generally accepted, in the United States of America, auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the annual comprehensive financial report of the Town of Belleair, Florida (Town) for the fiscal year ended September 30, 2024.

This Annual Comprehensive Financial Report (ACFR) is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, and the primary government's organization chart. The financial section includes the management's discussion and analysis, the basic financial statements for the primary government, and the primary government's combined and individual financial statements and schedules, as well as the independent auditor's report on the financial statements and schedules. GAAP requires that management provides a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). The MD&A contains a narrative introduction, overview, and analysis of the Town's financial statements. It should be read in conjunction with this letter of transmittal. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. In contrast to the financial section information, the statistical section information has not been audited.

This report consists of management's representations concerning the finances of the Town. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the Town has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse, and to compile sufficient reliable information for the presentation of the Town's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Town's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Town's financial statements have been audited by James Moore & Co., P.L., a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the Town for the fiscal year ended September 30, 2024, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting

TOWN HALL
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(727) 588-3795

DIMMITT COMMUNITY CENTER
918 OSCEOLA RD. | BELLEAIR, FL 33756
(727) 518-3728

principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the Town's financial statements for the fiscal year ended September 30, 2024, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

Profile of the Town of Belleair

The Town was incorporated in 1925 and was chartered under Chapter 10335, Special Laws of Florida, with a mayor form of government. The Town currently occupies a land area of 2.5 square miles and serves a population of 4,273 according to the U.S. Census Bureau. The Town is empowered to levy a property tax on both real and personal properties located within its boundaries.

The Town's charter was changed in 1973 to provide for a council-manager type of government. In 1997, due in part to additional provisions in the charter which strengthened the authority of the town manager, the charter was officially recognized as a council-manager form of government by the International City/ County Managers Association. Policy-making and legislative authority are vested in a governing commission consisting of the mayor and four other members. The Town Commission is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, and hiring both the government's manager and attorney. The Town Manager is responsible for carrying out the policies and ordinances of the Town Commission, for overseeing the day-to-day operations of the government, and for appointing the heads of the various departments. The commission is elected on a non-partisan basis. Commission members serve three-year staggered terms, with two commission members elected every three years. The mayor is elected to serve a three-year term. The mayor and commission members are elected at-large.

The Town provides a full range of services, including police protection, permitting and development review, construction and maintenance of streets and other infrastructure, and recreational activities and cultural events. Fire and rescue services are provided on a contractual basis by the City of Largo

The Town maintains its own Solid Waste Department. Water and Wastewater services are provided on a contractual basis by Pinellas County Utilities, and those financial impacts are also included in this report.

In April, budget requests are submitted to the Town Manager. The Town Manager uses these requests as the starting point for developing a proposed budget. The Town Manager then presents this proposed budget to the commission for review before July 31. The commission is required to hold public hearings on the proposed budget and to adopt a final budget by no later than September 30, the close of the Town's fiscal year. The budget is prepared by fund (e.g., general), and department (e.g., recreation). Department heads may request transfers of appropriations within a department. Transfers of appropriations between departments, however, require the special approval of the Town Commission. Budget-to-actual comparisons are provided in this report for each major governmental fund for which an appropriated annual budget has been adopted. For the General Fund, this comparison is presented as part of the basic financial statements for the governmental funds.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the Town operates.

Local economy. The Town of Belleair is largely a residential community, with only a few businesses operating within its boundaries. There are three 18-hole golf courses within the town limits as well. Major industries with headquarters or divisions located within or near the government's boundaries include several financial and insurance institutions. The unemployment rate in the Tampa-St. Petersburg metro area averaged 3.40% at fiscal year-end. The real estate market continues to do well in Belleair. Property values increased by 8.0% and building permit revenues have trended upwards. Pinellas County has a population base of approximately one million people, making it the most densely populated county in the state of Florida. The Town serves as a premium residential community for nearby areas in the Tampa Bay region.

Long-term financial planning. The Town has established long-range plans for infrastructure improvements, including enhancements to streets, drainage, and the water system. The capital improvement plan outlines several roadway and drainage projects scheduled for completion over the next five years. In the fiscal year 2023-24, the Indian Rocks Road Project Phase I was completed, and engineering services for Indian Rocks, Phase III began. Other significant projects undertaken during fiscal year 2023-24 included the construction of Carl and Shirley Avenues, the Bluffs Restoration Study, and various minor capital projects.

The Town has a variety of revenue streams dedicated to capital improvements, including a stormwater fee, the Penny for Pinellas discretionary sales surtax, and a dedicated millage levy. While these revenues help to fund projects within town limits, they also help to fund an annual debt service.

Town Commission in November 2023 approved Resolution 2023-18, Adoption of Plan for a Reverse Osmosis Water Treatment Facility. This resolution approves the proposal for the Town to participate in the State Revolving Loan Funds (SRLF) program. This program provides for the Town to receive 100% forgiveness on a loan for engineering and design of a Reverse Osmosis Water Treatment Facility (\$3.0 million), less a 2% administrative fee, over the course of the loan. The Commission also approved the Town's application to submit a loan application from the SRLF program to fund the construction of the Reverse Osmosis Water Treatment Facility (\$27.0 million).

Relevant financial policies. Annually, the Town establishes conservative estimates of ongoing revenues and expenditures. The Town's revenue estimates are developed based on historical trends, local economic projections, and reasonable assumptions of future conditions. The Town maintains, as permitted by State law, a diverse revenue base to mitigate the effects of short-term fluctuations in any revenue source.

In conjunction with its review of revenues, the Town calculates the full direct cost of activities supported by user fees and considers such information while establishing such fees and other charges for service. Similarly, the Town's expenditures are estimated based on the prior year's expenses, while considering potential increases as well as efficient decreases. The Town is legally mandated to have a balanced budget in all funds. At the close of FY 2023-2024, unassigned fund balance in the General Fund was seventy-seven percent of operating expenditures. To the extent

that unreserved, undesignated fund balance exceeds twenty percent, the Town may draw upon the fund balance for capital projects or for nonrecurring expenses.

In two of the proprietary funds (Solid Waste and Wastewater) the reserve is set at \$250,000. In the Water Fund the reserve is set at \$450,000. The Water Fund maintains an unrestricted fund balance of \$2,227,742. Meanwhile, Solid Waste holds an unrestricted fund balance of \$919,246. The Wastewater Fund has an unrestricted fund balance of \$280,619 which was rolled into the General Fund in FY 23-24. All enterprise funds have sufficient fund balance to meet financial obligations at their present levels of service.

Risk management. By being a member of the Public Risk Management (PRM) pool, the Town has been able to contain its costs by spreading the risk amongst all other members of the pool; increases or decreases are a function of a deviation factor for losses of the pool. Annually, the Town evaluates its risk in a variety of areas including workers' compensation and potential natural disasters. The Town, in collaboration with the PRM staff, continues to conduct risk assessments and subsequently implement any changes as they relate to workplace safety. The Town has won numerous awards for its safety program which includes a committee that reviews all accidents and occupational hazards.

Acknowledgements

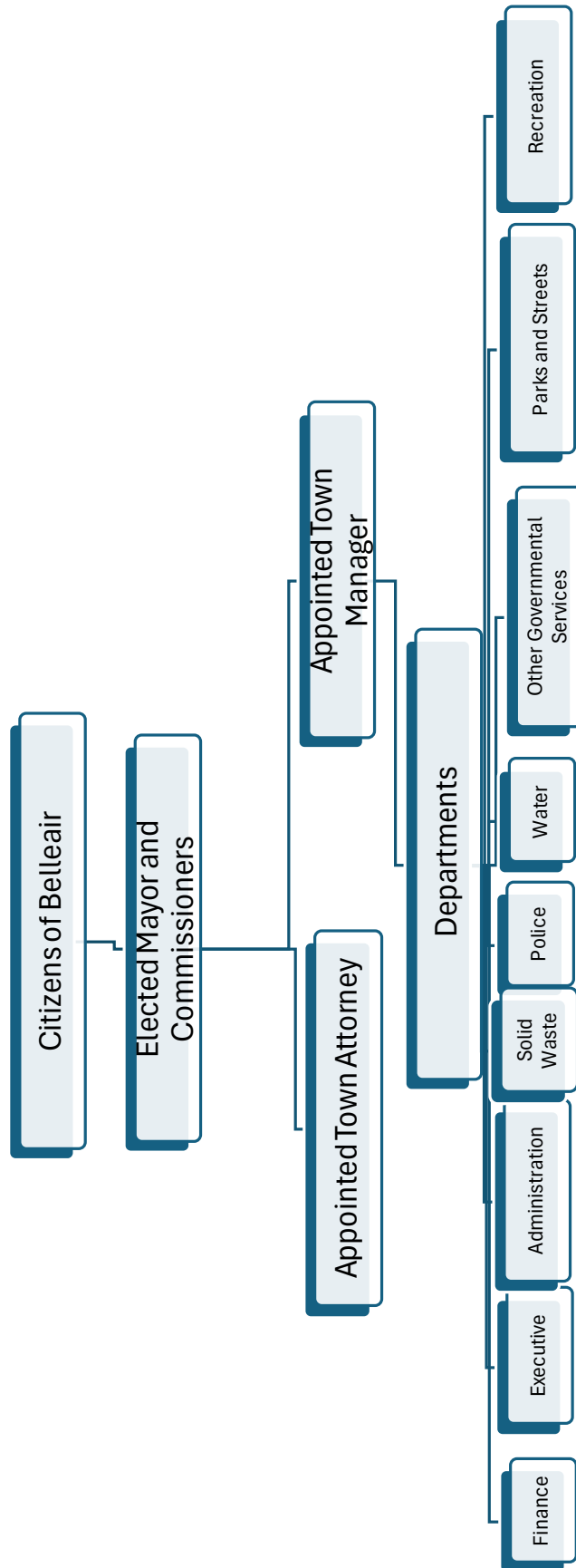
I would like to thank every Town staff member for their devoted efforts on behalf of the Town. The preparation of this report was made possible by the dedicated service of the entire staff of the Town's Finance department. Each member of the Department has my sincere appreciation for the contributions made in the preparation of this report. The Finance department works very hard to maintain strong internal controls, and to provide accurate financial reporting. In closing, we would like to thank the Mayor and the Town Commission for their leadership and support in planning and conducting the financial operations of the Town.

Respectfully submitted,

A handwritten signature in blue ink that reads "Gay Lancaster". The signature is fluid and cursive, with the first name "Gay" and last name "Lancaster" clearly legible.

Gay Lancaster Town Manager

Town of Belleair





INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Town Commission,
Town of Belleair, Florida:

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Belleair, Florida (the Town), as of and for the year ended September 30, 2024, 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 accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town, as of September 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* (GAS) issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the 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 GAAS and GAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 and required supplementary information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Belleair, Florida's basic financial statements. The combining and individual fund financial statements and other/supporting schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying 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*, is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The combining and individual fund financial statements and other/supporting schedules and schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 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 information is fairly stated in all material respects in relation to the financial statements as a whole.

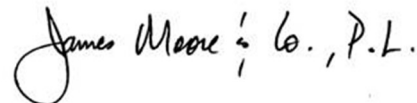
Other Information Included in the Annual Comprehensive Financial Report

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated April 25, 2025, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town's internal control over financial reporting and compliance.

Daytona Beach, Florida
April 25, 2025

A handwritten signature in black ink that reads "James Moore & Co., P.L." The signature is written in a cursive, flowing style.

TOWN OF BELLEAIR, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FISCAL YEAR ENDED SEPTEMBER 30, 2024

This narrative overview and analysis of the Town of Belleair's financial statements for the fiscal year-ended September 30, 2024, provides readers with a comprehensive picture of the Town's fiscal health and its financial administration. Because the information contained in the Management's Discussion and Analysis (MD&A) report is intended to highlight significant transactions, events, and conditions, it should be considered in conjunction with the Town's financial statements contained in this document.

FINANCIAL HIGHLIGHTS

Key financial highlights for the 2023-24 fiscal year are as follows:

- The Town's assets and deferred outflows exceed its liabilities and deferred inflows (net position) at the close of this fiscal year by \$52,381,320 (\$46,468,932 in 2023), which is an increase from the prior year of \$5,888,386 as opposed to 2023 where there was an increase in net position of \$1,468,398.
- Unrestricted net position totals \$9,484,616 and may be used to meet the government's ongoing obligations to citizens and creditors.
- Governmental general revenue and transfers totaled \$10,905,267 compared to \$10,127,425 in 2023, or a \$777,842 (7.68%) increase over the prior year.
- The business-type activities program revenue totaled \$6,602,633 as compared to \$4,563,695 in 2023, or an increase of \$2,038,938 over the prior year; program expenses totaled \$4,127,952 as compared to \$5,024,286 in 2023, or a decrease of \$896,334 (17.8%) over the prior year. Including transfers, the result produced an increase in business-type net position of \$2,662,591 as compared to a decrease in business-type net position of \$241,702 in 2023.
- As of the close of the fiscal year, the Town's governmental activities reported a combined ending net position of \$41,947,315 as compared to \$38,416,899 in 2023, an increase of \$3,530,416 in comparison with the prior year. Within the governmental net position, \$6,337,628 was unrestricted.

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Town of Belleair, Florida's basic financial statements. The Town of Belleair's basic financial statements consist of three components:

- Government-wide financial statements
- Fund financial statements
- Notes to the financial statements

This report also contains other supplementary information in addition to the basic financial statements, which includes this MD&A.

TOWN OF BELLEAIR, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FISCAL YEAR ENDED SEPTEMBER 30, 2024

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The *government-wide financial statements* are designed to provide readers with a broad overview of the Town of Belleair's finances, in a manner similar to what one may observe for a private-sector business.

The *statement of net position* presents information on all of the Town of Belleair's assets, deferred outflows, liabilities and deferred inflows. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town of Belleair is improving or deteriorating. The *statement of activities* 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. Accordingly, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

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, and culture and recreation. The business-type activities of the Town include the Water and Solid Waste Funds.

The government-wide financial statements can be found beginning on page 26 of this report.

FUND FINANCIAL STATEMENTS

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, governmental fund 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.

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*.

The Town maintains ten individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Infrastructure Fund and the American Rescue Plan Fund which are considered to be major funds. Data from the other four governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of *combining statements* following beginning on page 69 of the report.

The basic governmental fund financial statements can be found beginning on page 28 of this report.

**TOWN OF BELLEAIR, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FISCAL YEAR ENDED SEPTEMBER 30, 2024**

Proprietary funds

The Town's Proprietary Funds include three enterprise funds: Water and Solid Waste. These funds report the same functions and use the same basis of accounting as the business-type activities presented in the government-wide financial statements. Proprietary fund statements are located on pages 34-36.

Fiduciary Funds

Fiduciary Funds are those which are unavailable to support the Town's operations and are held in a trustee or agency capacity. The Town's fiduciary funds include the Police Pension Fund, beginning on page 37.

NOTES TO THE 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 directly following the basic financial statements in this report.

OTHER INFORMATION

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information related to funding pension obligations and other post-employment benefits (OPEB). The required supplementary information can be found beginning on page 64.

Combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found on pages 69.

Net Position. The Statement of Net Position looks at the Town as a whole. The following provides a summary of the Town's net position as of September 30, 2024, as compared to September 30, 2023.

TOWN OF BELLEAIR, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FISCAL YEAR ENDED SEPTEMBER 30, 2024

Town of Belleair, Florida's Net Position

| | Governmental Activities | | Business-Type Activities | | Total | |
|--|--------------------------------|---------------|---------------------------------|--------------|---------------|---------------|
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| Assets | | | | | | |
| Current and other assets | \$ 17,907,585 | \$ 16,110,721 | \$ 4,577,174 | \$ 4,888,779 | \$ 22,484,759 | \$ 20,999,500 |
| Capital Assets, net | 37,497,264 | 38,130,641 | 7,287,017 | 4,376,507 | 44,784,281 | 42,507,148 |
| Total Assets | 55,404,849 | 54,241,362 | 11,864,191 | 9,265,286 | 67,269,040 | 63,506,648 |
| Deferred Outflows of Resources | | | | | | |
| Deferred Outflows of Resources | 140,121 | 634,454 | - | - | 140,121 | 634,454 |
| Total Assets and Deferred Outflows of Resources | \$ 55,544,970 | \$ 54,875,816 | \$ 11,864,191 | \$ 9,265,286 | \$ 67,409,161 | \$ 64,141,102 |
| Liabilities | | | | | | |
| Current and other liabilities | 2,669,056 | 4,495,803 | 1,104,149 | 1,064,217 | 3,773,205 | 5,560,020 |
| Long Term Liabilities | 10,227,148 | 11,499,382 | 326,037 | 149,036 | 10,553,185 | 11,648,418 |
| Total Liabilities | 12,896,204 | 15,995,185 | 1,430,186 | 1,213,253 | 14,326,390 | 17,208,438 |
| Deferred Inflows of Resources | | | | | | |
| Deferred Amount - Pension | 255,498 | - | - | - | 255,498 | - |
| Deferred Amount - Leases | 445,953 | 463,732 | - | - | 445,953 | 463,732 |
| Total Deferred Inflows of Resources | 701,451 | 463,732 | - | - | 701,451 | 463,732 |
| Net Position | | | | | | |
| Net Investment in Capital Assets | 27,723,165 | 27,540,196 | 7,287,017 | 4,376,507 | 35,010,182 | 31,916,703 |
| Restricted for: | - | - | - | - | - | - |
| Capital Projects | 7,023,207 | 6,975,930 | | | 7,023,207 | 6,975,930 |
| Florida Building Code Admin | 863,315 | | | | 863,315 | |
| Unrestricted | 6,337,628 | 3,900,773 | 3,146,988 | 3,675,526 | 9,484,616 | 7,576,299 |
| Total Net Position | 41,947,315 | 38,416,899 | 10,434,005 | 8,052,033 | 52,381,320 | 46,468,932 |
| Total Liabilities and Deferred Inflows of Resources and Net Position | \$ 55,544,970 | \$ 54,875,816 | \$ 11,864,191 | \$ 9,265,286 | \$ 67,409,161 | \$ 64,141,102 |

TOWN OF BELLEAIR, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FISCAL YEAR ENDED SEPTEMBER 30, 2024

Net position may serve over time as a useful indicator of a government's financial condition. The Town's assets and deferred outflows exceeded its liabilities and deferred inflows by \$52,381,320 at the close of fiscal year 2024, an increase of \$5,912,388 from the prior year.

By far the largest portion of the Town of Belleair's assets (66.9 percent) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment) less any related debt used to acquire those assets that are still outstanding. The Town uses these capital assets to provide service 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, since the capital assets themselves cannot be used to liquidate these liabilities.

The restricted portion of the Town of Belleair's net position (15.5 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of the unrestricted portion of the net position is \$9,484,616 and may be used to meet the government's ongoing obligations to citizens and creditors.

As was the case in the prior year, the Town is able to report positive balances in all three categories of net position, both for the government as a whole, as well as for its governmental and business-type activities.

Governmental activities total net position increased by \$3,249,797 during 2024 as compared to an increase in total net position of \$1,710,100 during the prior fiscal year. The increase relates to revenues of \$17,288,802 (\$13,754,509 in 2023) over expenses of \$14,039,005 (\$12,044,409 in 2023). The increase is primarily due to the increase in tax revenue. In addition, Charges for Services increased due to the reclassification of the Wastewater fund from Enterprise fund to the General Fund.

Total expenses increased by \$1,994,596 from 2023, primarily due to the aforementioned reclassification and increases in personnel salaries, benefits, and liability insurance.

Business-type activities total net position increased by \$2,662,591 in the current fiscal year as compared to a decrease of \$241,702 during 2023. The increase was mainly due to increases in water utility rates.

TOWN OF BELLEAIR, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FISCAL YEAR ENDED SEPTEMBER 30, 2024

The Town's operations for the past two fiscal year are summarized as follows:

Town of Belleair, Florida's Statement of Activities

| | Governmental Activities | | Business-Type Activities | | Total | |
|------------------------------------|--------------------------------|---------------|---------------------------------|--------------|---------------|---------------|
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| Program Revenues: | | | | | | |
| Charges for Services | \$ 3,892,771 | \$ 2,397,797 | \$ 4,068,658 | \$ 4,563,695 | \$ 7,961,429 | \$ 6,961,492 |
| Operating Grants and Contributions | 82,310 | - | 2,533,975 | - | 2,616,285 | - |
| Capital Grants and Contributions | 2,408,454 | 1,229,287 | - | - | 2,408,454 | 1,229,287 |
| Total Program Revenues | 6,383,535 | 3,627,084 | 6,602,633 | 4,563,695 | 12,986,168 | 8,190,779 |
| General Revenue: | | | | | | |
| Taxes | 9,565,869 | 9,235,345 | - | - | 9,565,869 | 9,235,345 |
| Other | 1,339,398 | 892,080 | 187,910 | 218,889 | 1,527,308 | 1,110,969 |
| Total General Revenues | 10,905,267 | 10,127,425 | 187,910 | 218,889 | 11,093,177 | 10,346,314 |
| Total Revenues | 17,288,802 | 13,754,509 | 6,790,543 | 4,782,584 | 24,079,345 | 18,537,093 |
| Expenditures: | | | | | | |
| General Government | 4,252,097 | 4,340,046 | - | - | 4,252,097 | 4,340,046 |
| Public Safety | 3,058,628 | 3,883,859 | - | - | 3,058,628 | 3,883,859 |
| Physical Environment | 1,687,838 | - | - | - | 1,687,838 | - |
| Transportation | 3,578,230 | 2,714,636 | - | - | 3,578,230 | 2,714,636 |
| Culture and Recreation | 1,201,341 | 954,793 | - | - | 1,201,341 | 954,793 |
| Interest on Long Term Debt | 260,871 | 151,075 | - | - | 260,871 | 151,075 |
| Water | - | - | 2,857,466 | 2,013,296 | 2,857,466 | 2,013,296 |
| Solid Waste | - | - | 1,270,486 | 1,313,278 | 1,270,486 | 1,313,278 |
| Wastewater Management | - | - | - | 1,697,712 | - | 1,697,712 |
| Total Expenditures | 14,039,005 | 12,044,409 | 4,127,952 | 5,024,286 | 18,166,957 | 17,068,695 |
| Change in Net Position | 3,249,797 | 1,710,100 | 2,662,591 | (241,702) | 5,912,388 | 1,468,398 |
| Net Position, Beginning | 38,697,518 | 36,706,799 | 7,771,414 | 8,293,735 | 46,468,932 | 45,000,534 |
| Net Position, Ending | \$ 41,947,315 | \$ 38,416,899 | \$ 10,434,005 | \$ 8,052,033 | \$ 52,381,320 | \$ 46,468,932 |

The following items contributed favorably to the change in net position:

The Town has a solid foundation of general revenues, bolstered by rising property values and sales tax. Property values increased by 8.0%, while the millage rate stayed the same at 6.500. In addition to property tax collections, permit fees and investment earnings also contributed to the overall rise in revenues.

Governmental Activities

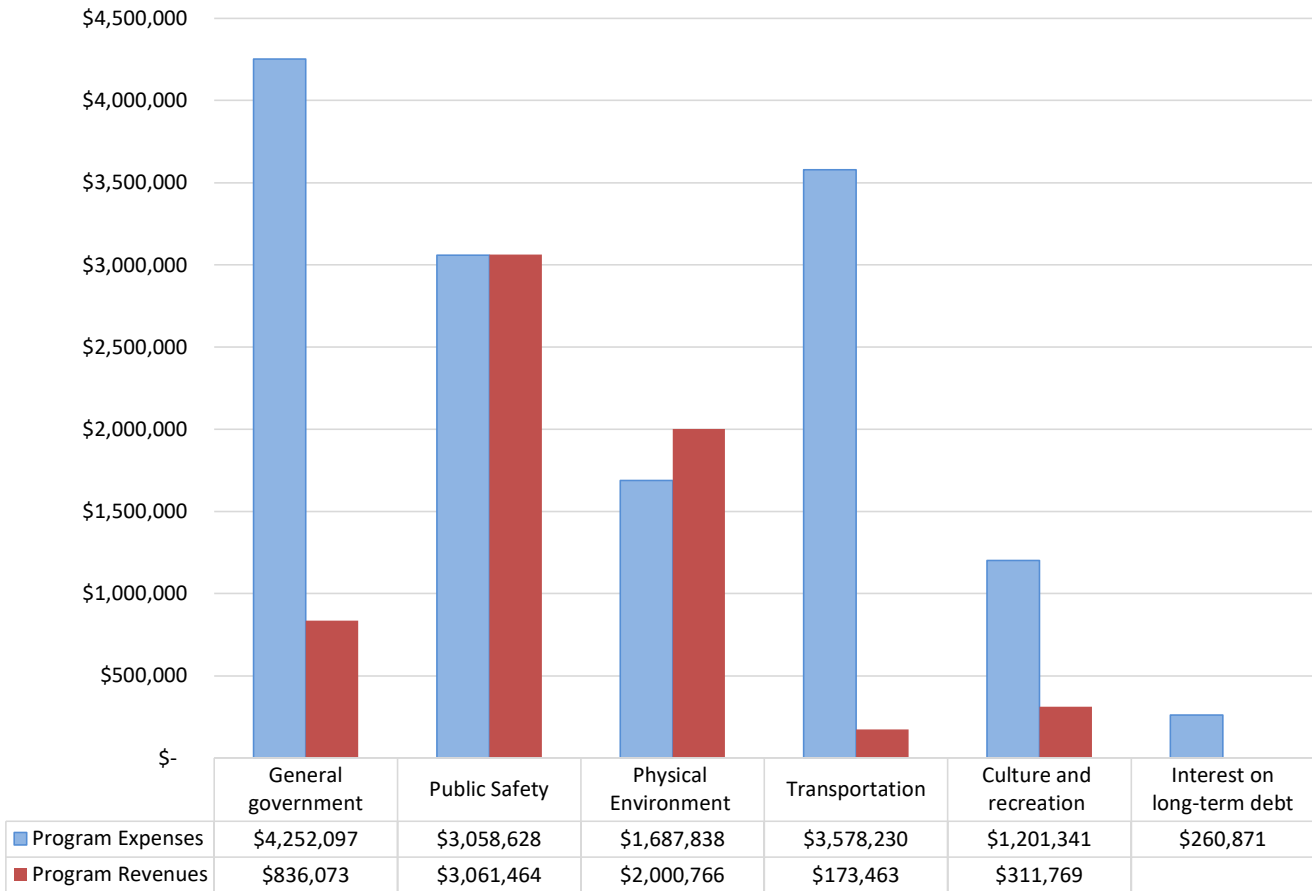
Many of the contributing factors described on pages 13 and 14 were reported in governmental activities. Unlike the Town's business-type activities, governmental activities are not necessarily expected to cover the cost of operations. General revenues (e.g., taxes, franchise fees, intergovernmental sources, etc.) are intended to support traditional public services that typically generate only limited revenue. An increase in General revenues \$10,905,267 exceeded net governmental activity expenses. As a result, governmental activities increased the Town's net position by \$3,249,797 over last year due to cost controls, combined with higher than anticipated tax revenues and investment income.

TOWN OF BELLEAIR, FLORIDA
MANAGEMENT’S DISCUSSION AND ANALYSIS (UNAUDITED)
FISCAL YEAR ENDED SEPTEMBER 30, 2024

Governmental Activities:

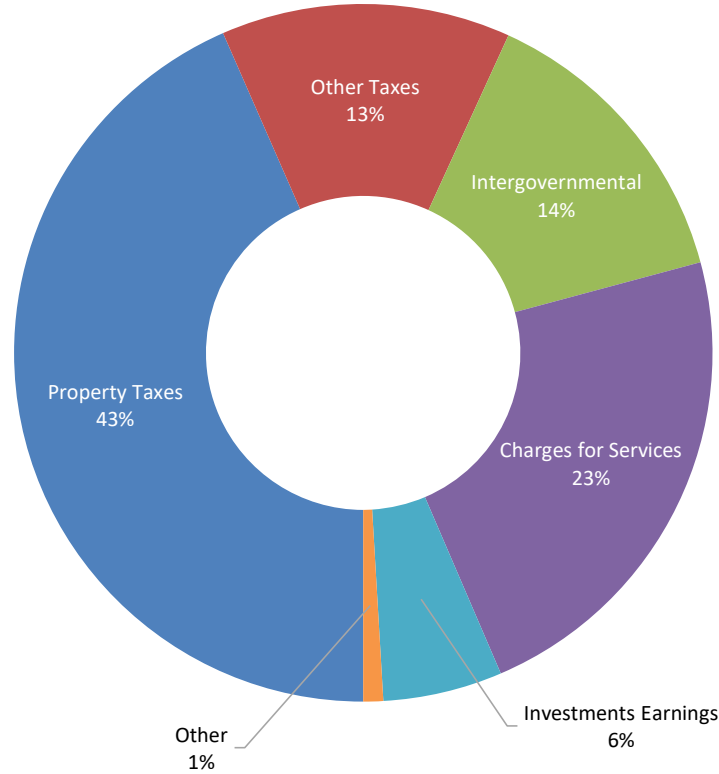
| | |
|------------------------|----------------------------|
| Net Program Expenses | \$ (7,655,470) |
| Plus General Revenues | <u>10,905,267</u> |
| Change in Net Position | <u><u>\$ 3,249,797</u></u> |

Governmental Activities: Revenues and Expenses
Year Ended September 30, 2024



TOWN OF BELLEAIR, FLORIDA
MANAGEMENT’S DISCUSSION AND ANALYSIS (UNAUDITED)
FISCAL YEAR ENDED SEPTEMBER 30, 2024

Governmental Activities: Total Revenues by Source
Year Ended September 30, 2024



BUSINESS-TYPE ACTIVITIES

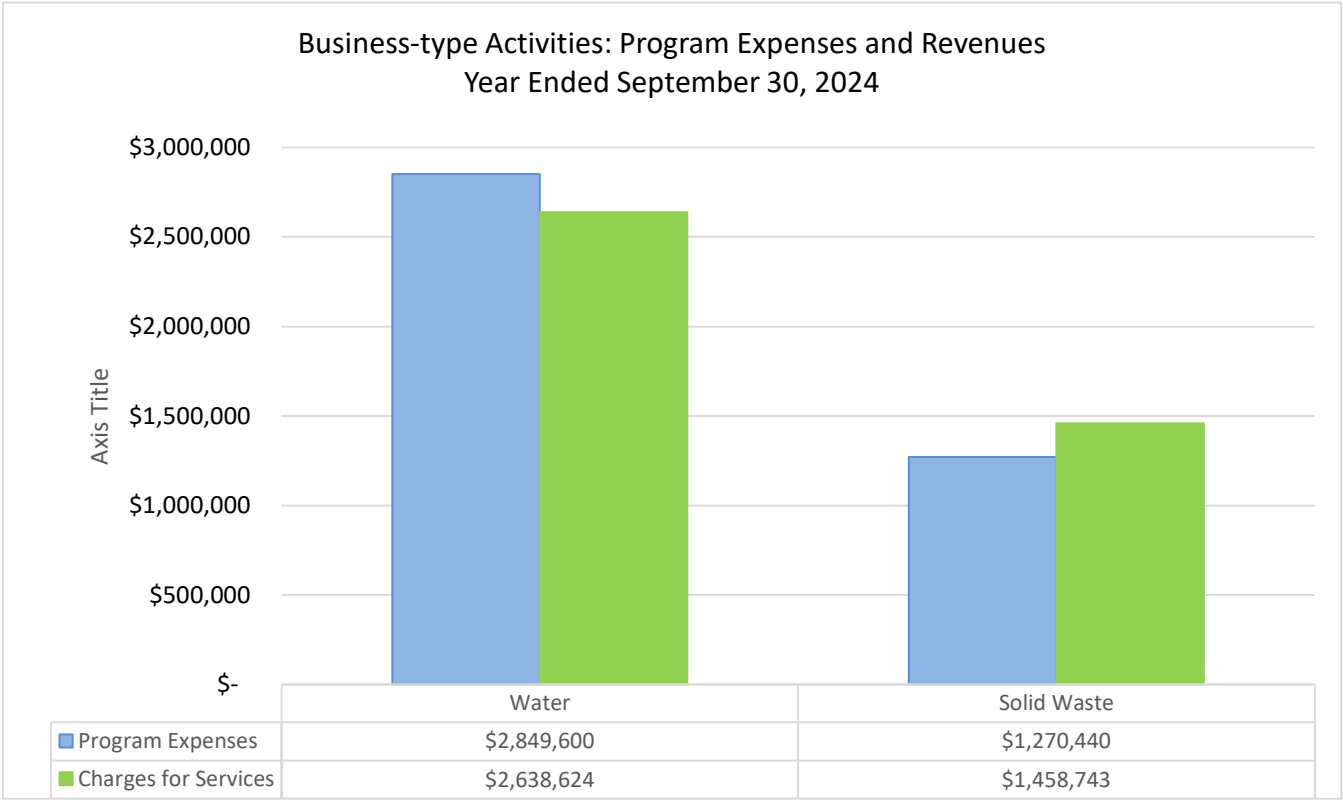
The Water and Solid Waste programs highlighted on pages 18 and 19 were reported in business-type activities. Unlike governmental activities, the fees and charges for these programs are established at levels sufficient to recover the cost of operations and provide adequate capital for infrastructure improvements.

Due to changes within the financial reporting entity, the Wastewater management program was moved to the General Fund. The Town’s business-type activities 2024 net position increased by \$2,662,591.

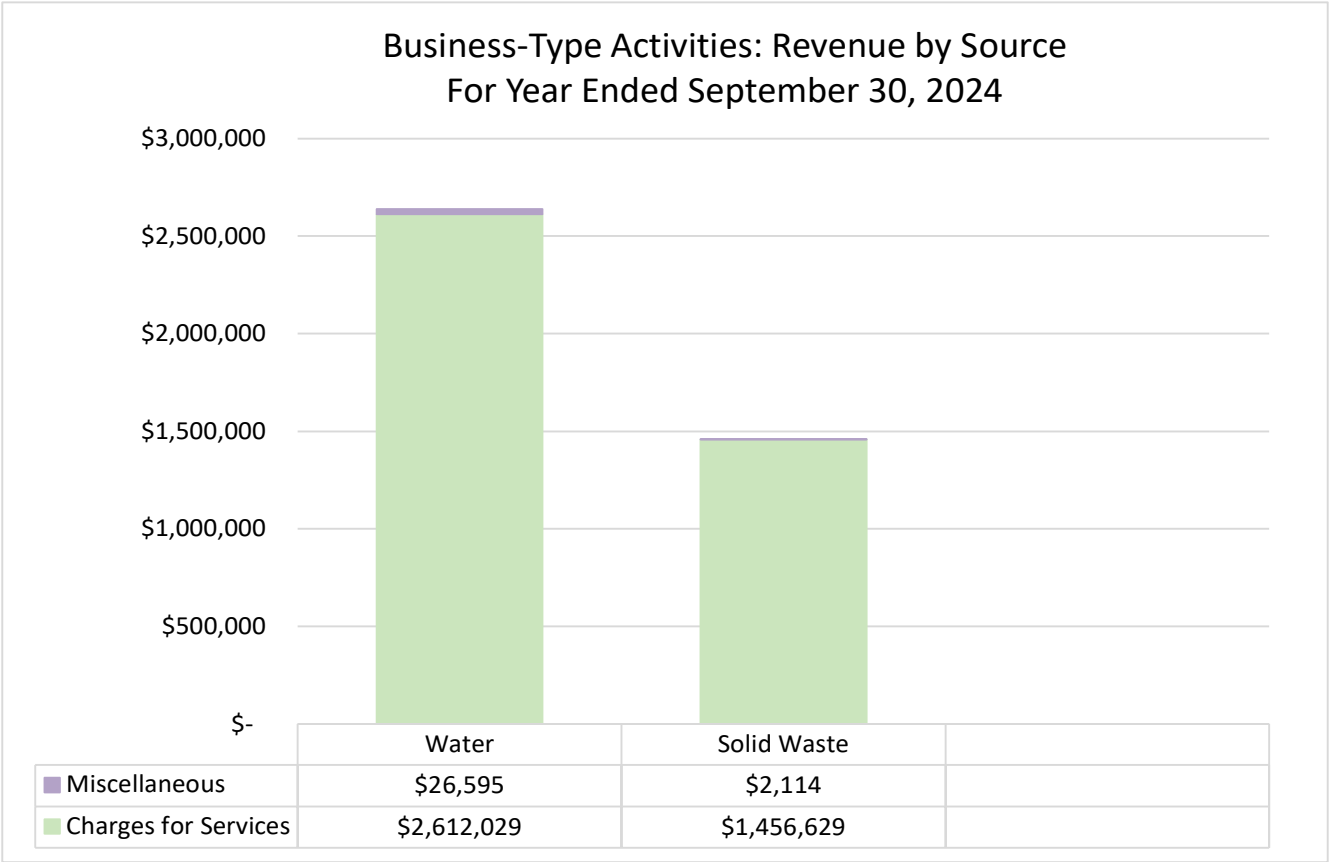
Proprietary Funds

| | |
|-----------------------------|---------------------|
| Operating Income | \$ 4,097,367 |
| Plus Non-Operating Revenues | 2,685,264 |
| Less Operating Expenses | <u>(4,120,040)</u> |
| Change in Net Position | <u>\$ 2,662,591</u> |

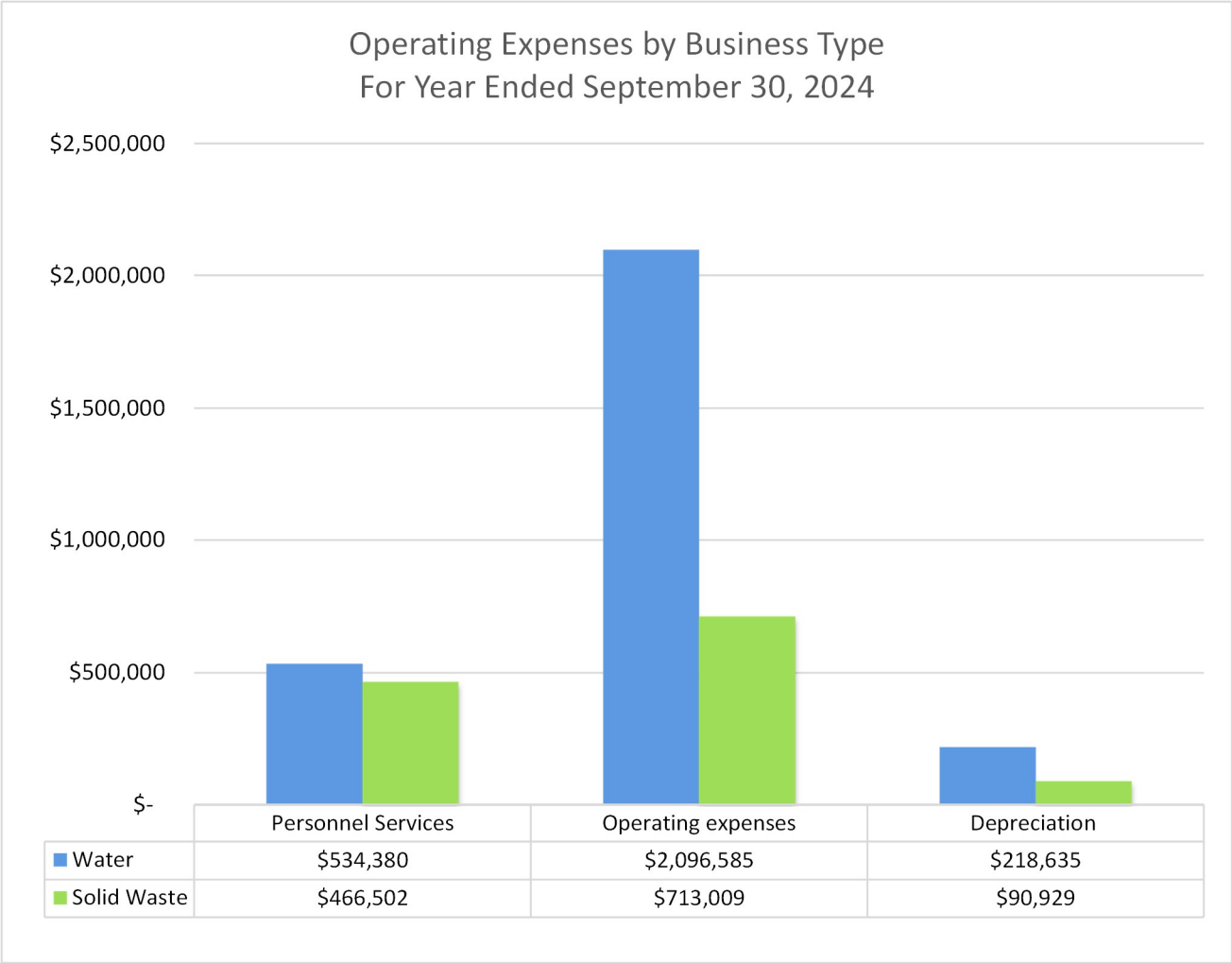
TOWN OF BELLEAIR, FLORIDA
MANAGEMENT’S DISCUSSION AND ANALYSIS (UNAUDITED)
FISCAL YEAR ENDED SEPTEMBER 30, 2024



TOWN OF BELLEAIR, FLORIDA
MANAGEMENT’S DISCUSSION AND ANALYSIS (UNAUDITED)
FISCAL YEAR ENDED SEPTEMBER 30, 2024



TOWN OF BELLEAIR, FLORIDA
MANAGEMENT’S DISCUSSION AND ANALYSIS (UNAUDITED)
FISCAL YEAR ENDED SEPTEMBER 30, 2024



FUND STATEMENT FINANCIAL ANALYSIS

Governmental Funds:

General Fund

The General Fund is the Town’s chief operating fund. General fund budgeted revenues increased by \$2,527,772, primarily due to increases in physical environment revenues due to the recognition of the waste management fees in the general fund, and interest income. Budgeted expenditures increased by \$1,797,838, with Physical Environment and Capital Outlay accounting for the largest portion of the increase.

The following table summarizes the changes in General Fund expenditures as of September 30,2024:

TOWN OF BELLEAIR, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FISCAL YEAR ENDED SEPTEMBER 30, 2024

| <u>By Program</u> | <u>2024</u> | <u>2023</u> | <u>Difference</u> | <u>% Increase</u> |
|---------------------|---------------------|---------------------|---------------------|-------------------|
| Administration | \$ 822,596 | \$ 1,285,538 | \$ (462,942) | -36.01% |
| Building Department | 196,653 | 179,153 | 17,500 | 9.77% |
| Support Services | 2,411,348 | 2,719,577 | (308,229) | -11.33% |
| Public Safety | 2,635,830 | 2,440,904 | 194,926 | 7.99% |
| Physical Enviroment | 1,687,838 | - | 1,687,838 | 100.00% |
| Capital Outlay | 199,000 | 43,653 | 155,347 | 355.87% |
| Trasportation | 809,288 | 784,540 | 24,748 | 3.15% |
| Recreation | 632,638 | 765,061 | (132,423) | -17.31% |
| | <u>\$ 9,395,191</u> | <u>\$ 8,218,426</u> | <u>\$ 1,176,765</u> | <u>14.32%</u> |

The operating information for other major governmental funds as of September 30, 2024, are as follows:

| | Infrastructure Fund | American Rescue Plan Fund |
|--------------------------------------|------------------------|---------------------------------|
| Revenues and Other Sources | \$ 3,421,322 | \$ 2,231,928 |
| Expenditures and Other Uses | <u>3,614,717</u> | <u>2,232,152</u> |
| Increase (Decrease) in Fund Balances | <u>\$ (193,395)</u> | <u>\$ (224)</u> |

As can be seen above, the Infrastructure Fund saw expenses exceeding revenue in 2024 primarily due to the construction and completion of Indian Rocks Road Phase 1. The Town received American Rescue Plan funds for the ongoing recovery from the COVID-19 pandemic. These funds were classified as unearned revenue in 2022 and 2023, but the revenue was recognized in 2024, as the Town utilized these funds for expenses related to fire protection.

Non-Major Funds

The operating information the non-major governmental funds as of September 30, 2024 are as follows:

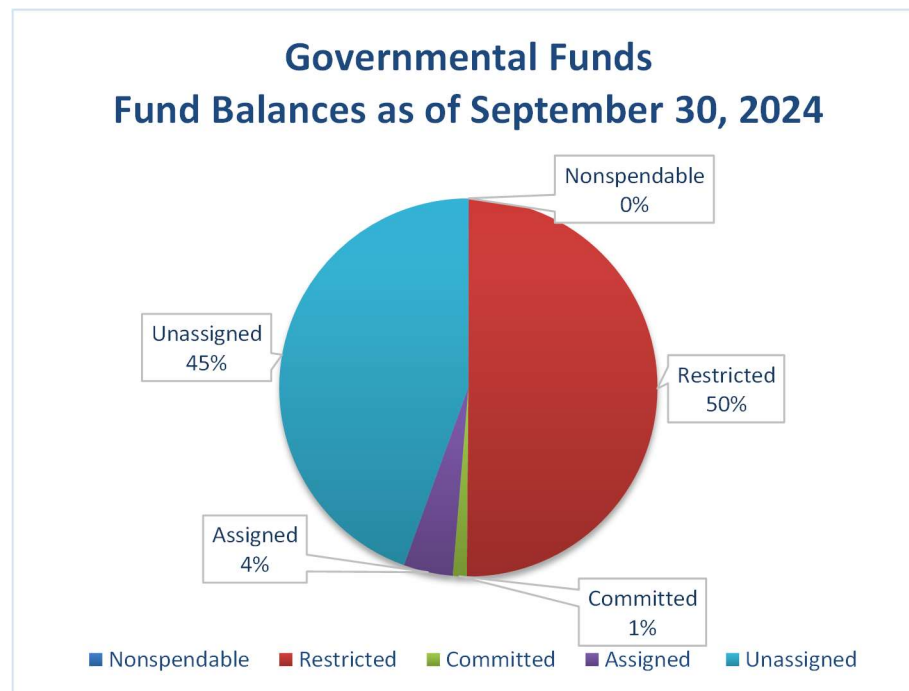
| | Special Revenue Funds | Debt Service Funds | Equipment Replacement Fund |
|---------------------------------|--------------------------|-----------------------|----------------------------------|
| Revenues and Other Sources | \$ 73,887 | \$ 1,042,750 | \$ 154,374 |
| Expenditures and Other Uses | <u>34,261</u> | <u>1,042,750</u> | <u>185,014</u> |
| Increase (decrease) in Fund Bal | <u>\$ 39,626</u> | <u>\$ -</u> | <u>\$ (30,640)</u> |

Fund balance for the Equipment Replacement Fund decreased by \$30,640, mainly due to the purchase of Public Safety vehicles. Fund balance grew in the Special Revenue Funds (Local Gas Option and Transportation Impact Fee funds) as the Town is strategically planning the spending of these funds in the upcoming fiscal years.

TOWN OF BELLEAIR, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FISCAL YEAR ENDED SEPTEMBER 30, 2024

Fund balance is a commonly used measure of a government's available resources and liquidity. Designations are applied to various components of fund balance to describe the extent to which resources may be limited. The balances below reflect the limitations applicable to the Town's total governmental fund resources as of September 30, 2024.

- **Nonspendable** fund balance includes accounts and designations in which funds cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Balance total: \$6,417.
- **Restricted** fund balance includes accounts and designations upon which restrictions have been externally imposed by enabling legislation. The restricted balance total of \$7,886,522 is primarily comprised of unspent funds restricted for capital projects, totaling \$6,386,186, and the cumulative excess of building permit revenues over related expenditures that is restricted for future use to administer the Florida Building Code, totaling \$863,315.
- **Committed** fund balance includes resources set aside by the Town Commissioners. These committed funds are reserved tree replacements. As of the end of the fiscal year, the committed balance is \$186,817.
- **Assigned** fund balance represents management's intended use of specific resources. The Town assigned balance includes reserves for park improvements, recreation and police projects. The Town's assigned balance is \$664,345 as of September 30, 2024.
- **Unassigned** fund balance is the residual balance of the General Fund. The current fund balance policy requires that the Town maintain an unrestricted fund balance in the General Fund equivalent to 20% of expenditures. Unassigned fund balance increased by 72.9% to \$6,998,991. This increase is the result of excess revenues over expenditures of \$2,030,185 and total other financing sources in excess of financing uses totaling \$1,539,913. The current unassigned general fund balance represents 74.50 percent of total general fund expenditures.



TOWN OF BELLEAIR, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FISCAL YEAR ENDED SEPTEMBER 30, 2024

Proprietary Funds

Net revenue generated by the Town's business-type activities represents the net effect of operating income earned by the Town's proprietary funds and non-operating items such as investment earnings. All Proprietary Funds reported operating losses totaling \$22,673.

Proprietary Funds

| | |
|-----------------------------|----------------------------|
| Operating Income | \$ 4,097,367 |
| Plus Non-Operating Revenues | 2,685,264 |
| Less Non-Operating Expenses | <u>(4,120,040)</u> |
| Change in Net Position | <u><u>\$ 2,662,591</u></u> |

Water Fund operating expenses increased by \$836,304 due to the increase in capital expenses and administrative fees paid to the General Fund to cover administrative expenses incurred. Net position increased by \$2,420,207 due to the receipt of an Intergovernmental grant from the U.S. Environmental Protection Agency for capital infrastructure projects. Solid Waste Fund experienced positive operating income of \$188,303 and a positive change of net position of \$242,384, largely due to a rate increase for residential garbage services.

The operating results for the Proprietary Funds at September 30, 2024 are as follows:

| | Water Fund | Solid Waste Fund |
|-------------------------------------|----------------------------|--------------------------|
| Revenues and Other Sources | \$ 5,269,807 | \$ 1,512,824 |
| Expenditures and Other Uses | <u>2,849,600</u> | <u>1,270,440</u> |
| Increase (decrease) in Net Position | <u><u>\$ 2,420,207</u></u> | <u><u>\$ 242,384</u></u> |

GENERAL FUND BUDGETARY HIGHLIGHTS

During 2024, the original adopted budget projected \$9,224,651 in revenues, \$8,957,244 in expenditures, and \$40,000 in net other sources, resulting in a projected increase to the fund balance of \$227,407. The final approved budget reflected a projected increase in revenues of \$11,752,423 due to an increase in Charges for Services (as a result of rolling the Wastewater management fund into the general fund), permit collections, and interest on investments. Comparing the original budget for expenditures of 8,957,244, where the final approved budget was \$10,755,082, an increase of \$1,797,838, mainly due to rolling the Wastewater management fund into the general fund.

The Town generally uses conservative estimates for budgeted revenues so that actual revenues closely align with or slightly exceed the established budget. Expenditures were \$1,359,891 less than budgeted contributing positively to fund balance.

Additional budget to actual information for the Town's general fund is on page 71.

TOWN OF BELLEAIR, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FISCAL YEAR ENDED SEPTEMBER 30, 2024

CAPITAL ASSETS AND LONG-TERM DEBT

Capital Assets

The Town of Belleair's investment in capital assets for its governmental and business-type activities as of September 30, 2024, amounts to \$44,784,281. The investment in capital assets includes land, construction in progress, buildings, improvements, machinery and equipment and infrastructure (which includes park facilities, roads, highways, seawalls and bridges). The total increase over the prior year in the Town's investments in capital assets for the current fiscal year was \$2,277,131, a decrease of \$633,377 in governmental activities and an increase of \$2,910,509 in business-type activities. This change was driven by construction-in-progress in both the Infrastructure Fund (Governmental) and the Water Fund (Business-Type Activities).

Town of Belleair, Florida's Capital Assets (Net of Depreciation)

| | Governmental Activities | | Business Type Activities | | Total | |
|-----------------------------------|--------------------------------|----------------------|---------------------------------|---------------------|----------------------|----------------------|
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| Land | \$ 5,637,015 | \$ 5,637,015 | \$ 22,950 | \$ 22,950 | \$ 5,659,965 | \$ 5,659,965 |
| Buildings and Fixed Equipment | 6,177,070 | 6,177,070 | 341,469 | 341,469 | 6,518,539 | 6,518,539 |
| Improvements other than Building: | 1,997,323 | 1,997,323 | 7,472,637 | 6,017,481 | 9,469,960 | 8,014,804 |
| Machinery and Equipment | 2,531,757 | 2,561,613 | 1,366,459 | 1,387,701 | 3,898,216 | 3,949,314 |
| Construction In Progress | 3,093,649 | 5,235,128 | 2,310,184 | 559,222 | 5,403,833 | 5,794,350 |
| Infrastructure | 47,666,716 | 42,814,583 | - | - | 47,666,716 | 42,814,583 |
| Accumulated Depreciation | (29,682,694) | (26,398,030) | (4,313,434) | (4,065,774) | (33,996,128) | (30,463,804) |
| Capital Lease Assets | 131,461 | 131,461 | 129,871 | 129,871 | 261,332 | 261,332 |
| Capital Lease Assets Amortization | (55,033) | (25,522) | (43,119) | (16,412) | (98,152) | (41,934) |
| Total | <u>\$ 37,497,264</u> | <u>\$ 38,130,641</u> | <u>\$ 7,287,017</u> | <u>\$ 4,376,508</u> | <u>\$ 44,784,281</u> | <u>\$ 42,507,149</u> |

Additional information on the Town's capital assets can be found in Note 6 on pages 49-50 of this report.

Long-Term Debt

At the end of the current fiscal year, the Town had long-term debt obligations including:

- Revenue bonds 2019A and 2019B with an outstanding liability of \$9,272,000.
- A lease for facility improvements in the amount of \$762,390 with an outstanding liability of \$422,301.
- Obligations under capital leases for government and business-type activities in the amount of \$258,104 with an outstanding liability of \$79,798 and \$84,464, respectively.
- Compensated absences for Governmental and Business-Type activities, \$481,384 and \$79,514, respectively.

Sources of income such as the stormwater fee, Penny for Pinellas surtax, and municipal public services tax contribute to the repayment of the revenue bonds. There is also a covenant to budget and appropriate other non-Ad Valorem proceeds should there be a revenue shortfall.

**TOWN OF BELLEAIR, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
FISCAL YEAR ENDED SEPTEMBER 30, 2024**

The Town receives an actuarial valuation of its other post-employment benefits (OPEB) as required under Government Accounting Standards Board (GASB) Statement No. 75 every two years. The current valuation was performed in preparation for this year's CAFR.

Additional information on the Town's long-term debt activity can be found in Note 7 on pages 51-53 of this report.

Town of Belleair, Florida's Outstanding Debt and Compensated Absences

| | Governmental Activities | | Business Type Activities | | Total | |
|-----------------------------|--------------------------------|----------------------|---------------------------------|-------------------|----------------------|----------------------|
| | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
| Revenue Bonds, Series 2019A | \$ 5,295,000 | \$ 5,817,000 | | \$ - | \$ 5,295,000 | \$ 5,817,000 |
| Revenue Bonds, Series 2019B | 3,977,000 | 4,182,000 | | - | 3,977,000 | 4,182,000 |
| SRF Loan | - | - | 188,708 | - | 188,708 | - |
| Lease Payable | 502,099 | 591,445 | 89,464 | 112,937 | 591,563 | 704,382 |
| Compensated Absences | 481,384 | 437,905 | 94,115 | 79,514 | 575,499 | 517,419 |
| Total | <u>\$ 10,255,483</u> | <u>\$ 11,028,350</u> | <u>\$ 372,287</u> | <u>\$ 192,451</u> | <u>\$ 10,627,770</u> | <u>\$ 11,220,801</u> |

Economic Factors and Next Fiscal Year's Budgets and Rates

The Town of Belleair's property values have experienced strong growth, increasing by 20.16 percent for fiscal year 2025. The Town will increase its ad valorem tax rate to 6.9777, which is projected to generate \$8,385,832 in ad valorem revenue, reflecting an increase of \$918,150. Additionally, permit fees and investment revenues are expected to continue growing in fiscal year 2025. Major projects scheduled for next year include the construction of Carl and Shirley Avenues, engineering services for Indian Rocks Phase III, the Bluffs Restoration Study, and ongoing engineering and design work for the Reverse Osmosis Water Treatment Facility.

Request for Information

This financial report is designed to provide a general overview of the Town of Belleair's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Town's Finance Department, 901 Ponce de Leon Boulevard, Town of Belleair, Florida, 33756. The Town's web address is <http://www.townofbelleair.com>.

TOWN OF BELLEAIR, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2024

| | Governmental Activities | Business-type Activities | Total |
|---|------------------------------------|-------------------------------------|----------------------|
| ASSETS | | | |
| Cash and cash equivalents | \$ 2,462,156 | \$ 1,151,176 | \$ 3,613,332 |
| Investments | 14,291,658 | 1,831,049 | 16,122,707 |
| Receivables, net | 272,934 | 481,407 | 754,341 |
| Due from other governments, net | 425,478 | 1,113,542 | 1,539,020 |
| Leases receivable | 448,942 | - | 448,942 |
| Prepays | 6,417 | - | 6,417 |
| Capital assets: | | | |
| Capital assets, not being depreciated | 8,730,664 | 2,333,134 | 11,063,798 |
| Other capital assets, net of depreciation | 28,766,600 | 4,953,883 | 33,720,483 |
| Total assets | <u>\$ 55,404,849</u> | <u>\$ 11,864,191</u> | <u>\$ 67,269,040</u> |
| DEFERRED OUTFLOWS OF RESOURCES | | | |
| Deferred outflows related to pensions | \$ 140,121 | \$ - | \$ 140,121 |
| Total deferred outflows | <u>\$ 140,121</u> | <u>\$ -</u> | <u>\$ 140,121</u> |
| LIABILITIES | | | |
| Accounts payable and accrued liabilities | \$ 1,656,697 | \$ 1,036,436 | \$ 2,693,133 |
| Customer deposits | - | 21,463 | 21,463 |
| Unearned revenue | 61,843 | - | 61,843 |
| Noncurrent liabilities: | | | |
| Due within one year: | | | |
| Bonds and notes payable | 744,000 | - | 744,000 |
| Leases payable | 86,170 | 22,721 | 108,891 |
| Compensated absences | 120,346 | 23,529 | 143,875 |
| Due in more than one year: | | | |
| Bonds and notes payable | 8,528,000 | 188,708 | 8,716,708 |
| Leases payable | 415,929 | 66,743 | 482,672 |
| Compensated absences | 361,038 | 70,586 | 431,624 |
| Total OPEB liability | 84,802 | - | 84,802 |
| Net pension liability | 837,379 | - | 837,379 |
| Total liabilities | <u>\$ 12,896,204</u> | <u>\$ 1,430,186</u> | <u>\$ 14,326,390</u> |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Deferred inflows related to pensions | \$ 255,498 | \$ - | \$ 255,498 |
| Deferred inflows related to leases | 445,953 | - | 445,953 |
| Total deferred inflows of resources | <u>\$ 701,451</u> | <u>\$ -</u> | <u>\$ 701,451</u> |
| NET POSITION | | | |
| Net investment in capital assets | \$ 27,723,165 | \$ 7,287,017 | \$ 35,010,182 |
| Restricted for: | | | |
| Capital projects | 7,023,207 | - | 7,023,207 |
| Florida Building Code Admin | 863,315 | - | 863,315 |
| Unrestricted | 6,337,628 | 3,146,988 | 9,484,616 |
| Total net position | <u>\$ 41,947,315</u> | <u>\$ 10,434,005</u> | <u>\$ 52,381,320</u> |

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

**TOWN OF BELLEAIR, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2024**

| Functions/Programs | Expenses | Program Revenues | | | Net (Expense) Revenue and Changes in Net Position | | |
|--|----------------------|-------------------------|--|--|--|-----------------------------|----------------------|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Governmental Activities | Business-type Activities | Total |
| Governmental activities: | | | | | | | |
| General government | \$ 4,252,097 | \$ 665,059 | \$ 20,856 | \$ 150,158 | \$ (3,416,024) | \$ - | \$ (3,416,024) |
| Public safety | 3,058,628 | 921,933 | 5,000 | 2,134,531 | 2,836 | - | 2,836 |
| Physical environment | 1,687,838 | 2,000,766 | - | - | 312,928 | - | 312,928 |
| Transportation | 3,578,230 | - | 51,398 | 122,065 | (3,404,767) | - | (3,404,767) |
| Economic environment | - | - | - | - | - | - | - |
| Culture and recreation | 1,201,341 | 305,013 | 5,056 | 1,700 | (889,572) | - | (889,572) |
| Interest on long-term debt | 260,871 | - | - | - | (260,871) | - | (260,871) |
| Total governmental activities | <u>14,039,005</u> | <u>3,892,771</u> | <u>82,310</u> | <u>2,408,454</u> | <u>(7,655,470)</u> | <u>-</u> | <u>(7,655,470)</u> |
| Business-type activities: | | | | | | | |
| Water | 2,857,466 | 2,612,029 | 2,507,176 | - | - | 2,261,739 | 2,261,739 |
| Solid Waste | 1,270,486 | 1,456,629 | 26,799 | - | - | 212,942 | 212,942 |
| Total business-type activities | <u>4,127,952</u> | <u>4,068,658</u> | <u>2,533,975</u> | <u>-</u> | <u>-</u> | <u>2,474,681</u> | <u>2,474,681</u> |
| Total primary government | <u>\$ 18,166,957</u> | <u>\$ 7,961,429</u> | <u>\$ 2,616,285</u> | <u>\$ 2,408,454</u> | <u>(7,655,470)</u> | <u>2,474,681</u> | <u>(5,180,789)</u> |
| General revenues: | | | | | | | |
| Property taxes | | | | | 7,467,682 | - | 7,467,682 |
| Sales taxes | | | | | 348,384 | - | 348,384 |
| Infrastructure surtax | | | | | 587,101 | - | 587,101 |
| Communications service tax | | | | | 122,363 | - | 122,363 |
| Utility taxes | | | | | 580,911 | - | 580,911 |
| Franchise fees | | | | | 459,428 | - | 459,428 |
| State revenue sharing | | | | | 172,995 | - | 172,995 |
| Investment earnings | | | | | 949,834 | 142,999 | 1,092,833 |
| Gain (loss) on disposition of capital assets | | | | | 71,739 | 16,202 | 87,941 |
| Miscellaneous revenues | | | | | 144,830 | 28,709 | 173,539 |
| Total general revenues and transfers | | | | | <u>10,905,267</u> | <u>187,910</u> | <u>11,093,177</u> |
| Change in net position | | | | | 3,249,797 | 2,662,591 | 5,912,388 |
| Net position, beginning of year, as previously reported | | | | | 38,416,899 | 7,771,414 | 46,188,313 |
| Changes within financial reporting entity | | | | | 280,619 | - | 280,619 |
| Net position, beginning of year, as restated | | | | | <u>38,697,518</u> | <u>7,771,414</u> | <u>46,468,932</u> |
| Net position, ending of year | | | | | <u>\$ 41,947,315</u> | <u>\$ 10,434,005</u> | <u>\$ 52,381,320</u> |

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

**TOWN OF BELLEAIR, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2024**

| | General | Capital Projects | American Rescue Plan | Nonmajor Governmental Funds | Total Governmental Funds |
|--|---------------------|---------------------|-------------------------|-----------------------------------|--------------------------------|
| ASSETS | | | | | |
| Cash and cash equivalents | \$ 1,599,229 | \$ 786,388 | \$ - | \$ 76,539 | \$ 2,462,156 |
| Investments | 7,046,736 | 6,492,509 | - | 752,413 | 14,291,658 |
| Receivables, net | 235,341 | 47,821 | - | - | 283,162 |
| Due from other governments, net | 215,583 | 197,292 | - | 12,603 | 425,478 |
| Lease receivable | 448,942 | - | - | - | 448,942 |
| Prepaid items | 6,417 | - | - | - | 6,417 |
| Total assets | <u>\$ 9,552,248</u> | <u>\$ 7,524,010</u> | <u>\$ -</u> | <u>\$ 841,555</u> | <u>\$ 17,917,813</u> |
| LIABILITIES | | | | | |
| Accounts payable and accrued liabilities | \$ 861,384 | \$ 787,824 | \$ - | \$ 17,717 | \$ 1,666,925 |
| Unearned revenue | 61,843 | - | - | - | 61,843 |
| Total liabilities | <u>923,227</u> | <u>787,824</u> | <u>-</u> | <u>17,717</u> | <u>1,728,768</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | | |
| Deferred inflows related to leases | 445,953 | - | - | - | 445,953 |
| Total deferred inflows of resources | <u>445,953</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>445,953</u> |
| FUND BALANCES | | | | | |
| Nonspendable: | | | | | |
| Prepaid items | 6,417 | - | - | - | 6,417 |
| Restricted for: | | | | | |
| Capital projects | - | 6,386,186 | - | 637,021 | 7,023,207 |
| Florida Building Code Admin | 863,315 | - | - | - | 863,315 |
| Committed to: | | | | | |
| Tree replacement | - | - | - | 186,817 | 186,817 |
| Assigned to: | | | | | |
| Hunter Park replacement | 13,582 | - | - | - | 13,582 |
| Master landscape plan | 16,633 | - | - | - | 16,633 |
| Park improvements | - | 350,000 | - | - | 350,000 |
| Police department | 205,148 | - | - | - | 205,148 |
| Recreation fund | 78,982 | - | - | - | 78,982 |
| Unassigned | 6,998,991 | - | - | - | 6,998,991 |
| Total fund balances | <u>8,183,068</u> | <u>6,736,186</u> | <u>-</u> | <u>823,838</u> | <u>15,743,092</u> |
| Total liabilities, deferred inflows, and fund balances | <u>\$ 9,552,248</u> | <u>\$ 7,524,010</u> | <u>\$ -</u> | <u>\$ 841,555</u> | <u>\$ 17,917,813</u> |

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

TOWN OF BELLEAIR, FLORIDA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2024

Fund balances - total governmental funds \$ 15,743,092

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

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

| | | |
|-----------------------------------|---------------------|------------|
| Total governmental capital assets | 67,234,991 | |
| Less: accumulated depreciation | <u>(29,737,727)</u> | 37,497,264 |

On the governmental fund statements, a net pension liability is not recorded until an amount is due and payable and the pension plan's fiduciary net position is not sufficient for payment of those benefits (no such liability exists at the end of the current fiscal year). On the statement of net position, the City's net pension liability of the defined benefit pension plans is reported as a noncurrent liability. Additionally, deferred outflows and deferred inflows related to pensions are also reported.

| | | |
|---------------------------------------|------------------|-----------|
| Net pension liability | (837,379) | |
| Deferred outflows related to pensions | 140,121 | |
| Deferred inflows related to pensions | <u>(255,498)</u> | (952,756) |

On the governmental fund statements, a total OPEB liability is not recorded unless an amount is due and payable (no such liability exists at the end of the current fiscal year). On the Statement of Net Position, the City's total OPEB liability is reported as a noncurrent liability.

| | | |
|----------------------|--|----------|
| Total OPEB liability | | (84,802) |
|----------------------|--|----------|

Long-term liabilities, including bonds payable and notes payable, are not due and payable in the current period and, therefore, are not reported in the funds. These liabilities, deferred outflows, and other debt-related deferred charges consist of the following:

| | | |
|-------------------------|------------------|--------------|
| Bonds and notes payable | (9,272,000) | |
| Lease obligations | (502,099) | |
| Compensated absences | <u>(481,384)</u> | (10,255,483) |

| | | |
|--|--|-----------------------------|
| Net position of governmental activities | | <u><u>\$ 41,947,315</u></u> |
|--|--|-----------------------------|

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

TOWN OF BELLEAIR, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

| | General | Capital Projects | American Rescue Plan | Nonmajor Governmental Funds | Total Governmental Funds |
|--|---------------------|-----------------------------|---------------------------------|--|---|
| Revenues | | | | | |
| Taxes | \$ 6,672,088 | \$ 2,586,821 | \$ - | \$ 51,398 | \$ 9,310,307 |
| Permits and fees | 1,181,000 | - | - | - | 1,181,000 |
| Intergovernmental | 190,233 | 37,545 | 2,133,637 | 45,339 | 2,406,754 |
| Charges for services | 2,859,906 | 327,950 | - | - | 3,187,856 |
| Fines and forfeitures | 3,925 | - | - | - | 3,925 |
| Investment income | 363,957 | 446,506 | 98,291 | 41,080 | 949,834 |
| Miscellaneous | 154,267 | 22,500 | - | - | 176,767 |
| Total revenues | <u>11,425,376</u> | <u>3,421,322</u> | <u>2,231,928</u> | <u>137,817</u> | <u>17,216,443</u> |
| Expenditures | | | | | |
| Current: | | | | | |
| General government | 3,430,597 | - | 689,500 | - | 4,120,097 |
| Public safety | 2,635,830 | - | - | - | 2,635,830 |
| Physical environment | 1,687,838 | - | - | - | 1,687,838 |
| Transportation | 809,288 | 60,313 | - | 5,398 | 874,999 |
| Culture and recreation | 632,638 | - | - | 44,641 | 677,279 |
| Capital outlay | 199,000 | 2,511,654 | - | 134,769 | 2,845,423 |
| Debt service: | | | | | |
| Principal retirement | - | - | - | 816,346 | 816,346 |
| Interest and fiscal charges | - | - | - | 260,871 | 260,871 |
| Total expenditures | <u>9,395,191</u> | <u>2,571,967</u> | <u>689,500</u> | <u>1,262,025</u> | <u>13,918,683</u> |
| Excess (deficiency) of revenues over expenditures | <u>2,030,185</u> | <u>849,355</u> | <u>1,542,428</u> | <u>(1,124,208)</u> | <u>3,297,760</u> |
| Other financing sources (uses) | | | | | |
| Transfers in | 1,542,652 | - | - | 1,132,750 | 2,675,402 |
| Transfers out | (90,000) | (1,042,750) | (1,542,652) | - | (2,675,402) |
| Proceeds from sale of capital assets | 86,641 | - | - | 444 | 87,085 |
| Proceeds from insurance recoveries | 620 | - | - | - | 620 |
| Total other financing sources (uses) | <u>1,539,913</u> | <u>(1,042,750)</u> | <u>(1,542,652)</u> | <u>1,133,194</u> | <u>87,705</u> |
| Net change in fund balances | <u>3,570,098</u> | <u>(193,395)</u> | <u>(224)</u> | <u>8,986</u> | <u>3,385,465</u> |
| Fund balances , beginning of year, as previously stated | 4,332,351 | 6,929,581 | 224 | 814,852 | 12,077,008 |
| Changes within reporting entity, relating to a proprietary fund now rolling into the General Fund | 280,619 | - | - | - | 280,619 |
| Fund balances , beginning of year, as restated | <u>4,612,970</u> | <u>6,929,581</u> | <u>224</u> | <u>814,852</u> | <u>12,357,627</u> |
| Fund balances , end of year | <u>\$ 8,183,068</u> | <u>\$ 6,736,186</u> | <u>\$ -</u> | <u>\$ 823,838</u> | <u>\$ 15,743,092</u> |

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

TOWN OF BELLEAIR, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2024

Net change in fund balances - total governmental funds **\$ 3,385,465**

Differences in amounts reported for governmental activities in the statement of activities are:

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

| | |
|-----------------------------|-------------|
| Capital outlay expenditures | 2,845,423 |
| Depreciation expense | (3,463,454) |

| | |
|--|----------|
| The net effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins, donations, CIP project abandoned) is to decrease net position. | (15,346) |
|--|----------|

Bond, loan, and leases proceeds are reported as financing sources in the governmental funds. However, the issuance of debt is reported as long-term debt payable in the statement of net position.

Repayment of bond, note and leases principal is an expenditure in the governmental funds, but the repayment of debt principal reduces long-term liabilities in the statement of net position.

These amounts are as follows:

| | |
|---|---------|
| Principal repayment of general long-term debt and lease principal | 816,346 |
|---|---------|

Governmental funds report contributions to defined benefit pension plans as expenditures.

However, in the statement of activities, the amount contributed to defined benefit pension plans reduces future net pension liability. Also included in pension expense in the statement of activities are amounts required to be amortized.

| | |
|---|-----------|
| Change in net pension liability and deferred inflows/outflows related to pensions | (299,160) |
|---|-----------|

Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available.

In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. These adjustments are as follows:

| | |
|--|----------|
| Change in compensated absences liability | (43,479) |
| Change in total OPEB liability | 24,002 |

| | |
|--|---------------------|
| Change in net position of governmental activities | \$ 3,249,797 |
|--|---------------------|

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

TOWN OF BELLEAIR, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2024

| | Budgeted Amounts | | | Variance with Final Budget - Positive (Negative) |
|--|----------------------------|----------------------------|----------------------------|---|
| | Original | Final | Actual | |
| Revenues | | | | |
| Taxes | \$ 7,185,977 | \$ 6,972,689 | \$ 6,672,088 | \$ (300,601) |
| Permits and fees | 574,000 | 870,000 | 1,181,000 | 311,000 |
| Intergovernmental | - | 190,000 | 190,233 | 233 |
| Charges for services | 1,178,239 | 3,023,239 | 2,859,906 | (163,333) |
| Fines and forfeitures | 3,730 | 4,000 | 3,925 | (75) |
| Investment income | 150,000 | 532,295 | 363,957 | (168,338) |
| Miscellaneous | 132,705 | 160,200 | 154,267 | (5,933) |
| Total revenues | <u>9,224,651</u> | <u>11,752,423</u> | <u>11,425,376</u> | <u>(327,047)</u> |
| Expenditures | | | | |
| Current: | | | | |
| General government | 4,508,630 | 4,325,127 | 3,430,597 | 894,530 |
| Public safety | 2,591,189 | 2,641,189 | 2,635,830 | 5,359 |
| Physical environment | - | 1,687,838 | 1,687,838 | - |
| Transportation | 459,224 | 1,047,834 | 809,288 | 238,546 |
| Culture and recreation | 1,398,201 | 794,592 | 632,638 | 161,954 |
| Capital outlay | - | 258,502 | 199,000 | 59,502 |
| Total expenditures | <u>8,957,244</u> | <u>10,755,082</u> | <u>9,395,191</u> | <u>1,359,891</u> |
| Excess (deficiency) of revenues over expenditures | <u>267,407</u> | <u>997,341</u> | <u>2,030,185</u> | <u>1,032,844</u> |
| Other financing sources (uses) | | | | |
| Transfers in | - | 1,542,652 | 1,542,652 | - |
| Transfers out | (40,000) | (90,000) | (90,000) | - |
| Proceeds from sale of capital assets | - | 100,000 | 86,641 | (13,359) |
| Proceeds from insurance recoveries | - | 1,000 | 620 | (380) |
| Total other financing sources (uses) | <u>(40,000)</u> | <u>1,553,652</u> | <u>1,539,913</u> | <u>(13,739)</u> |
| Net change in fund balances | <u>227,407</u> | <u>2,550,993</u> | <u>3,570,098</u> | <u>1,019,105</u> |
| Fund balances, beginning of year | 4,612,970 | 4,612,970 | 4,612,970 | - |
| Fund balances, end of year | <u><u>\$ 4,840,377</u></u> | <u><u>\$ 7,163,963</u></u> | <u><u>\$ 8,183,068</u></u> | <u><u>\$ 1,019,105</u></u> |

TOWN OF BELLEAIR, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - AMERICAN RESCUE PLAN ACT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2024

| | <u>Budgeted Amounts</u> | | | <u>Variance with</u> |
|--|-------------------------|------------------------|--------------------|----------------------|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | <u>Final Budget</u> |
| Revenues | | | | |
| Intergovernmental | \$ 2,152,837 | \$ 2,133,337 | \$ 2,133,637 | \$ 300 |
| Investment income | - | 98,891 | 98,291 | (600) |
| Total revenues | <u>2,152,837</u> | <u>2,232,228</u> | <u>2,231,928</u> | <u>(300)</u> |
| Expenditures | | | | |
| Current: | | | | |
| General government | 203,337 | 690,100 | 689,500 | 600 |
| Capital outlay | <u>1,950,000</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | <u>2,153,337</u> | <u>690,100</u> | <u>689,500</u> | <u>600</u> |
| Excess (deficiency) of revenues over expenditures | <u>(500)</u> | <u>1,542,128</u> | <u>1,542,428</u> | <u>300</u> |
| Other financing sources (uses) | | | | |
| Transfers out | <u>-</u> | <u>(1,542,652)</u> | <u>(1,542,652)</u> | <u>-</u> |
| Total other financing sources (uses) | <u>-</u> | <u>(1,542,652)</u> | <u>(1,542,652)</u> | <u>-</u> |
| Net change in fund balances | <u>(500)</u> | <u>(524)</u> | <u>(224)</u> | <u>300</u> |
| Fund balances, beginning of year | <u>-</u> | <u>224</u> | <u>224</u> | <u>-</u> |
| Fund balances, end of year | <u><u>\$ (500)</u></u> | <u><u>\$ (300)</u></u> | <u><u>\$ -</u></u> | <u><u>\$ 300</u></u> |

TOWN OF BELLEAIR, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2024

| | Business-type Activities | | |
|---|---------------------------------|---------------------|----------------------|
| | Water | Solid Waste | Total |
| ASSETS | | | |
| Equity in pooled cash and cash equivalents | \$ 1,120,354 | \$ 30,822 | \$ 1,151,176 |
| Investments | 1,051,393 | 779,656 | 1,831,049 |
| Accounts receivable, net | 286,725 | 194,682 | 481,407 |
| Due from other governments, net | 1,090,815 | 22,727 | 1,113,542 |
| Total current assets | <u>3,549,287</u> | <u>1,027,887</u> | <u>4,577,174</u> |
| Noncurrent assets: | | | |
| Capital assets: | | | |
| Land | 22,950 | - | 22,950 |
| Construction in progress | 2,310,184 | - | 2,310,184 |
| Buildings | 326,402 | 15,067 | 341,469 |
| Improvements | 7,467,337 | 5,300 | 7,472,637 |
| Equipment | 402,091 | 964,368 | 1,366,459 |
| Accumulated depreciation | (3,753,130) | (560,305) | (4,313,435) |
| Right to use assets | 120,643 | 9,228 | 129,871 |
| Right to use assets, accumulated amortization | (33,890) | (9,228) | (43,118) |
| Total noncurrent assets | <u>6,862,587</u> | <u>424,430</u> | <u>7,287,017</u> |
| Total assets | <u>\$ 10,411,874</u> | <u>\$ 1,452,317</u> | <u>\$ 11,864,191</u> |
| LIABILITIES | | | |
| Current liabilities: | | | |
| Accounts payable and accrued liabilities | \$ 973,890 | \$ 62,546 | \$ 1,036,436 |
| Deposits payable | 21,463 | - | 21,463 |
| Compensated absences | 12,005 | 11,524 | 23,529 |
| Current portion of lease obligations | 22,721 | - | 22,721 |
| Total current liabilities | <u>1,030,079</u> | <u>74,070</u> | <u>1,104,149</u> |
| Noncurrent liabilities: | | | |
| Bonds and notes payable, net | 188,708 | - | 188,708 |
| Leases payable | 66,743 | - | 66,743 |
| Compensated absences | 36,015 | 34,571 | 70,586 |
| Total noncurrent liabilities | <u>291,466</u> | <u>34,571</u> | <u>326,037</u> |
| Total liabilities | <u>\$ 1,321,545</u> | <u>\$ 108,641</u> | <u>\$ 1,430,186</u> |
| NET POSITION | | | |
| Net investment in capital assets | \$ 6,862,587 | \$ 424,430 | \$ 7,287,017 |
| Unrestricted | 2,227,742 | 919,246 | 3,146,988 |
| Total net position | <u>\$ 9,090,329</u> | <u>\$ 1,343,676</u> | <u>\$ 10,434,005</u> |

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

TOWN OF BELLEAIR, FLORIDA
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

| | Business-type Activities | | | |
|---|---------------------------------|---------------------|------------------------------|----------------------|
| | Water | Solid Waste | Wastewater Management | Total |
| Operating revenues | | | | |
| Charges for services | \$ 2,612,029 | \$ 1,456,629 | \$ - | \$ 4,068,658 |
| Other revenues | 26,595 | 2,114 | - | 28,709 |
| Total operating revenues | 2,638,624 | 1,458,743 | - | 4,097,367 |
| Operating expenses | | | | |
| Personal services | 534,380 | 466,502 | - | 1,000,882 |
| Operating expenses | 2,096,585 | 713,009 | - | 2,809,594 |
| Depreciation | 218,635 | 90,929 | - | 309,564 |
| Total operating expenses | 2,849,600 | 1,270,440 | - | 4,120,040 |
| Operating income (loss) | (210,976) | 188,303 | | (22,673) |
| Nonoperating revenues (expenses) | | | | |
| Interest earnings | 115,671 | 27,328 | - | 142,999 |
| Intergovernmental grants | 2,507,176 | 26,799 | - | 2,533,975 |
| Gain (loss) on disposition of capital assets | 16,202 | - | - | 16,202 |
| Interest expense | (7,866) | (46) | - | (7,912) |
| Total nonoperating revenues (expenses) | 2,631,183 | 54,081 | - | 2,685,264 |
| Change in net position | 2,420,207 | 242,384 | - | 2,662,591 |
| Net position , beginning of year, as previously stated | 6,670,122 | 1,101,292 | 280,619 | 8,052,033 |
| Changes within reporting entity, relating to a proprietary fund now rolling into the General Fund | - | - | (280,619) | (280,619) |
| Net position , beginning of year, as restated | 6,670,122 | 1,101,292 | - | 7,771,414 |
| Net position , end of year | <u>\$ 9,090,329</u> | <u>\$ 1,343,676</u> | <u>\$ -</u> | <u>\$ 10,434,005</u> |

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

TOWN OF BELLEAIR, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

| | Business-type Activities | | |
|--|---------------------------------|--------------------|---------------------|
| | Water | Solid Waste | Total |
| Cash flows from operating activities | | | |
| Cash received from customers | \$ 1,566,265 | \$ 1,407,104 | \$ 2,973,369 |
| Cash paid to employees | (526,211) | (460,070) | (986,281) |
| Cash paid to suppliers | (1,786,720) | (746,725) | (2,533,445) |
| Net cash provided by (used in) operating activities | (746,666) | 200,309 | (546,357) |
| Cash flows from noncapital financing activities | | | |
| Intergovernmental grant proceeds | 2,507,176 | 26,799 | 2,533,975 |
| Net cash provided by (used in) noncapital financing activities | 2,507,176 | 26,799 | 2,533,975 |
| Cash flows from capital and related financing activities | | | |
| Acquisition and construction of capital assets | (3,220,072) | - | (3,220,072) |
| Proceeds from sale of capital assets | 16,202 | - | 16,202 |
| Principal payments of long-term debt | (21,023) | (2,450) | (23,473) |
| Proceeds from issuance of long-term debt | 188,708 | - | 188,708 |
| Interest paid | (7,866) | (46) | (7,912) |
| Net cash provided by (used in) capital and related financing activities | (3,044,051) | (2,496) | (3,046,547) |
| Cash flows from investing activities | | | |
| Interest received | 115,671 | 27,328 | 142,999 |
| Purchases of investments | - | (276,676) | (276,676) |
| Sales of investments | 1,931,893 | - | 1,931,893 |
| Net cash provided by (used in) investing activities | 2,047,564 | (249,348) | 1,798,216 |
| Net change in cash and cash equivalents | 764,023 | (24,736) | 739,287 |
| Cash and cash equivalents, beginning of year | 356,331 | 55,558 | 411,889 |
| Cash and cash equivalents, end of year | <u>\$ 1,120,354</u> | <u>\$ 30,822</u> | <u>\$ 1,151,176</u> |
| Cash and cash equivalents classified as: | | | |
| Unrestricted | \$ 1,120,354 | \$ 30,822 | \$ 1,151,176 |
| Total cash and cash equivalents | <u>\$ 1,120,354</u> | <u>\$ 30,822</u> | <u>\$ 1,151,176</u> |
| Reconciliation of operating income (loss) to net cash provided by (used in) operating activities: | | | |
| Operating income (loss) | \$ (210,976) | \$ 188,303 | \$ (22,673) |
| Adjustments to reconcile net operating income (loss) to net cash provided by (used in) operating activities: | | | |
| Depreciation | 218,635 | 90,929 | 309,564 |
| Changes in assets and liabilities: | | | |
| Accounts receivable | 24,106 | (28,912) | (4,806) |
| Due from other governments | (1,090,815) | (22,727) | (1,113,542) |
| Prepaid items | 3,674 | - | 3,674 |
| Accounts payable and accrued liabilities | 306,191 | (33,716) | 272,475 |
| Deposits | (5,650) | - | (5,650) |
| Compensated absences | 8,169 | 6,432 | 14,601 |
| Net cash provided by (used in) operating activities | <u>\$ (746,666)</u> | <u>\$ 200,309</u> | <u>\$ (546,357)</u> |

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

TOWN OF BELLEAIR, FLORIDA
STATEMENT OF FIDUCIARY NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2024

| | Police Pension Fund |
|--|--------------------------------|
| ASSETS | |
| Cash and cash equivalents with trustee | \$ 85 |
| Total cash and cash equivalents | <u>85</u> |
| Receivables: | |
| Accrued interest receivable | 740 |
| Employer contributions receivable | 84,255 |
| Total receivables | <u>84,995</u> |
| Investments, at fair value: | |
| U.S. Government securities | 643 |
| Domestic fixed income investment funds | 1,921,367 |
| Domestic stock | 1,187,251 |
| Foreign stocks | 53,376 |
| Equity mutual funds | 2,747,087 |
| Temporary investments | 142,900 |
| Total investments | <u>6,052,624</u> |
| Total assets | <u><u>\$ 6,137,704</u></u> |
| LIABILITIES | |
| Accounts payable and accrued liabilities | 17,360 |
| Due to other funds | 11,882 |
| Total liabilities | <u><u>\$ 29,242</u></u> |
| NET POSITION | |
| Restricted for pensions | <u><u>\$ 6,108,462</u></u> |

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

TOWN OF BELLEAIR, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

| | Police Pension Fund |
|--|--------------------------------|
| Additions | |
| Contributions: | |
| Employer | \$ 256,318 |
| Plan members | 86,510 |
| State - excise tax rebate | 84,255 |
| Total contributions | <u>427,083</u> |
| Investment earnings (loss): | |
| Net appreciation (depreciation) in fair value of investments | 1,041,390 |
| Interest and dividends | 200,270 |
| Total investment earnings | <u>1,241,660</u> |
| Less: investment expense | <u>54,837</u> |
| Net investment income (loss) | 1,186,823 |
| Total additions | <u>1,613,906</u> |
| Deductions | |
| Benefit payments | 413,457 |
| Administrative expenses | 34,662 |
| Total deductions | <u>448,119</u> |
| Change in net position | <u>1,165,787</u> |
| Net position restricted for pensions, beginning of year | 4,942,675 |
| Net position restricted for pensions, end of year | <u><u>\$ 6,108,462</u></u> |

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

TOWN OF BELLEAIR, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

(1) Summary of Significant Accounting Policies:

The financial statements of the Town of Belleair, Florida (the Town), have been prepared in conformance with accounting principles generally accepted in the United States of America as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted body for promulgating governmental accounting and financial reporting principles and the Town has adopted the GASB Codification. The following is a summary of the Town's significant accounting policies:

(a) **Reporting entity**—The Town of Belleair, Florida (the Town) was incorporated in 1925 as a political subdivision of the State of Florida and located in Pinellas County. The legislative branch of the Town is composed of five (5) member elected Town Commissioners, which is governed by the Town Charter and by state and local laws and regulations. The Town Commission is responsible for the establishment and adoption of policy. The execution of such policy is the responsibility of the Town Manager.

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

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

(b) **Government-wide and fund financial statements**—The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report aggregated information for the overall government for all of the activities of the primary government. The effect of interfund activity has been removed from these statements.

Governmental activities, which normally are supported by taxes, intergovernmental revenues, and other nonexchange revenues, are reported separately from business-type activities, which are financed wholly or partially by fees charged to external parties for goods or services and are reported in enterprise funds.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Indirect costs are included in the program expense reported for individual functions and activities. 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 and major individual enterprise funds are reported as separate columns in the fund financial statements.

TOWN OF BELLEAIR, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

(1) **Summary of Significant Accounting Policies:** (Continued)

(c) **Measurement focus, basis of accounting, and financial statement presentation**—The accounts of the Town are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues, and expenditures. Government resources are allocated to, and accounted for in, individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

The accounting and financial reporting treatment is determined by the applicable measurement focus and the basis of accounting. The basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. The basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. Measurement focus indicates the type of resources being measured such as current financial resources (current assets less current liabilities) or economic resources (all assets and liabilities).

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary funds 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 property tax revenues to be available if they are collected within 60 days of the end of the current fiscal period. Grants, other intergovernmental revenues, charges for services, 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.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, certain expenditures relating to future periods, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

The Town reports the following major governmental funds:

General Fund—The General Fund is the principal fund of the Town which accounts for all financial transactions not accounted for in other funds. The majority of current operating expenditures of the Town other than proprietary fund activities are financed through revenues received by the General Fund.

The American Rescue Plan Fund—This special revenue fund is used to account for sources of revenue received to speed up the Town's recovery from the economic and health effects of the COVID-19 pandemic.

Infrastructure Fund—This capital projects fund is used to account for capital projects funded by the Infrastructure Sales Surtax.

TOWN OF BELLEAIR, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

(1) **Summary of Significant Accounting Policies:** (Continued)

The Town reports the following major proprietary funds:

Water Fund—The Water Fund accounts for activities related to the Town's water system. Operating revenues include charges for services while operating expenses include the personnel, contractual, operating, and depreciation expenses associated with ongoing operations. Non-operating items include interest earnings and interest expenses.

Solid Waste Fund—The Solid Waste Fund accounts for the activities related to the Town's refuse disposal system. Operating revenues include charges for service while operating expenses include personnel costs, maintenance services, operating, and depreciation expenses associated with ongoing operations. Non-operating items include interest earnings and interest expenses.

Additionally, the Town reports the following fiduciary fund type:

Police Pension Fund—This fund accounts for activities of the Town's Police Pension Fund.

As a general rule, the effect of the Town's interfund activity has been eliminated from the government-wide financial statements, though interfund services provided and used are not eliminated in the process of consolidation.

Amounts reported as program revenues include 1) charges to customers for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments (when applicable). Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes, interest revenue, and other miscellaneous revenues.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Town's enterprise funds are charges to customers for sales and services. Operating expenses for 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 nonoperating revenues and expenses.

(d) **Budgets and budgetary accounting**— Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all funds. All annual appropriations lapse at fiscal year-end. The appropriated budget is adopted by fund and department. The legal level of budgetary control is at the fund level with exception of the General Fund at the department level, since the Town Manager may transfer funds between line items within a department. The Town cannot legally exceed the budget; however, at any time during the year, the Board of Commissioners may, by Resolution, transfer part or all of any unencumbered appropriation balance between departments or funds. The Board of Commissioners may also amend the adopted budget to provide supplemental appropriations or to revise budgeted estimates.

(e) **Cash, cash equivalents, and investments**—The Town's cash and cash equivalents include cash on hand, demand deposits and short-term investments that are readily convertible to known amounts of cash. Investments with original maturities of three months or less are considered to be cash equivalents and are reported at fair value.

TOWN OF BELLEAIR, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

(1) **Summary of Significant Accounting Policies:** (Continued)

(f) **Receivables and payables**—Activity 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” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.” Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

All trade and property tax receivables are reported net of an allowance for uncollectible accounts, which is based upon management's analysis of historical trends. Utility operating sales are generally recognized on the basis of cycle billings rendered monthly. Unbilled accounts receivable are accrued by the Town at September 30th, to recognize the sales revenues earned between the last meter reading and bill dates in mid-September through the end of the fiscal year.

(g) **Leases**—The Town is a lessor for a noncancellable lease of right-to-use buildings and land the Town recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental and proprietary fund financial statements. The Town recognizes lease receivables with an initial, individual value of \$50,000 or more.

At the commencement of a lease, the Town initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is amortized on a straight-line basis over the life of the lease term.

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

The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable are comprised of fixed payments from the lessee. The Town uses its incremental borrowing rate as a discount rate for leases.

Leased assets are reported with other capital assets and the lease liabilities are reported with long-term debt on the statement of net position.

The Town also serves as the lessee in various non-cancelable leases for right to use lease assets whereby similar methodologies are followed to calculate the lease liability. See Note (4) for further discussion of the Town's lease activity as lessor and lessee.

(h) **Inventories and prepaid items**—The cost of inventory is accounted for on the consumption basis wherein inventories are charged as expenditures when used, rather than when purchased. All inventories are valued at cost using first-in/first-out (FIFO).

Certain payments to vendors reflect costs applicable to future accounting periods and are recognized on the consumption method and recorded as prepaid items in both government-wide and fund financial statements.

TOWN OF BELLEAIR, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

(1) Summary of Significant Accounting Policies: (Continued)

(i) **Capital assets**—Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, drainage improvements, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 with an initial life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized, but charged to operating expense as incurred. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant, and equipment are depreciated using the straight-line method over the following estimated useful lives:

| <u>Assets</u> | <u>Years</u> |
|-----------------------------------|---------------|
| Buildings | 45 – 55 years |
| Building Improvements | 20 – 30 years |
| Infrastructure | 45 – 60 years |
| Improvements other than Buildings | 45 – 55 years |
| Vehicle and equipment | 5 – 15 years |

(j) **Compensated absences**—It is the Town’s policy to permit employees to accumulate earned but unused vacation and sick pay benefits. Vested or accumulated vacation leave is recorded as an expense and liability of the appropriate fund as the benefits accrue to employees. No liability is recorded for the non-vesting accumulating right to receive sick pay benefits; however, a liability is recognized for that portion estimated to be paid at separation.

The enterprise funds report 100% of compensated absence liability in both the government-wide and the proprietary fund statements, because it is accrued when incurred. The General Fund reports 100% of the amount due in the government-wide statements because it is accrued when incurred, but only the amount the Town estimates to be due and payable as of the balance sheet date is recorded as a liability in the governmental fund statements. The remaining amount is presented as assigned fund balance. The Town estimates 10% of compensated absences will become due and payable within one year.

(k) **Long-term obligations**—In the government-wide financial statements, and proprietary fund types 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.

(l) **Deferred outflows/inflows of resources**—In addition to assets, the statement of financial position will, if required, 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. Currently, the only items in this category consisted of deferred amounts related to pensions, as discussed further in Note (11).

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 future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Currently, the items in this category are deferred inflows relates to leases, as discussed further in Note (4), and deferred inflows of resources related to pensions, as discussed further in Note (11).

TOWN OF BELLEAIR, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

(1) **Summary of Significant Accounting Policies:** (Continued)

(m) **Fund balance**—In the fund financial statements, governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the Town is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Those classifications are as follows:

Nonspendable – amounts not available to be spent or not in spendable form, such as inventory and prepaid items.

Restricted – amounts constrained to specific purposes by their providers (such as grantors and higher levels of government), through constitutional provisions or by enabling legislation.

Committed – amounts constrained to specific purposes based on actions taken by the Board of Commissioners through ordinance.

Assigned – amounts the Town intends to use for a specific purpose. Intent can be expressed by Board of Commissioners or by an official or body which the Board of Commissioners delegates authority.

Unassigned – amounts that are available for any purpose. Positive amounts are reported only in the General Fund.

Disbursements of fund balances will first be made from restricted amounts when both restricted and unrestricted fund balance is available. Additionally, the Town will first use committed fund balance, following by assigned fund balance, and then unassigned fund balance when expenditures are incurred for purposes which amounts in any of the unrestricted fund balance classifications could be used.

The fund balance policy was adopted by the Board of Commissioners in September 2011 in order to secure and maintain investment-grade credit ratings, meet seasonal shortfalls in cash flow, and reduce susceptibility to emergency or unanticipated expenditures and/or revenue shortfalls. Fund balance information is used to identify the available resources to repay long-term debt, reduce property taxes, add new governmental programs, expand existing ones, or enhance the financial position of the Town, in accordance with policies established by the Town Commission. The fund balance policy establishes:

1. Fund balance policy for the general fund.
2. The method of budgeting the amount of estimated unrestricted fund balance (also known as estimated beginning fund balance) available for appropriation during the annual budget adoption.
3. The Town shall utilize funds in the following spending order: restricted; committed; assigned; unassigned.
4. Process (prior to the actual, audited fund balance being known) and what actions may need to be taken if the actual fund balance is significantly different than the budgeted fund balance.

The General Fund has a reserve target of 20% of the Fund's current year budgeted appropriations. Other governmental funds of the Town do not have specified fund balance targets. Recommended levels of committed and/ or assigned fund balance will be determined on a case-by-case basis, based on the needs of each fund and as recommended by Town officials and approved by Town Commission. Proprietary and Fiduciary funds do not have fund balance policies approved by the Town Commission.

TOWN OF BELLEAIR, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

(1) **Summary of Significant Accounting Policies:** (Continued)

(n) **Net position**—The government-wide and business-type fund financial statements utilize a net position presentation. Net position is presented in three components – net investment in capital assets, restricted, and unrestricted.

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

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

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

Sometimes the Town will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to determine amounts reported as restricted and unrestricted net position, it is the Town’s policy to consider restricted net position to have been used before unrestricted net position is applied.

(o) **Property taxes**—Property tax revenues are recognized when levied, to the extent that they result in current receivables. Details of the property tax calendar are presented below:

| | |
|----------------|---------------------------|
| Lien date | April 1, succeeding year |
| Levy date | November 1 |
| Valuation date | January 1 |
| Due date | March 31, succeeding year |

(p) **Use of estimates**—Management uses estimates and assumptions in preparing financial statements in accordance with generally accepted accounting principles. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenue and expenses. Actual results could vary from the estimates assumed in preparing the financial statements.

(2) **Reconciliation of Government-Wide and Fund Financial Statements:**

(a) **Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position**—Following the governmental fund balance sheet is a reconciliation between fund balance – total governmental funds and net position – governmental activities as reported in the government-wide statement of net position. A detailed explanation of these differences is provided in this reconciliation.

(b) **Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities**—Following the governmental fund statement of revenues, expenditures, and changes in fund balances, there is a reconciliation between net changes in fund balances - total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. A detailed explanation of these differences is provided in this reconciliation.

TOWN OF BELLEAIR, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

(3) Deposits and Investments:

At September 30, 2024, the Town had a bank balance of \$3,495,133 at two bank accounts insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. The amounts in excess of FDIC coverage are fully collateralized in accordance with the Qualified Public Depository (QPD) program. According to Chapter 280, Florida Statutes, the Town's deposits must be with financial institutions designated as qualified public depositories by the Chief Financial Officer of the State of Florida. In accordance with this statute, QPDs are required to pledge eligible collateral in varying percentages. Any losses to public depositories are covered by applicable deposit insurance, by the sale of pledged securities, and, if necessary, by assessments against other QPDs.

The Town's investment policy is to maintain funds in investments which yield the highest possible efficiency and return within the limitations established by Florida Statutes, Chapter 218.415. Provisions of those statutes authorize investments in the following securities:

- Florida State Board of Administration Local Government Pooled Investment Fund.
- Interest-bearing time deposits, savings accounts or collective investment funds in banks or savings and loan associations organized under the laws of the United States.
- Bonds, notes or other obligations of the United States or for which the credit of the United States is pledged for the payment thereof.
- Obligations of the federal farm credit banks and the Federal Home Loan Mortgage Corporation.
- Obligations of the Federal National Mortgage Association and the Government National Mortgage Association.

Investments in fixed income securities are stated at fair value. Fair value is the amount at which an investment could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The Florida State Board of Administration Local Government Pooled Investment Fund has met the criteria to be considered a "2A-7 like" Investment Fund as defined by GASB Statement No. 31. Therefore, amortized cost may be used for valuation. The fair value of the Town's investment in this pool is determined by the pool's share price (account balance).

The investment policy is designed to address the following risk factors:

Interest Rate Risk: Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of investments. Generally, the longer the time to maturity, the greater the exposure to interest rate risk. The Town manages its exposure to fair value losses arising from increasing interest rates through its adopted investment policies. The Town limits the effective duration of its investment portfolio through the adoption of nationally recognized risk measure benchmarks.

Credit Risk: Credit risk is the risk that a security or a portfolio will lose some or all of its value due to a real or perceived change in the ability of the issuer to fulfill its obligations. The Town's portfolio is held entirely with public depositories.

Consistent with Chapter 218 of the Florida Statutes, the Town's investment guidelines limit its fixed-income investments to a quality rating of A or equivalent as rated by one or more recognized bond rating services at the time of purchase.

Fixed income investments which are downgraded to BAA or equivalent must be liquidated within a reasonable period of time not to exceed twelve months. Fixed-income investments which are downgraded below BAA shall be liquidated immediately.

Concentration of Credit Risk: Concentration risk refers to the risk of loss resulting from over-exposure to a specific security or asset class. The Town's investment policy addresses concentration risk by requiring maximum allocations to specific investment sectors and issuers.

TOWN OF BELLEAIR, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

(3) Deposits and Investments: (Continued)

Custodial Credit Risk: Custodial credit risk is the risk that the Town may not recover cash and investments held by another party in the event of financial failure. Custodial credit risk is limited since investments are held in independent custodial safekeeping accounts.

The State Board of Administration (SBA) was established on June 21, 1928, pursuant to Chapter 14486, 1929, Laws of Florida. The SBA was subsequently created as a constitutional body corporate on January 1, 1943, under the provisions of senate joint resolution No. 324, 1941; approved by the electorate in November 1942. The SBA is composed of the Governor, as chairman, the state treasurer, as treasurer, and the state Comptroller, as Secretary, and provides the following services by law: (1) investment of funds of the Florida Retirement System (FRS); (2) administration of debt service funds; (3) investment of trust and agency funds; and (4) distribution of the “second gas tax.”

The local government pooled investment fund is governed by Ch. 19-7 of the Florida Administrative Code, which identifies the rules of the SBA. These rules provide guidance and establish the general operating procedures for the administration of the local government pooled investment fund. Additionally, the Florida Auditor General performs the operational audit of the activities and investments of the SBA.

Since the Florida SBA local government pooled investment fund typically owns a substantial amount of treasury bills and notes, the fund has utilized security lending programs to generate supplemental income. This income is used to pay a significant portion of the fees associated with the fund which otherwise would have to be paid from regular fund earnings. Any residual is used to build the fund’s reserve on behalf of participants. Both of these goals have been accomplished without impacting the regular earnings in the fund with no change in the fund’s investment strategy. The investment in the Florida SBA pool is carried at the pool’s share price at September 30, 2024. The Florida SBA and the Florida Safe Investment Fund are both 2a-7 like pools.

The Florida SAFE Investment Pool (FLSAFE) is an independent local government investment pool created under the laws of Florida to provide eligible units of local government with investment vehicles to pool their surplus funds. FLSAFE investment pools are Stable Net Asset Value investment pools rated AAAM by Standard & Poors. The investment advisor and administrator for the FLSAFE investment pool is PMA Financial Network.

FLSAFE has no unfunded commitments, and all provide same day or next day redemption. The investment strategies prioritize safety of principal and liquidity over return, consistent with the Town’s investment strategy, investing in high-quality short-term investments. The weighted average maturity of the fund was 30 days and the rating by S&P Global Ratings was AAAf. At September 30, 2024, the Town had \$3,693,689 invested with Florida SAFE.

(4) Receivables:

Accounts Receivable

As the operator of three utilities, (water, wastewater management, and solid waste management enterprise funds) the Town grants credit to their customers, substantially all of whom are Town residents.

Revenues of the water, wastewater, and solid waste funds are reported net of uncollectible amounts. There were no uncollectible amounts related to revenues that were written off during the fiscal year ended September 30, 2024.

TOWN OF BELLEAIR, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

(4) **Receivables:** (Continued)

Due from Other Governments

In addition to accounts receivable, the Town also recorded \$1,539,020 in due from other governments at September 30, 2024.

Leases Receivable

The Town has ongoing lease agreements with Belleview Biltmore Country Club related to the rental of a parcel of real property adjacent to Bayview Drive in Belleair, Pinellas County, Florida. The term of the lease is for 30 years.

A summary of the Town's activity surrounding leases receivable as of and for the year ending September 30, 2024, is as follows:

| Year Ending September 30, | General Fund | | Total |
|------------------------------|-------------------|-------------------|-------------------|
| | Principal | Interest | |
| 2025 | \$ 11,331 | \$ 10,911 | \$ 22,242 |
| 2026 | 11,613 | 10,623 | 22,236 |
| 2027 | 11,901 | 10,327 | 22,228 |
| 2028 | 12,198 | 10,025 | 22,223 |
| 2029 | 12,501 | 9,714 | 22,215 |
| 2030-2034 | 70,130 | 43,471 | 113,601 |
| 2035-2039 | 82,932 | 33,837 | 116,769 |
| 2040-2044 | 97,514 | 22,481 | 119,995 |
| 2045-2049 | 114,115 | 9,167 | 123,282 |
| 2050 | 24,707 | 52 | 24,759 |
| | <u>\$ 448,942</u> | <u>\$ 160,608</u> | <u>\$ 609,550</u> |

(5) **Interfund Loans and Transfers:**

Transfers are used to (1) move revenues from the fund with collection authorization to the debt service fund as debt service principal and interest payments become due, (2) move restricted amounts from borrowings to the debt service funds to establish and maintain mandatory reserve and sinking fund accounts, (3) move revenues from special revenue and proprietary fund operations to the general fund for each fund's allocable share of Town-wide administrative overhead charges borne by the general fund, and (4) move unrestricted revenues to finance various programs that the Town must account for in other funds in accordance with budgetary authorizations, including amounts provided as matching funds for various grant programs. For the year ended September 30, 2024, individual fund transfers to and from other funds for the primary government were comprised of the following:

| | <u>Transfers In</u> | <u>Transfers Out</u> |
|-------------------------------|---------------------|----------------------|
| Governmental Activities: | | |
| General Fund | 1,542,652 | 90,000 |
| ARPA | - | 1,542,652 |
| Revenue Bonds | 964,034 | - |
| Facility Lease | 78,716 | - |
| Equipment Replacement | 90,000 | - |
| Capital Projects | - | 1,042,750 |
| Total Governmental Activities | <u>2,675,402</u> | <u>2,675,402</u> |
| Totals - All Funds | <u>2,675,402</u> | <u>2,675,402</u> |

TOWN OF BELLEAIR, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

(6) Capital Assets:

Capital asset activity for the fiscal year ended September 30, 2024, is as follows:

| Governmental activities: | Balance 09/30/23 | Increases | Decreases | Balance 09/30/24 |
|---|-----------------------------|------------------|------------------|-----------------------------|
| Capital assets not being depreciated: | | | | |
| Land | \$ 5,637,015 | \$ - | \$ - | \$ 5,637,015 |
| Construction in progress | 5,235,128 | 2,675,235 | (4,816,714) | 3,093,649 |
| Total assets not being depreciated | 10,872,143 | 2,675,235 | (4,816,714) | 8,730,664 |
| Capital assets being depreciated and amortized: | | | | |
| Buildings | 6,177,070 | - | - | 6,177,070 |
| Improvements | 1,997,323 | - | - | 1,997,323 |
| Equipment | 2,561,613 | 134,769 | (164,625) | 2,531,757 |
| Infrastructure | 42,814,583 | 4,852,133 | - | 47,666,716 |
| Leased assets | 131,461 | - | - | 131,461 |
| Total assets being depreciated and amortized | 53,682,050 | 4,986,902 | (164,625) | 58,504,327 |
| Less accumulated depreciation and amortization for: | | | | |
| Buildings | (2,636,266) | (206,257) | - | (2,842,523) |
| Improvements | (911,333) | (130,512) | - | (1,041,845) |
| Equipment | (1,934,163) | (168,813) | 149,279 | (1,953,697) |
| Infrastructure | (20,916,268) | (2,928,361) | - | (23,844,629) |
| Leased assets | (25,522) | (29,511) | - | (55,033) |
| Less: accumulated depreciation and amortization | (26,423,552) | (3,463,454) | 149,279 | (29,737,727) |
| Total capital assets being depreciated and amortized, net | 27,258,498 | 1,523,448 | (15,346) | 28,766,600 |
| Governmental activities capital assets, net | \$ 38,130,641 | \$ 4,198,683 | \$ (4,832,060) | \$ 37,497,264 |
| Business-type activities: | Balance 09/30/23 | Increases | Decreases | Balance 09/30/24 |
| Capital assets not being depreciated: | | | | |
| Land | \$ 22,950 | \$ - | \$ - | \$ 22,950 |
| Construction in progress | 559,222 | 1,750,962 | - | 2,310,184 |
| Total assets not being depreciated | 582,172 | 1,750,962 | - | 2,333,134 |
| Capital assets being depreciated and amortized: | | | | |
| Buildings | 341,469 | - | - | 341,469 |
| Improvements | 6,017,481 | 1,455,156 | - | 7,472,637 |
| Equipment | 1,387,701 | 13,954 | (35,196) | 1,366,459 |
| Leased assets | 129,871 | - | - | 129,871 |
| Total assets being depreciated and amortized | 7,876,522 | 1,469,110 | (35,196) | 9,310,436 |
| Less accumulated depreciation and amortization for: | | | | |
| Buildings | (319,484) | (6,158) | - | (325,642) |
| Improvements | (2,888,967) | (185,616) | - | (3,074,583) |
| Equipment | (857,322) | (91,083) | 35,196 | (913,209) |
| Leased assets | (16,412) | (26,707) | - | (43,119) |
| Less: accumulated depreciation and amortization | (4,082,185) | (309,564) | 35,196 | (4,356,553) |
| Total capital assets being depreciated and amortized, net | 3,794,337 | 1,159,546 | - | 4,953,883 |
| Business-type activities capital assets, net | \$ 4,376,509 | \$ 2,910,508 | \$ - | \$ 7,287,017 |

TOWN OF BELLEAIR, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

(6) **Capital Assets:** (Continued)

Depreciation and amortization expense were charged to functions/programs as follows:

| | |
|--|---------------------|
| Governmental activities: | |
| General government | \$ 112,523 |
| Public safety | 121,385 |
| Culture and recreation | 194,674 |
| Transportation | 3,034,872 |
| Total depreciation and amortization expense - governmental activities | <u>\$ 3,463,454</u> |
| Business-type activities: | |
| Solid waste | \$ 90,929 |
| Water | 218,635 |
| Total depreciation and amortization expense - business-type activities | <u>\$ 309,564</u> |

Included in depreciation and amortization expense is amortization on property under lease for governmental and business-type activities as follows:

| | <u>Cost</u> | <u>Accumulated Amortization</u> |
|--------------------------------|-------------------|-------------------------------------|
| Governmental Activities: | | |
| Vehicle | \$ 131,461 | \$ 55,033 |
| Total Governmental Activities | <u>131,461</u> | <u>55,033</u> |
| Water Fund: | | |
| Vehicle | 120,643 | 33,890 |
| Solid Waste Fund: | | |
| Vehicle | 9,228 | 9,228 |
| Total Business-type Activities | <u>\$ 129,871</u> | <u>\$ 43,118</u> |

Amortization expense for governmental activities are included in the general government function.

TOWN OF BELLEAIR, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

(7) Long-Term Liabilities:

Long-term liability activity for the year ended September 30, 2024, was as follows:

| | <u>Beginning Balance</u> | <u>Additions</u> | <u>Deletions</u> | <u>Ending Balance</u> | <u>Due Within One Year</u> |
|----------------------------------|------------------------------|-------------------|-----------------------|---------------------------|--------------------------------|
| Governmental activities: | | | | | |
| Publicly Issued: | | | | | |
| Revenue Bonds, Series 2019A | \$ 5,817,000 | \$ - | \$ (522,000) | \$ 5,295,000 | \$ 532,000 |
| Revenue Bonds, Series 2019B | 4,182,000 | - | (205,000) | 3,977,000 | 212,000 |
| Lease payable | 591,445 | - | (89,346) | 502,099 | 86,170 |
| Compensated absences | 437,905 | 383,096 | (339,617) | 481,384 | 120,346 |
| Total long-term liabilities | <u>\$11,028,350</u> | <u>\$ 383,096</u> | <u>\$ (1,155,963)</u> | <u>\$10,255,483</u> | <u>\$ 950,516</u> |
| | | | | | |
| | <u>Beginning Balance</u> | <u>Additions</u> | <u>Deletions</u> | <u>Ending Balance</u> | <u>Due Within One Year</u> |
| Business-type activities: | | | | | |
| Direct Placements | | | | | |
| SRF Loan | \$ - | \$ 188,708 | \$ - | \$ 188,708 | \$ - |
| Lease payable | 112,937 | - | (23,473) | 89,464 | 22,721 |
| Compensated absences | 79,514 | 83,233 | (68,632) | 94,115 | 23,529 |
| Total long-term liabilities | <u>\$ 192,451</u> | <u>\$ 271,941</u> | <u>\$ (92,105)</u> | <u>\$ 372,287</u> | <u>\$ 46,250</u> |

For governmental activities, compensated absences, net pension liabilities, and OPEB liabilities are generally liquidated by the General Fund.

Bonds and notes payable in the Town's governmental activities at September 30, 2024, were comprised of the following obligations:

Capital Improvement Revenue Refunding Bond, Series 2019A: Issued in October 2019 in the amount of \$7,313,000 for the purpose of refunding all of the outstanding Capital Improvement Revenue Bonds, Series 2012. Capital Improvement Revenue Refunding Bond is with 2.46% interest rate, due in annual principal installments from \$493,000 to \$647,000 from October 17, 2019, to October 21, 2032. Pledged revenue: non-ad valorem funds.

Capital Improvement Revenue Refunding Bond, Series 2019B: Issued in November 2019 in the amount of \$4,687,000 for the purpose of financing capital improvement projects. Bond is with 2.46% interest rate, due in annual principal installments from \$107,000 to \$949,000 from November 7, 2019, to October 1, 2034. Pledged revenue: non-ad valorem funds.

TOWN OF BELLEAIR, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

(7) Long-Term Liabilities: (Continued)

Annual debt service requirements to maturity for the Town's governmental activities bonds and notes payable are as follows:

| Year Ending September 30, | Governmental Activities | | Total |
|------------------------------|-------------------------|---------------------|----------------------|
| | Publicly Issued | | |
| | Principal | Interest | |
| 2025 | \$ 744,000 | \$ 218,940 | \$ 962,940 |
| 2026 | 763,000 | 200,404 | 963,404 |
| 2027 | 781,000 | 181,413 | 962,413 |
| 2028 | 801,000 | 161,954 | 962,954 |
| 2029 | 820,000 | 142,016 | 962,016 |
| 2030-2034 | 4,414,000 | 393,427 | 4,807,427 |
| 2035 | 949,000 | 11,673 | 960,673 |
| 2040-2044 | - | - | - |
| | <u>\$ 9,272,000</u> | <u>\$ 1,309,827</u> | <u>\$ 10,581,827</u> |

There is no current portion payable in the above schedule as maturities due October 1, 2024, were paid in fiscal year 2024 prior to the due date.

Bonds payable in the Town's business-type activities at September 30, 2024, were comprised of the following obligations:

Drinking Water State Revolving Fund: In November 2023, the City entered into an agreement with the State of Florida, Department of Environmental Protection for a \$825,000 loan for design activities related to Wastewater Treatment Facility Construction, at an interest rate of 0% per year. Based on the agreement, the estimated amount of Principal Forgiveness is \$404,250, and the estimated principal amount of the loan to be repaid is \$420,750. The outstanding balance at September 30, 2024, was \$188,708 and the note maturity is estimated to occur in 2026.

Annual debt service requirements to maturity for the Town's business-type activities bonds, and notes payable, are as follows:

| Year Ending September 30, | Business-type Activities | | Total |
|------------------------------|--------------------------|----------|------------|
| | Direct Placements | | |
| | Principal | Interest | |
| 2025 | \$ - | \$ - | \$ - |
| 2026 | 188,708 | - | 188,708 |
| | \$ 188,708 | \$ - | \$ 188,708 |

Facility Lease – On March 6, 2018, the Town entered into a master lease agreement with the Town National Capital Finance, Inc. for \$762,390. The Town Commission adopted Resolution 2018-16 authorizing the execution of the lease agreement. Facility Lease is with 3.529% interest rate, due in annual principal installments from \$62,000 to \$151,000 from March 6, 2018 to April 1, 2030.

TOWN OF BELLEAIR, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

(7) **Long-Term Liabilities:** (Continued)

Future minimum lease payments for the Town's governmental activities leases are as follows:

| Year Ending September 30, | Governmental Activities | | |
|------------------------------|-------------------------|------------------|-------------------|
| | Principal | Interest | Total |
| 2025 | \$ 86,170 | \$ 19,740 | \$ 105,910 |
| 2026 | 87,751 | 15,819 | 103,570 |
| 2027 | 91,825 | 11,746 | 103,571 |
| 2028 | 85,629 | 7,587 | 93,216 |
| 2029 | 74,044 | 4,672 | 78,716 |
| 2030-2034 | 76,680 | 2,036 | 78,716 |
| | <u>\$ 502,099</u> | <u>\$ 61,600</u> | <u>\$ 563,699</u> |

Vehicle Lease - The Town as lessee has entered into various non-cancelable leases for right to use lease assets. Most leases have initial terms of up to 5 years. As the interest rate implicit in the Town's leases is not readily determinable, the Town uses its incremental borrowing rate to discount the lease payments. There are no variable payments or residual value guarantees in the Town's lessee lease agreement.

Future minimum lease payments for the Town's business-type activities leases are as follows:

| Year Ending September 30, | Business-type Activities | | |
|------------------------------|--------------------------|------------------|-------------------|
| | Principal | Interest | Total |
| 2025 | \$ 22,721 | \$ 6,169 | \$ 28,890 |
| 2026 | 24,555 | 4,334 | 28,889 |
| 2027 | 26,538 | 2,352 | 28,890 |
| 2028 | 15,650 | 398 | 16,048 |
| | <u>\$ 89,464</u> | <u>\$ 13,253</u> | <u>\$ 102,717</u> |

(8) **Commitments and Contingencies:**

The Town participates in several programs that are fully or partially funded by grants received from state, county or federal governmental agency sources. Expenditures financed by grants are subject to audit by the appropriate grantor government or agency. If expenditures are disallowed due to non-compliance with grant program regulations, the Town may be required to reimburse the grantor. As of September 30, 2024, the Town believes that disallowed expenditures discovered in subsequent audits, if any, will not have a material effect on any of the individual funds or the overall financial position of the Town.

(9) **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; injuries to employees; and natural disasters, all of which is satisfactorily insured by limited risk, high deductible commercial general liability insurance. Commercial insurance policies are also obtained for other risks of loss, including employee health and accident insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

TOWN OF BELLEAIR, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

(10) Other Postemployment Benefits (OPEB):

Plan Description and Funding Policy—The Town sponsors a single employer-defined benefit other post-employment benefit (OPEB) plan to retirees who meet certain age and service requirements. No assets are accumulated in a trust. The Town recognizes the cost of providing benefits by expensing monthly premiums, on a pay-as-you-go basis.

The Town provides postretirement health care benefits in accordance with an employment policy adopted for the Town's seven full-time department heads during the year ended September 30, 1993. Under terms of this policy, department heads who retire from the Town on or after attaining age fifty-five with at least twenty-five years of service will receive family medical coverage (medical, dental and hospitalization) until age sixty-five at which time a Medicare supplement will be provided until the age of seventy. The Town will pay for this supplemental coverage for the employee and his or her spouse, at the rate in effect at the time of the employee's retirement with the employee paying any increased cost after that date. During the year ended September 30, 2024, the Town had one employee eligible to receive these benefits. These post-employment benefits are financed on a pay-as-you-go basis.

Except for the department heads who qualify for postretirement health care benefits (as previously discussed), the Town provides no funding for any portion of the premiums after retirement. However, the Town recognizes that there is an “implicit subsidy” arising as a result of the blended rate premium since retiree health care costs, on average, are higher than active employee healthcare costs. The plan is not accounted for as a trust fund as an irrevocable trust has not been established to fund the plan. The plan does not issue a separate financial report.

All of the above benefit plans are provided through insurance companies or health maintenance organizations (HMO). Some health plan premiums are based on the benefits paid during the plan period ending September 30, 2024. The Town offers vision, dental, and AD&D policies paid for entirely by active and retired employees.

Plan Membership—At September 30, 2024, plan participation consisted of the following:

| | |
|-------------------|----------|
| Active Employees | 1 |
| Retired Employees | 1 |
| | <u>2</u> |

Total OPEB Liability—The Town’s total OPEB liability of \$84,802 was measured as of September 30, 2024, and was determined by an actuarial valuation as of September 30, 2024.

Actuarial Assumptions and Other Inputs—The total OPEB liability in the September 30, 2024, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods in the measurement, unless otherwise specified:

| | |
|-----------------------------------|----------------|
| Salary increases | 3.5% |
| Employer investment return | 0% |
| Post-retirement benefit increases | 0% |
| Discount rate | 3.81% |
| Healthcare cost trend rate | Varies by year |

TOWN OF BELLEAIR, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

(10) Other Postemployment Benefits (OPEB): (Continued)

Mortality rates were based on the Pub-2010 Public Retirement Plans Mortality Tables. Amortization method/period is the level percentage of payroll over 20 years. The Town's Total OPEB liability is calculated using the alternative measurement method permitted for employers with fewer than one hundred total plan members. As a result of using the alternative measurement method and the same measurement date as the financial statement date, there are no deferred outflows or inflows of resources related to OPEB.

For the fiscal year ended September 30, 2024, changes in the total OPEB liability were as follows:

| | |
|---|------------|
| Balance at September 30, 2023 | \$ 108,804 |
| Changes for a year: | |
| Service cost | 11,281 |
| Interest | 4,739 |
| Changes of benefit terms | (46,806) |
| Difference between expected and actual experience | 67,163 |
| Changes of assumptions | (53,647) |
| Benefit Payments | (6,732) |
| Net changes | (24,002) |
| Balance at September 30, 2024 | \$ 84,802 |

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

The following presents the total OPEB liability of the Town calculated using the discount rate of 3.81%, as well as what the Town's total OPEB liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rate:

| | <u>1% Decrease</u> | <u>Current Discount Rate</u> | <u>1% Increase</u> |
|----------------------|--------------------|----------------------------------|--------------------|
| Total OPEB Liability | \$ 108,000 | \$ 84,802 | \$ 68,000 |

Sensitivity of the total OPEB liability to changes in the healthcare cost trend 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 healthcare cost trend rate that are 1% lower or 1% higher than the current healthcare cost trend rates (4%):

| | <u>1% Decrease</u> | <u>Current Trend Rates</u> | <u>1% Increase</u> |
|----------------------|--------------------|--------------------------------|------------------------|
| Total OPEB Liability | \$ 69,000 | \$ 84,802 | \$ 105,000 |

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

For the year ended September 30, 2024, the Town recognized OPEB expense of \$17,000. At September 30, 2024, the Town reported no deferred outflows of resources or deferred inflows of resources related to OPEB.

TOWN OF BELLEAIR, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

(11) Employees' Retirement Plans:

A. Defined Benefit Pension Plan

Plan Description and Administration

The plan is a single-employer defined benefit pension plan covering all full-time sworn police officers of the Town of Belleair, Florida (Town). Participation in the plan is required as a condition of employment.

Originally established by Town Ordinance in 1977 and amended in 1997, 2002, 2007, and 2020, the plan provides for pension, death, and disability benefits. The plan is subject to the provisions of Chapter 185, Florida Statutes.

The plan is a single-employer defined benefit pension plan administered by the Plan's Board of Trustees comprised of:

- Two Town Commission appointees.
- Two Members of the System elected by a majority of the other covered Police Officers, and
- A fifth Member elected by the other four and appointed by the Commission.

Benefits Provided and Employees Covered

The Plan provides retirement, termination, disability, and death benefits to plan participants and beneficiaries. Current membership in the employee retirement plan was composed of the following at September 30, 2024:

| | <u>Police Plan</u> |
|---|---------------------------|
| Inactive plan members or beneficiaries currently receiving benefits | 14 |
| Inactive plan members entitled to but not yet receiving benefits | 9 |
| Active plan members | <u>14</u> |
| Total plan membership | <u><u>37</u></u> |

A summary of the benefit provisions are below:

Normal retirement: Normal retirement occurs at the earlier of age 55 and the completion of 5 years of credited service for members hired before January 21, 2020. The age and service requirements amended to be age 55 with 10 years of credited service for members hired after January 21, 2020 or the completion of 25 years of credited service, regardless of age for members hired on or after January 21, 2020. Pension benefits are paid at 3.5% of Average Final Compensation (AFC) times credited service if hired prior to January 21, 2020, and 3% if hired after January 21, 2020.

Early retirement: A member is eligible for early retirement upon attaining age 50 and 10 years of credited service. Pension benefits under early retirement are determined as for normal retirement and reduced 3.0% for each year that early retirement precedes normal retirement.

TOWN OF BELLEAIR, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

(11) Employees' Retirement Plans: (Continued)

Disability: Eligibility for a service incurred disability is covered from date of employment. Eligibility for a non-service incurred disability vests after 10 years of credited service. Benefits are accrued to date of disability. The minimum benefit for service incurred is 42% of AFC.

Pre-retirement death benefits: For vested or eligible-to- retire members, pre-retirement death benefits are equal to the monthly accrued benefit payable at the member's normal retirement date to a designated beneficiary for 10 years, with payment options available. For non-vested members, the Plan provides a refund of the required contribution account.

Termination of employment: If a member terminates employment with the City in less than 10 years, the member receives a refund of accumulated contributions without interest. If a member terminates employment with the City after 10 years or more of credited service, the member receives a refund of contributions with an actuarially discounted benefit payable upon reaching retirement age or the accrued benefit payable at retirement age.

Chapter 185 Share Account

Pursuant to Chapter 2015-39, Laws of Florida, a supplemental benefit component for special benefits exists but is currently not funded as no premium tax allocations have been made to the share accounts.

Financial Statements

The financial statements of the plans are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. The Town's contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. All plan investments are reported at fair value and are managed by an independent third-party money manager.

Investments that do not have an established market are reported at estimated fair value. Performance reporting, administrative expenses, and the Town's asset valuation are based on the custodians' determination of value. Administrative costs of the Plan are financed through investment earnings or, at the exclusive option of the Town, from expense reimbursements made by the Town.

Contributions

The State of Florida has established guidelines for state and local pension plan funding that requires submission to and approval of the local government's actuarial reports by a State Bureau, at least every third year. The Town's pension plans, by policy, (1) require annual actuarial reports as of October 1 of each year, (2) receive employer contributions based on the actuarially determined requirement which includes funding from the State of Florida as required by Florida Statute and (3) use the same assumptions (see funding policy section) for determining the employer contribution required.

Participants in the plan contribute 6% of the employee's covered payroll if hired before January 21, 2020, and 8% of the employee's covered payroll if hired on or after January 21, 2020.

TOWN OF BELLEAIR, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

(11) **Employees' Retirement Plans:** (Continued)

For the year ended September 30, 2024, contributions to the Town's pension plan were as follows:

| | Police Plan |
|---------------------------|--------------------|
| Plan member contributions | \$ 86,510 |
| Town contributions | 256,318 |
| State contributions | 84,255 |
| Total contributions | <u>\$ 427,083</u> |

Summary of Significant Accounting Policies

The Plan is accounted for as a Pension Trust Fund; therefore, it is accounted for in substantially the same manner as a proprietary fund with a capital maintenance measurement focus and the accrual basis of accounting. Employer contributions are recognized in the period in which contributions are due. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plan. Plan assets are valued at fair value for financial statement purposes. Separate statements are not issued for the plan.

Investment Policy

See Note (3) for additional discussion of the investment policies for Police Plan. The following was the asset allocation policy for the plan at September 30, 2024:

| Asset Class | Target Asset Allocation |
|-----------------------|--------------------------------|
| Domestic equity | 45.0% |
| International equity | 15.0% |
| Domestic fixed income | 35.0% |
| Global fixed income | 5% |

Net Pension Asset and Liability

The net pension asset and liability are measured as the portion of the present value of projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees' past periods of service (total pension liability), less the amount of the pension plan's fiduciary net position.

The components of the net pension liability of the pension plan at September 30, 2024, were as follows:

| | |
|---|-------------------|
| Total pension liability | \$ 6,957,723 |
| Plan fiduciary net position | (6,120,344) |
| Net pension liability | <u>\$ 837,379</u> |
| Plan fiduciary net position as percentage of total pension liability | 87.96% |

TOWN OF BELLEAIR, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

(11) Employees' Retirement Plans: (Continued)

The total pension liability at September 30, 2024, was determined by an actuarial valuation as of October 01, 2023, and measurement date of September 30, 2024, using the following actuarial assumptions for all measurement periods.

| | |
|---------------------------|---------------|
| Inflation | 2.50% |
| Salary increases | Service-based |
| Discount rate | 7.00% |
| Investment rate of return | 7.00% |

Mortality rate:

Healthy Active Lives: Female: PubS.H-2010 for Employees, set forward one year; Male: PubS.H-2010 (Below Median) for Employees, set forward one year.

Mortality Rate Disabled Lives: 80% PubG.H-2010 for Disabled Retirees / 20% PubS.H-2010 for Disabled Retirees.

Mortality Rate Healthy Retiree Lives: Female: PubS.H-2010 for Healthy Retirees, set forward one year; Male: PubS.H-2010 (Below Median) for Healthy Retirees, set forward one year.

Mortality Rate Beneficiary Lives: Female: PubG.H-2010 (Below Median) for Healthy Retirees; Male: PubG.H-2010 (Below Median) for Healthy Retirees, set back one year.

All rates are projected generationally with Mortality Improvement Scale MP-2018

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class. These ranges are combined to produce the long term expected rate of return by weighting the expected future real rates.

Best estimates of arithmetic real rates of return for each major class included in the pension plan's target asset allocation as of September 30, 2024, are summarized in the following table:

| Asset Class | Expected Long-Term Real Rate of Return |
|-----------------------|--|
| Domestic Equity | 7.5% |
| International Equity | 8.5% |
| Domestic Fixed Income | 2.5% |
| Global Fixed Income | 3.5% |

Discount rate:

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

TOWN OF BELLEAIR, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

(11) **Employees' Retirement Plans:** (Continued)

Changes in net pension liability:

The change in the net pension asset and liability for the year ended September 30, 2024 is as follows, with various differences noted in the ending plan fiduciary net position per the actuarial valuation versus the financial statements due to timing differences resulting from the accrual of income and expense items.

| | Police Officers' Pension Plan | | |
|--|--|--|--|
| | Total Pension Liability (a) | Plan Fiduciary Net Position (b) | Net Pension Liability (a-b) |
| Beginning Balance | \$ 6,283,271 | \$ 4,995,221 | \$ 1,288,050 |
| Changes for year: | | | |
| Service cost | 351,291 | - | 351,291 |
| Interest | 456,376 | - | 456,376 |
| Differences between expected/actual experience | 220,532 | - | 220,532 |
| Changes of assumptions | 59,710 | - | 59,710 |
| Contributions - employer | - | 212,944 | (212,944) |
| Contributions - employee | - | 86,510 | (86,510) |
| Contributions - state | - | 84,255 | (84,255) |
| Net investment income (loss) | - | 1,208,899 | (1,208,899) |
| Benefit payments, including refunds | (413,457) | (413,457) | - |
| Administrative expenses | - | (54,028) | 54,028 |
| Net changes | 674,452 | 1,125,123 | (450,671) |
| Ending Balance | <u>\$ 6,957,723</u> | <u>\$ 6,120,344</u> | <u>\$ 837,379</u> |

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

The following presents the net pension liability of the Town calculated using the selected discount rates, as well as what the Town's net pension liability (asset) (NPL) would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rate.

| Plan | Current Discount Rate | NPL with 1% Decrease | NPL at Current Discount Rate | NPL with 1% Increase |
|-------------|----------------------------------|---------------------------------|---|---------------------------------|
| Police | 7.00% | \$ 1,488,475 | \$ 837,379 | \$ 278,798 |

Pension Expense and Deferred Outflows and Inflows of Resources Related to Pension

For the year ended September 30, 2024, the Town recognized a pension expense of \$596,359.

TOWN OF BELLEAIR, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

(11) Employees' Retirement Plans: (Continued)

At September 30, 2024, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | <u>Deferred Outflows of Resources</u> | <u>Deferred Inflows of Resources</u> |
|---|---|--|
| Differences between expected and actual investment earnings | \$ - | \$ 255,498 |
| Changes of assumptions | 29,855 | - |
| Changes in demographic experience | 110,266 | - |
| | <u>\$ 140,121</u> | <u>\$ 255,498</u> |

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pension plans will be recognized in pension expenses as follows:

| | |
|------------|------------|
| 2025 | \$ 153,766 |
| 2026 | 106,209 |
| 2027 | (203,910) |
| 2028 | (171,442) |
| 2029 | - |
| Thereafter | - |

B. General Employee 401(k) Plan

The Town provides retirement benefits for all of its full-time employees not covered under the police officers' pension plan through a defined contribution 401(k) plan administered by Mission Square as a third-party administrator and investment advisor under their prototype profit-sharing plan and trust agreement. At September 30, 2024, there were 48 plan members. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate after one year of employment. The 401(k) plan requires that participants contribute at least three percent (but not to exceed fourteen percent or the maximum amount allowed by the Internal Revenue Code whichever is greater) of their compensation which, if made, will be matched by a nine percent Town contribution. The Town's contributions for each employee (and interest allocated to the employee's account) are fully vested after three years of continuous service. Town contributions for, and interest forfeited by, employees who leave employment before three years of service are used to reduce the Town's current-period contribution requirement. The 401(k) plan provisions and contribution requirements are established and may be amended by the Town Commission. For the year ended September 30, 2024, employer contributions required and made totaled \$228,801.

C. Deferred Compensation

The Town maintains a deferred compensation plan (plan) under the provisions of section 457 of the Internal Revenue Code, as amended. This law stipulates that all assets and income of the plan must be held in trust for the exclusive benefit of the plan participants and their beneficiaries. The Town's plan is administered by the International Town Management Association Retirement Corporation and provides the plan participants with the option to invest in thirteen different registered investment funds (mutual funds). Although the Town is the trustee of the plan, the Town has no administrative involvement and performs no investing function for the plan and has not, therefore, reported the plan in this financial report.

TOWN OF BELLEAIR, FLORIDA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

(12) **Adjustments to Beginning Fund Balance**

| | Reporting Units Affected by Adjustments to Beginning Balances | | |
|---|--|----------------------------------|----------------------------|
| | General Fund | Wastewater Management Fund | Governmental Activities |
| 9/30/2023, as previously stated | \$ 4,332,351 | \$ 280,619 | \$ 38,416,899 |
| Changes within the financial reporting entity (Wastewater Management Fund roll into General Fund) | 280,619 | (280,619) | 280,619 |
| 9/30/2024, as restated | <u>\$ 4,612,970</u> | <u>\$ -</u> | <u>\$ 38,697,518</u> |

(13) **Recent Accounting Pronouncements:**

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

GASB issued Statement No. 101, *Compensated Absences*, in June 2022. GASB Statement No. 101 amends the existing guidance related to the calculation and disclosures surrounding the liability for compensated absences. The provisions for GASB 101 are effective for fiscal years beginning after December 15, 2023.

GASB issued Statement No. 102, *Certain Risk Disclosures*, in December 2023. The objective of GASB 102 is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. The effective date for implementation is fiscal years beginning after June 15, 2024, and all reporting periods thereafter.

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

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

REQUIRED SUPPLEMENTARY INFORMATION

TOWN OF BELLEAIR, FLORIDA
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY
AND RELATED RATIOS
LAST 10 FISCAL YEARS
(UNAUDITED)

| | <u>2024</u> | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> |
|--|------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| Total OPEB Liability | | | | | | |
| Service cost | \$ 11,281 | \$ 11,400 | \$ 28,367 | \$ 32,403 | \$ 27,740 | \$ 26,781 |
| Interest | 4,739 | 4,719 | 16,171 | 15,668 | 14,807 | 17,480 |
| Changes of benefit terms | (46,806) | - | - | - | - | - |
| Difference between expected and actual experience | 67,163 | - | (480,372) | - | (23,396) | (20,471) |
| Changes in assumptions | (53,647) | (794) | (121,161) | (4,333) | 313,969 | 13,060 |
| Benefit payments, including refunds of employee contributions | (6,732) | (25,007) | (23,371) | (42,886) | (40,239) | (51,807) |
| Net change in total OPEB liability | (24,002) | (9,682) | (580,366) | 852 | 292,881 | (14,957) |
| Total OPEB liability - beginning of year | 108,804 | 118,486 | 698,852 | 698,000 | 405,119 | 420,076 |
| Total OPEB liability - end of year | <u>\$ 84,802</u> | <u>\$ 108,804</u> | <u>\$ 118,486</u> | <u>\$ 698,852</u> | <u>\$ 698,000</u> | <u>\$ 405,119</u> |
| Covered-employee payroll | \$ 3,527,067 | \$ 3,332,000 | \$ 3,235,003 | \$ 3,177,000 | \$ 3,069,520 | \$ 2,802,121 |
| Total OPEB liability as a percentage of covered-employee payroll | 2.40% | 3.27% | 3.66% | 22.00% | 22.74% | 14.46% |

Notes to Schedule:

| | | | | | | |
|-------------------|-----------|-----------|-----------|-----------|-----------|-----------|
| Valuation date: | 9/30/2024 | 9/30/2023 | 9/30/2022 | 9/30/2021 | 9/30/2020 | 9/30/2019 |
| Measurement date: | 9/30/2024 | 9/30/2023 | 9/30/2022 | 9/30/2021 | 9/30/2020 | 9/30/2019 |

Changes of assumptions. Changes of assumptions and other changes reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

3.81% 4.06%

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

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

TOWN OF BELLEAIR, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
POLICE OFFICERS' PENSION PLAN
SEPTEMBER 30, 2024
(UNAUDITED)

| Fiscal Year Ending September 30, | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Total Pension Liability | | | | | | | | | | |
| Service cost | \$ 351,291 | \$ 290,748 | \$ 253,146 | \$ 278,143 | \$ 258,175 | \$ 271,607 | \$ 276,250 | \$ 235,024 | \$ 237,141 | \$ 237,141 |
| Interest | 456,376 | 429,657 | 415,670 | 406,302 | 379,016 | 358,831 | 329,454 | 321,366 | 280,727 | 270,052 |
| Changes in benefit terms | - | - | - | - | - | - | - | (29,812) | - | - |
| Difference between actual and expected experience | 220,532 | 16,856 | (115,405) | (147,955) | 299,896 | (101,933) | 83,595 | (137,418) | (123,703) | (127,034) |
| Changes of assumptions | 59,710 | 53,398 | 50,411 | 57,238 | (104,309) | - | 12,638 | - | 143,054 | - |
| Benefit payments including refunds of contributions | (413,457) | (371,758) | (367,944) | (362,418) | (330,538) | (244,759) | (193,311) | (180,671) | (158,004) | (141,005) |
| Net change in total pension liability | 674,452 | 418,901 | 235,878 | 231,310 | 502,240 | 283,746 | 508,626 | 208,489 | 379,215 | 239,154 |
| Total pension liability - beginning | 6,283,271 | 5,864,370 | 5,628,492 | 5,397,182 | 4,894,942 | 4,611,196 | 4,102,570 | 3,894,081 | 3,514,866 | 3,309,913 |
| Total pension liability - ending (a) | \$ 6,957,723 | \$ 6,283,271 | \$ 5,864,370 | \$ 5,628,492 | \$ 5,397,182 | \$ 4,894,942 | \$ 4,611,196 | \$ 4,102,570 | \$ 3,894,081 | \$ 3,549,067 |
| Total Fiduciary Net Position | | | | | | | | | | |
| Contributions - employer | \$ 212,944 | \$ 237,811 | \$ 350,094 | \$ 314,508 | \$ 297,808 | \$ 273,200 | \$ 168,361 | \$ 176,105 | \$ 150,036 | \$ 213,760 |
| Contributions - state | 84,255 | 83,798 | - | 58,051 | 57,098 | 55,311 | 52,950 | 48,160 | 48,560 | 47,291 |
| Contributions - employee | 86,510 | 132,251 | 65,131 | 63,138 | 56,927 | 61,708 | 54,471 | 52,223 | 46,400 | 47,017 |
| Net investment income (loss) | 1,208,899 | 485,697 | (1,141,148) | 815,668 | 408,578 | 176,763 | 257,192 | 408,804 | 166,378 | (17,732) |
| Benefit payments, including refunds of contributions | (413,457) | (368,207) | (367,944) | (362,418) | (330,538) | (244,759) | (193,311) | (180,671) | (158,004) | (141,005) |
| Administrative expenses | (54,028) | (52,235) | (37,535) | (33,114) | (36,245) | (48,852) | (35,850) | (29,286) | (27,832) | (28,373) |
| Net change in plan fiduciary net position | 1,125,123 | 519,115 | (1,131,402) | 855,833 | 453,628 | 273,371 | 303,813 | 475,335 | 225,538 | 120,958 |
| Plan fiduciary net position - beginning | 4,995,221 | 4,476,106 | 5,607,508 | 4,751,675 | 4,298,047 | 4,024,676 | 3,720,863 | 3,245,528 | 3,019,990 | 2,899,032 |
| Plan fiduciary net position - ending (b) | \$ 6,120,344 | \$ 4,995,221 | \$ 4,476,106 | \$ 5,607,508 | \$ 4,751,675 | \$ 4,298,047 | \$ 4,024,676 | \$ 3,720,863 | \$ 3,245,528 | \$ 3,019,990 |
| Net pension liability (asset) - ending (a) - (b) | \$ 837,379 | \$ 1,288,050 | \$ 1,388,264 | \$ 20,984 | \$ 645,507 | \$ 596,895 | \$ 586,520 | \$ 381,707 | \$ 648,553 | \$ 529,077 |
| Plan fiduciary net position as a percentage of the total pension liability | 87.96% | 79.50% | 76.33% | 99.63% | 88.04% | 87.81% | 87.28% | 90.70% | 83.35% | 85.09% |
| Covered payroll | \$ 1,288,517 | \$ 1,261,629 | \$ 1,009,703 | \$ 978,925 | \$ 948,665 | \$ 1,028,474 | \$ 907,853 | \$ 870,386 | \$ 773,326 | \$ 783,615 |
| Net pension liability as a percentage of covered payroll | 64.99% | 102.09% | 137.49% | 2.14% | 68.04% | 58.04% | 64.61% | 43.85% | 83.87% | 67.52% |

**TOWN OF BELLEAIR, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
POLICE OFFICERS' PENSION PLAN
SEPTEMBER 30, 2024
(UNAUDITED)**

| Fiscal Year | Actuarially Determined Contribution (ADC) | Contributions in Relation to ADC | Contribution Deficiency (Excess) | Covered Payroll | Contributions as Percentage of Employee Payroll |
|--------------------|--|---|---|----------------------------|--|
| 2024 | \$ 340,573 | \$ 297,199 | \$ 43,374 | \$ 1,288,517 | 23.07% |
| 2023 | 381,898 | 398,705 | (16,807) | 1,261,629 | 31.60% |
| 2022 | 341,573 | 364,432 | (22,859) | 1,009,703 | 36.09% |
| 2021 | 369,819 | 372,559 | (2,740) | 978,925 | 38.06% |
| 2020 | 350,458 | 354,906 | (4,448) | 948,665 | 37.41% |
| 2019 | 321,361 | 328,511 | (7,150) | 1,028,474 | 31.94% |
| 2018 | 221,881 | 221,881 | - | 907,853 | 24.44% |
| 2017 | 223,396 | 223,396 | - | 870,386 | 25.67% |
| 2016 | 197,989 | 198,596 | (607) | 773,326 | 25.68% |
| 2015 | 261,051 | 261,051 | - | 783,615 | 33.31% |

Notes to Schedule:

Valuation Date: 10/1/2022

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method: Entry Age Normal Actuarial Cost Method
Latest Experience Study Date: October 15, 2018
Mortality: Healthy Active Lives:
Female: PubS.H-2010 Female: PubS.H-2010 for Employees, set forward one year.
Male: PubS.H-2010 (Below Median) for Employees, set forward one year.
Healthy Retiree Lives:
Female: PubS.H-2010 for Healthy Retirees, set forward one year.
Male: PubS.H-2010 (Below Median) for Healthy Retirees, set forward one year.
Beneficiary Lives: Female: PubG.H-2010 (Below Median) for Healthy Retirees.
Male: PubG.H-2010 (Below Median) for Healthy Retirees, set back one year.
Disabled Lives: 80% PubG.H-2010 for Disabled Retirees / 20% PubS.H-2010 for Disabled Retirees.
All rates for healthy lives are projected generationally with Mortality Improvement Scale MP-2018.
Interest Rate: 7.20% per Year Compounded Annually, Net of Investment Related Expenses
Salary Scale: Service based
Inflation: 2.50%

TOWN OF BELLEAIR, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF INVESTMENT RETURNS
SEPTEMBER 30, 2024
(UNAUDITED)

| For the Year Ending September 30, | Police Officers' Pension Plan |
|--|--|
| 2024 | 24.73% |
| 2023 | 11.23% |
| 2022 | -19.93% |
| 2021 | 16.77% |
| 2020 | 9.13% |
| 2019 | 4.11% |
| 2018 | 7.11% |
| 2017 | 12.48% |
| 2016 | 5.68% |
| 2015 | -0.75% |

SUPPLEMENTARY INFORMATION

**TOWN OF BELLEAIR, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2024**

| | <u>Special Revenue</u> | | | <u>Debt Service</u> | | <u>Capital Projects</u> | <u>Total</u> |
|---|---------------------------------------|--------------------------------------|-----------------------------|---|---|----------------------------------|--|
| | <u>Local Option Sales Tax</u> | <u>Transportation Impact Fee</u> | <u>Tree Replacement</u> | <u>Capital Improvement Series 2019A</u> | <u>Capital Improvement Series 2019B</u> | <u>Equipment Replacement</u> | <u>Nonmajor Governmental Funds</u> |
| ASSETS | | | | | | | |
| Cash and cash equivalents | \$ 23,451 | \$ - | \$ 6,974 | \$ - | \$ - | \$ 46,114 | \$ 76,539 |
| Investments | 139,558 | 95,700 | 197,560 | - | - | 319,595 | 752,413 |
| Due from other governments | 12,603 | - | - | - | - | - | 12,603 |
| Total assets | <u>\$ 175,612</u> | <u>\$ 95,700</u> | <u>\$ 204,534</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 365,709</u> | <u>\$ 841,555</u> |
| LIABILITIES | | | | | | | |
| Accounts payable and accrued liabilities | \$ - | \$ - | \$ 17,717 | \$ - | \$ - | \$ - | \$ 17,717 |
| Total liabilities | <u>-</u> | <u>-</u> | <u>17,717</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>17,717</u> |
| FUND BALANCES | | | | | | | |
| Restricted for: | | | | | | | |
| Capital projects | \$ 175,612 | \$ 95,700 | \$ - | \$ - | \$ - | \$ 365,709 | \$ 637,021 |
| Committed to: | | | | | | | |
| Tree replacement | - | - | 186,817 | - | - | - | 186,817 |
| Total fund balances | <u>175,612</u> | <u>95,700</u> | <u>186,817</u> | <u>-</u> | <u>-</u> | <u>365,709</u> | <u>823,838</u> |
| Total liabilities, deferred inflows and fund balances | <u>\$ 175,612</u> | <u>\$ 95,700</u> | <u>\$ 204,534</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 365,709</u> | <u>\$ 841,555</u> |

TOWN OF BELLEAIR, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

| | Special Revenue | | | Debt Service | | | Capital Projects | Total Nonmajor Governmental Funds |
|--|------------------------|---------------------------|-------------------|----------------------------------|----------------------------------|-----------------|-----------------------|-----------------------------------|
| | Local Option Sales Tax | Transportation Impact Fee | Tree Replacement | Capital Improvement Series 2019A | Capital Improvement Series 2019B | Facility Lease | Equipment Replacement | |
| Revenues | | | | | | | | |
| Taxes | \$ 51,398 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 51,398 |
| Intergovernmental | - | - | - | - | - | - | 45,339 | 45,339 |
| Investment income | 6,284 | 5,051 | 11,154 | - | - | - | 18,591 | 41,080 |
| Total revenues | <u>57,682</u> | <u>5,051</u> | <u>11,154</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>63,930</u> | <u>137,817</u> |
| Expenditures | | | | | | | | |
| Current: | | | | | | | | |
| Transportation | - | - | - | - | - | - | 5,398 | 5,398 |
| Culture and recreation | - | - | 34,261 | - | - | - | 10,380 | 44,641 |
| Capital outlay | - | - | - | - | - | - | 134,769 | 134,769 |
| Debt service: | | | | | | | | |
| Principal retirement | - | - | - | 522,000 | 205,000 | 62,161 | 27,185 | 816,346 |
| Interest and fiscal charges | - | - | - | 136,678 | 100,356 | 16,555 | 7,282 | 260,871 |
| Total expenditures | <u>-</u> | <u>-</u> | <u>34,261</u> | <u>658,678</u> | <u>305,356</u> | <u>78,716</u> | <u>185,014</u> | <u>1,262,025</u> |
| Excess (deficiency) of revenues over expenditures | <u>57,682</u> | <u>5,051</u> | <u>(23,107)</u> | <u>(658,678)</u> | <u>(305,356)</u> | <u>(78,716)</u> | <u>(121,084)</u> | <u>(1,124,208)</u> |
| Other financing sources (uses) | | | | | | | | |
| Transfers in | - | - | - | 658,678 | 305,356 | 78,716 | 90,000 | 1,132,750 |
| Proceeds from sale of capital assets | - | - | - | - | - | - | 444 | 444 |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> | <u>658,678</u> | <u>305,356</u> | <u>78,716</u> | <u>90,444</u> | <u>1,133,194</u> |
| Net change in fund balances | <u>57,682</u> | <u>5,051</u> | <u>(23,107)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(30,640)</u> | <u>8,986</u> |
| Fund balances, beginning of year | 117,930 | 90,649 | 209,924 | - | - | - | 396,349 | 814,852 |
| Fund balances, end of year | <u>\$ 175,612</u> | <u>\$ 95,700</u> | <u>\$ 186,817</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 365,709</u> | <u>\$ 823,838</u> |

TOWN OF BELLEAIR, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CAPITAL PROJECTS FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2024

| | Budgeted Amounts | | Actual | Variance with Final Budget |
|--|--------------------------|----------------------------|----------------------------|---------------------------------------|
| | Original | Final | | |
| Revenues | | | | |
| Taxes | \$ 2,607,750 | \$ 2,587,409 | \$ 2,586,821 | \$ (588) |
| Intergovernmental | 4,600,000 | 37,545 | 37,545 | - |
| Charges for services | 315,000 | 315,000 | 327,950 | 12,950 |
| Investment income | 85,000 | 445,000 | 446,506 | 1,506 |
| Miscellaneous | 22,500 | - | 22,500 | 22,500 |
| Total revenues | <u>7,630,250</u> | <u>3,384,954</u> | <u>3,421,322</u> | <u>36,368</u> |
| Expenditures | | | | |
| Current: | | | | |
| Transportation | - | - | 60,313 | (60,313) |
| Capital Outlay | 6,016,100 | 3,694,180 | 2,511,654 | 1,182,526 |
| Debt service: | | | | - |
| Principal retirement | 789,161 | - | - | - |
| Interest and fiscal charges | 253,588 | - | - | - |
| Total expenditures | <u>7,058,849</u> | <u>3,694,180</u> | <u>2,571,967</u> | <u>1,122,213</u> |
| Excess (deficiency) of revenues over expenditures | <u>571,401</u> | <u>(309,226)</u> | <u>849,355</u> | <u>1,158,581</u> |
| Other financing sources (uses) | | | | |
| Transfers out | - | (1,042,750) | (1,042,750) | - |
| Issuance of long-term debt | - | 22,500 | - | (22,500) |
| Total other financing sources (uses) | <u>-</u> | <u>(1,020,250)</u> | <u>(1,042,750)</u> | <u>(22,500)</u> |
| Net change in fund balances | <u>571,401</u> | <u>(1,329,476)</u> | <u>(193,395)</u> | <u>1,136,081</u> |
| Fund balances, beginning of year | - | 6,488,122 | 6,929,581 | (441,459) |
| Fund balances, end of year | <u><u>\$ 571,401</u></u> | <u><u>\$ 5,158,646</u></u> | <u><u>\$ 6,736,186</u></u> | <u><u>\$ 694,622</u></u> |

TOWN OF BELLEAIR, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - LOCAL GAS OPTION FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2024

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget - Positive (Negative) |
|---|-------------------------|-------------------|-------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Taxes | \$ 24,500 | \$ 51,500 | \$ 51,398 | \$ (102) |
| Investment income | 500 | 6,200 | 6,284 | 84 |
| Total revenues | <u>25,000</u> | <u>57,700</u> | <u>57,682</u> | <u>(18)</u> |
| Expenditures | | | | |
| Current: | | | | |
| General government | 25,000 | 25,000 | - | 25,000 |
| Net change in fund balances | <u>-</u> | <u>32,700</u> | <u>57,682</u> | <u>24,982</u> |
| Fund balances, beginning of year | 117,930 | 117,930 | 117,930 | - |
| Fund balances, end of year | <u>\$ 117,930</u> | <u>\$ 150,630</u> | <u>\$ 175,612</u> | <u>\$ 24,982</u> |

TOWN OF BELLEAIR, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL -TRANSPORTATION IMPACT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2024

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget - Positive (Negative) |
|---|-------------------------|------------------|------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Investment income | \$ 2,500 | \$ 5,000 | \$ 5,051 | \$ 51 |
| Total revenues | <u>2,500</u> | <u>5,000</u> | <u>5,051</u> | <u>51</u> |
| Expenditures | | | | |
| Current: | | | | |
| General government | 25,000 | 25,000 | - | 25,000 |
| Net change in fund balances | <u>(22,500)</u> | <u>(20,000)</u> | <u>5,051</u> | <u>25,051</u> |
| Fund balances, beginning of year | 90,649 | 90,649 | 90,649 | - |
| Fund balances, end of year | <u>\$ 68,149</u> | <u>\$ 70,649</u> | <u>\$ 95,700</u> | <u>\$ 25,051</u> |

TOWN OF BELLEAIR, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - TREE REPLACEMENT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2024

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget - Positive (Negative) |
|---|-------------------------|--------------------------|--------------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| License and Permits | \$ 500 | \$ 500 | \$ - | \$ (500) |
| Investment income | 500 | 11,150 | 11,154 | 4 |
| Total revenues | <u>1,000</u> | <u>11,650</u> | <u>11,154</u> | <u>(496)</u> |
| Expenditures | | | | |
| Current: | | | | |
| General government | 5,000 | 6,275 | - | 6,275 |
| Transportation | - | 20,000 | - | 20,000 |
| Culture and recreation | - | - | 34,261 | (34,261) |
| Capital Outlay | <u>20,000</u> | <u>27,110</u> | <u>-</u> | <u>27,110</u> |
| Total expenditures | <u>25,000</u> | <u>53,385</u> | <u>34,261</u> | <u>19,124</u> |
| Net change in fund balances | <u>(24,000)</u> | <u>(41,735)</u> | <u>(23,107)</u> | <u>18,628</u> |
| Fund balances, beginning of year | 106,684 | 209,924 | 209,924 | - |
| Fund balances, end of year | <u><u>\$ 82,684</u></u> | <u><u>\$ 168,189</u></u> | <u><u>\$ 186,817</u></u> | <u><u>\$ 18,628</u></u> |

TOWN OF BELLEAIR, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - 2019A REVENUE BOND FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2024

| | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|--|-------------------------|--------------|---|
| | Original | Final | Actual |
| Revenues | | | |
| Total revenues | \$ - | \$ - | \$ - |
| Expenditures | | | |
| Debt service: | | | |
| Principal retirement | 522,000 | 522,000 | 522,000 |
| Interest and fiscal charges | 136,678 | 136,678 | 136,678 |
| Total expenditures | 658,678 | 658,678 | 658,678 |
| Excess (deficiency) of revenues over expenditures | (658,678) | (658,678) | (658,678) |
| Other financing sources (uses): | | | |
| Transfers in | 658,678 | 658,678 | 658,678 |
| Total other financing sources (uses) | 658,678 | 658,678 | 658,678 |
| Net change in fund balances | - | - | - |
| Fund balances, beginning of year | - | - | - |
| Fund balances, end of year | \$ - | \$ - | \$ - |

TOWN OF BELLEAIR, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - 2019B REVENUE BOND FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2024

| | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|--|-------------------------|--------------|---|
| | Original | Final | Actual |
| Revenues | | | |
| Total revenues | \$ - | \$ - | \$ - |
| Expenditures | | | |
| Debt service: | | | |
| Principal retirement | 205,000 | 205,000 | 205,000 |
| Interest and fiscal charges | 100,356 | 100,356 | 100,356 |
| Total expenditures | 305,356 | 305,356 | 305,356 |
| Excess (deficiency) of revenues over expenditures | (305,356) | (305,356) | (305,356) |
| Other financing sources (uses): | | | |
| Transfers in | 305,356 | 305,356 | 305,356 |
| Total other financing sources (uses) | 305,356 | 305,356 | 305,356 |
| Net change in fund balances | - | - | - |
| Fund balances, beginning of year | - | - | - |
| Fund balances, end of year | \$ - | \$ - | \$ - |

TOWN OF BELLEAIR, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - FACILITY LEASE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2024

| | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|--|-------------------------|--------------|---|
| | Original | Final | Actual |
| Revenues | | | |
| Total revenues | \$ - | \$ - | \$ - |
| Expenditures | | | |
| Debt service: | | | |
| Principal retirement | 62,161 | 62,161 | 62,161 |
| Interest and fiscal charges | 16,555 | 16,555 | 16,555 |
| Total expenditures | 78,716 | 78,716 | 78,716 |
| Excess (deficiency) of revenues over expenditures | (78,716) | (78,716) | (78,716) |
| Other financing sources (uses): | | | |
| Transfers in | 78,716 | 78,716 | 78,716 |
| Total other financing sources (uses) | 78,716 | 78,716 | 78,716 |
| Net change in fund balances | - | - | - |
| Fund balances, beginning of year | - | - | - |
| Fund balances, end of year | \$ - | \$ - | \$ - |

TOWN OF BELLEAIR, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - EQUIPMENT REPLACEMENT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2024

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget - Positive (Negative) |
|--|-------------------------|-------------------|-------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Grants | \$ - | \$ 45,000 | \$ 45,339 | \$ 339 |
| Investment income | - | 19,000 | 18,591 | (409) |
| Total revenues | - | 64,000 | 63,930 | (70) |
| Expenditures | | | | |
| Current: | | | | |
| Transportation | - | 24,306 | 5,398 | (18,908) |
| Public Safety | - | 92,500 | - | (92,500) |
| Culture and recreation | - | - | 10,380 | 10,380 |
| Capital Outlay | 55,000 | 169,101 | 134,769 | (34,332) |
| Debt service: | | | | |
| Principal retirement | - | 27,185 | 27,185 | - |
| Interest and fiscal charges | - | 7,282 | 7,282 | - |
| Total expenditures | 55,000 | 320,374 | 185,014 | (135,360) |
| Excess (deficiency) of revenues over expenditures | <u>(55,000)</u> | <u>(256,374)</u> | <u>(121,084)</u> | <u>135,290</u> |
| Other financing sources (uses): | | | | |
| Proceeds from sale of capital assets | - | 444 | 444 | - |
| Transfers in | 40,000 | 90,000 | 90,000 | - |
| Total other financing sources (uses) | 40,000 | 90,444 | 90,444 | - |
| Net change in fund balances | <u>(15,000)</u> | <u>(165,930)</u> | <u>(30,640)</u> | <u>135,290</u> |
| Fund balances, beginning of year | 396,349 | 396,349 | 396,349 | - |
| Fund balances, end of year | <u>\$ 381,349</u> | <u>\$ 230,419</u> | <u>\$ 365,709</u> | <u>\$ 135,290</u> |

Statistical Section

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

Contents

Financial Trends (*Schedules 1-7*)

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

Revenue Capacity (*Schedules 8-12*)

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

Debt Capacity (*Schedules 13-16*)

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

Demographic and Economic Information (*Schedules 17-18*)

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

Operating Information (*Schedules 19-23*)

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

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

TOWN OF BELLEAIR, FLORIDA
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)

| | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| Governmental activities: | | | | | | | | | | |
| Net investment in capital assets | \$ 27,723,165 | \$ 27,540,196 | \$ 24,933,089 | \$ 24,126,814 | \$ 25,303,754 | \$ 26,054,665 | \$ 24,865,070 | \$ 26,107,346 | \$ 26,838,533 | \$ 24,653,063 |
| Restricted | 7,023,207 | 7,035,018 | 9,518,066 | 9,904,918 | 11,049,155 | 6,657,800 | 6,932,001 | 5,206,043 | 2,951,253 | 4,743,141 |
| Florida Building Code Admin | 863,315 | | | | | | | | | |
| Unrestricted | 6,337,628 | 3,841,685 | 2,255,644 | 1,028,492 | 1,020,801 | 1,023,826 | 865,363 | 1,494,089 | 1,621,008 | 1,991,762 |
| Total governmental activities net position | <u>\$ 41,947,315</u> | <u>\$ 38,416,899</u> | <u>\$ 36,706,799</u> | <u>\$ 35,060,224</u> | <u>\$ 37,373,710</u> | <u>\$ 33,736,291</u> | <u>\$ 32,662,434</u> | <u>\$ 32,807,478</u> | <u>\$ 31,410,794</u> | <u>\$ 31,387,966</u> |
| Business-type activities: | | | | | | | | | | |
| Net investment in capital assets | \$ 7,287,017 | \$ 4,376,507 | \$ 3,647,424 | \$ 3,494,002 | \$ 3,396,013 | \$ 3,462,341 | \$ 3,481,032 | \$ 3,701,788 | \$ 3,797,561 | \$ 3,311,142 |
| Restricted | | | | | | | | | | |
| Unrestricted | 3,146,988 | 3,675,526 | 4,646,311 | 4,371,711 | 3,597,691 | 3,440,386 | 3,018,603 | 2,471,849 | 1,904,753 | 1,540,083 |
| Total business-type activities net position | <u>\$ 10,434,005</u> | <u>\$ 8,052,033</u> | <u>\$ 8,293,735</u> | <u>\$ 7,865,713</u> | <u>\$ 6,993,704</u> | <u>\$ 6,902,727</u> | <u>\$ 6,499,635</u> | <u>\$ 6,173,637</u> | <u>\$ 5,702,314</u> | <u>\$ 4,851,225</u> |
| Primary government: | | | | | | | | | | |
| Net investment in capital assets | \$ 35,010,182 | \$ 31,916,703 | \$ 28,580,513 | \$ 27,620,816 | \$ 28,699,767 | \$ 29,517,006 | \$ 28,346,102 | \$ 29,809,134 | \$ 30,636,094 | \$ 27,964,205 |
| Restricted | 7,023,207 | 7,035,018 | 9,518,066 | 9,904,918 | 11,049,155 | 6,657,800 | 6,932,001 | 5,206,043 | 2,951,253 | 4,743,141 |
| Florida Building Code Admin | 863,315 | | | | | | | | | |
| Unrestricted | 9,484,616 | 7,517,211 | 6,901,955 | 5,400,203 | 4,618,492 | 4,464,212 | 3,883,966 | 3,965,938 | 3,525,761 | 3,531,845 |
| | <u>\$ 52,381,320</u> | <u>\$ 46,468,932</u> | <u>\$ 45,000,534</u> | <u>\$ 42,925,937</u> | <u>\$ 44,367,414</u> | <u>\$ 40,639,018</u> | <u>\$ 39,162,069</u> | <u>\$ 38,981,115</u> | <u>\$ 37,113,108</u> | <u>\$ 36,239,191</u> |

TOWN OF BELLEAIR, FLORIDA
CHANGE IN NET POSITION
LAST TEN FISCALYEARS
(accrual basis of accounting)

| | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|--|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| EXPENSES | | | | | | | | | | |
| Governmental Activities: | | | | | | | | | | |
| General government | \$ 4,252,097 | \$ 4,340,046 | \$ 3,704,759 | \$ 5,562,551 | \$ 2,839,553 | \$ 2,735,744 | \$ 2,421,895 | \$ 1,967,156 | \$ 2,053,304 | \$ 2,054,234 |
| Public safety | 1,789,720 | 2,714,636 | 2,048,731 | 4,196,499 | 2,476,292 | 2,612,097 | 2,706,521 | 2,039,913 | 2,034,289 | 1,897,974 |
| Physical environment | 1,687,838 | | | | | | | | | |
| \ | 3,578,230 | 3,883,859 | 3,620,475 | 697,275 | 2,026,694 | 1,725,633 | 2,218,908 | 1,850,840 | 1,526,427 | 1,960,039 |
| Culture and Recreation | 1,201,341 | 954,793 | 878,763 | 691,637 | 274,778 | 1,056,676 | 1,117,694 | 1,314,695 | 1,593,065 | 1,562,682 |
| Interest on long-term debt | 260,871 | 151,075 | 284,172 | 289,977 | 313,009 | 306,033 | 315,254 | 313,991 | 325,571 | 335,549 |
| Total governmental activities expenses | 12,770,097 | 12,044,409 | 10,536,900 | 11,437,939 | 7,930,326 | 8,436,183 | 8,780,272 | 7,486,595 | 7,532,656 | 7,810,478 |
| Business-type activities: | | | | | | | | | | |
| Water | 2,857,466 | 2,013,296 | 1,711,020 | 1,754,110 | 1,834,610 | 1,466,588 | 1,510,558 | 1,340,841 | 1,258,032 | 1,330,521 |
| Waste Water Management | - | 1,697,712 | 1,556,859 | 1,407,539 | 1,248,220 | 1,140,895 | 1,120,917 | 1,161,092 | 1,090,771 | 1,029,745 |
| Solid Waste | 1,270,486 | 1,313,278 | 1,033,233 | 994,930 | 936,364 | 857,318 | 853,704 | 820,199 | 777,415 | 730,794 |
| Total business-type activities expenses | 4,127,952 | 5,024,286 | 4,301,112 | 4,156,579 | 4,019,194 | 3,464,801 | 3,485,179 | 3,322,132 | 3,126,218 | 3,091,060 |
| Total primary government expenses | <u>\$ 16,898,049</u> | <u>\$ 17,068,695</u> | <u>\$ 14,838,012</u> | <u>\$ 15,594,518</u> | <u>\$ 11,949,520</u> | <u>\$ 11,900,984</u> | <u>\$ 12,265,451</u> | <u>\$ 10,808,727</u> | <u>\$ 10,658,874</u> | <u>\$ 10,901,538</u> |
| PROGRAM REVENUES | | | | | | | | | | |
| Governmental activities: | | | | | | | | | | |
| Charges for services | \$ 3,892,771 | \$ 2,395,731 | \$ 2,337,064 | \$ 2,253,232 | \$ 1,647,966 | \$ 1,850,251 | \$ 1,767,065 | \$ 1,685,143 | \$ 1,558,152 | \$ 1,730,392 |
| Grants and contributions | 82,310 | | | | | | | | | |
| Grants and contributions | 2,408,454 | 1,229,287 | 1,336,018 | 233,347 | 495,817 | 372,679 | 799,683 | 583,095 | 711,739 | 765 |
| Total governmental activities program revenues | 6,383,535 | 3,625,018 | 3,673,082 | 2,486,579 | 2,143,783 | 2,222,930 | 2,566,748 | 2,268,238 | 2,269,891 | 1,731,157 |
| Business-type activities: | | | | | | | | | | |
| Charges for services: | | | | | | | | | | |
| Water | 5,119,205 | 1,837,374 | 1,996,788 | 1,860,423 | 1,770,636 | 1,755,946 | 1,683,742 | 1,730,516 | 1,473,926 | 1,430,682 |
| Waste water management | - | 1,606,059 | 1,054,720 | 1,418,286 | 1,254,351 | 1,153,884 | 1,132,032 | 1,167,614 | 1,105,844 | 1,089,009 |
| Solid waste management | 1,483,428 | 1,120,262 | 1,562,325 | 950,846 | 887,845 | 839,164 | 814,788 | 794,404 | 780,881 | 792,490 |
| Total business-type activities revenues | 6,602,633 | 4,563,695 | 4,613,833 | 4,229,555 | 3,912,832 | 3,748,994 | 3,630,562 | 3,692,534 | 3,360,651 | 3,312,181 |
| Total primary government program revenues | <u>\$ 12,986,168</u> | <u>\$ 8,188,713</u> | <u>\$ 8,286,915</u> | <u>\$ 6,716,134</u> | <u>\$ 6,056,615</u> | <u>\$ 5,971,924</u> | <u>\$ 6,197,310</u> | <u>\$ 5,960,772</u> | <u>\$ 5,630,542</u> | <u>\$ 5,043,338</u> |
| NET (EXPENSE) REVENUE | | | | | | | | | | |
| Governmental activities | \$ (6,386,562) | \$ (8,419,391) | \$ (6,863,818) | \$ (8,951,360) | \$ (5,786,543) | \$ (6,213,253) | \$ (6,213,524) | \$ (5,218,357) | \$ (5,262,765) | \$ (6,079,321) |
| Business-type activities | 2,474,681 | (460,591) | 312,721 | 72,976 | (106,362) | 284,193 | 148,266 | 373,302 | 245,087 | 221,121 |
| Total primary government net expense | <u>\$ (3,911,881)</u> | <u>\$ (8,879,982)</u> | <u>\$ (6,551,097)</u> | <u>\$ (8,878,384)</u> | <u>\$ (5,892,905)</u> | <u>\$ (5,929,060)</u> | <u>\$ (6,065,258)</u> | <u>\$ (4,845,055)</u> | <u>\$ (5,017,678)</u> | <u>\$ (5,858,200)</u> |

TOWN OF BELLEAIR, FLORIDA
CHANGE IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)
(Continued)

| | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|------------------------------------|----------------------|----------------------|---------------------|-----------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Governmental Activities: | | | | | | | | | | |
| Taxes: | | | | | | | | | | |
| Property taxes | \$ 7,467,682 | \$ 6,783,476 | \$ 5,960,811 | \$ 5,558,996 | \$ 5,112,067 | \$ 4,706,991 | \$ 4,079,505 | \$ 3,848,662 | \$ 3,634,385 | \$ 3,475,114 |
| Utility taxes | 580,911 | 597,341 | 606,828 | 860,411 | 857,780 | 822,809 | 772,139 | 773,455 | 774,675 | 762,198 |
| Franchise fees | 459,428 | 478,516 | 455,539 | 428,888 | 424,836 | 418,425 | 381,011 | 367,097 | 362,980 | 388,063 |
| Intergovernmental revenues: | | | | | | | | | | |
| Infrastructure sale surtax | 587,101 | 587,386 | 577,292 | 497,608 | 474,084 | 457,013 | 434,396 | 409,965 | 398,838 | 379,217 |
| Sales taxes | 348,384 | 393,625 | 308,674 | 24,464 | 248,691 | 260,508 | 255,019 | 245,186 | 244,096 | 237,384 |
| Communications | 122,363 | | | | | | | | | |
| service tax | | 172,048 | 141,399 | - | 159,313 | 167,527 | 177,863 | 172,563 | 173,413 | 182,916 |
| Other taxes | | 54,967 | - | - | 67,059 | 55,372 | 56,369 | 122,867 | 60,177 | 58,013 |
| State revenue sharing | 172,995 | 170,052 | 146,032 | - | 100,586 | 107,007 | 103,932 | 101,460 | 97,630 | 96,097 |
| Investment earnings | 949,834 | 591,041 | 119,793 | 19,856 | 114,969 | 196,825 | 75,121 | 5,165 | 3,853 | 19,784 |
| Miscellaneous | 144,830 | 217,021 | 122,619 | 31,949 | 58,476 | 94,633 | 249,873 | 104,342 | 131,810 | 84,770 |
| Insurance proceeds | - | - | - | 1,636 | - | - | - | - | - | - |
| Gain on sale of capital assets | 71,739 | 84,018 | 71,405 | - | 1,508,752 | - | 81,795 | 551,138 | - | - |
| Donations | - | - | - | - | 429,125 | - | - | - | - | - |
| Transfers | - | - | - | (785,934) | (131,776) | - | (158,300) | (86,859) | (596,264) | (687,531) |
| Total governmental activities | 10,905,267 | 10,129,491 | 8,510,392 | 6,637,874 | 9,423,962 | 7,287,110 | 6,508,723 | 6,615,041 | 5,285,593 | 4,996,025 |
| Business-type activities: | | | | | | | | | | |
| Operating grants and contributions | - | - | - | 22,616 | - | - | - | - | - | - |
| Investment earnings | 142,999 | 192,604 | 30,482 | 3,908 | 28,519 | 88,151 | 2,747 | 1,233 | 628 | 7,394 |
| Miscellaneous | 28,709 | 788 | 84,819 | 9,191 | 37,044 | 30,748 | 16,685 | 9,929 | 9,110 | 26,684 |
| Gain on Sale of Fixed Assets | 16,202 | 25,497 | | | | | | | | |
| Transfers | - | - | - | 785,934 | 131,776 | - | 158,300 | 86,859 | 596,264 | 687,531 |
| Total business-type activities | 187,910 | 218,889 | 115,301 | 821,649 | 197,339 | 118,899 | 177,732 | 98,021 | 606,002 | 721,609 |
| Total primary government | <u>\$ 11,093,177</u> | <u>\$ 10,348,380</u> | <u>\$ 8,625,693</u> | <u>\$ 7,459,523</u> | <u>\$ 9,621,301</u> | <u>\$ 7,406,009</u> | <u>\$ 6,686,455</u> | <u>\$ 6,713,062</u> | <u>\$ 5,891,595</u> | <u>\$ 5,717,634</u> |
| CHANGE IN NET POSITION | | | | | | | | | | |
| Governmental activities | \$ 4,518,705 | \$ 1,710,100 | \$ (440,968) | \$ (2,313,486) | \$ 3,637,419 | \$ 1,073,857 | \$ 295,199 | \$ 1,396,684 | \$ 22,828 | \$ (1,083,296) |
| Business-type activities | 2,662,591 | (241,702) | 188,277 | 872,009 | 90,977 | 403,092 | 325,998 | 471,323 | 851,089 | 942,730 |
| Total primary government | <u>\$ 7,181,296</u> | <u>\$ 1,468,398</u> | <u>\$ (252,691)</u> | <u>\$ (1,441,477)</u> | <u>\$ 3,728,396</u> | <u>\$ 1,476,949</u> | <u>\$ 621,197</u> | <u>\$ 1,868,007</u> | <u>\$ 873,917</u> | <u>\$ (140,566)</u> |

TOWN OF BELLEAIR, FLORIDA
PROGRAM REVENUES BY FUNCTIONS/PROGRAM
LAST TEN FISCAL YEARS
(accrual basis of accounting)

| | 2024 | 2023 | 2022 | 2021 | PROGRAM REVENUES | | 2018 | 2017 | 2016 | 2015 |
|-----------------------------------|----------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| | | | | | 2020 | 2019 | | | | |
| FUNCTIONS/PROGRAMS | | | | | | | | | | |
| Governmental Activities: | | | | | | | | | | |
| General government | \$ 836,073 | \$ 2,395,731 | \$ 2,337,064 | \$ 2,253,232 | \$ 1,274,041 | \$ 1,255,116 | \$ 1,344,599 | \$ 1,214,939 | \$ 1,032,888 | \$ 989,962 |
| Public safety | 3,061,464 | | | - | 135,848 | 198,184 | 60,100 | 7,105 | 15,468 | 161,572 |
| Physical environment | 2,000,766 | | | | | | | | | |
| Transportation | 173,463 | 1,229,287 | 1,336,018 | - | - | - | - | - | 509,796 | 578,858 |
| Culture and recreation | 311,769 | - | - | - | 238,077 | 396,951 | 362,366 | 463,099 | - | - |
| Subtotal governmental activities | 6,383,535 | 3,625,018 | 3,673,082 | 2,253,232 | 1,647,966 | 1,850,251 | 1,767,065 | 1,685,143 | 1,558,152 | 1,730,392 |
| Business-type activities: | | | | | | | | | | |
| Water | 5,119,205 | 1,837,374 | 1,996,788 | 1,843,566 | 1,770,636 | 1,755,946 | 1,683,742 | 1,730,516 | 1,473,926 | 1,430,682 |
| Waste water management | - | 1,606,059 | 1,562,325 | 1,418,286 | 1,254,351 | 1,153,884 | 1,132,032 | 1,167,614 | 1,105,844 | 1,089,009 |
| Solid waste | 1,483,428 | 1,120,262 | 1,054,720 | 945,087 | 887,845 | 839,164 | 814,788 | 794,404 | 780,881 | 792,490 |
| Subtotal business-type activities | 6,602,633 | 4,563,695 | 4,613,833 | 4,206,939 | 3,912,832 | 3,748,994 | 3,630,562 | 3,692,534 | 3,360,651 | 3,312,181 |
| Total primary government | <u>\$ 12,986,168</u> | <u>\$ 8,188,713</u> | <u>\$ 8,286,915</u> | <u>\$ 6,460,171</u> | <u>\$ 5,560,798</u> | <u>\$ 5,599,245</u> | <u>\$ 5,397,627</u> | <u>\$ 5,377,677</u> | <u>\$ 4,918,803</u> | <u>\$ 5,042,573</u> |

TOWN OF BELLEAIR, FLORIDA
FUND BALANCES OF
GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

| | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|------------------------------------|---------------------|---------------------|---------------------|---------------------|----------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| General Fund: | | | | | | | | | | |
| Nonspendable | \$ 6,417 | \$ 59,088 | \$ - | \$ 7,302 | \$ - | \$ 4,486 | \$ 4,487 | \$ 1,617 | \$ 3,599 | \$ - |
| Restricted | 863,315 | | | | | | | | | |
| Assigned | 314,345 | 316,729 | 184,972 | 119,822 | 92,605 | 91,590 | 88,029 | 88,029 | 95,531 | 109,505 |
| Unassigned | 6,998,991 | 3,956,534 | 3,215,847 | 2,415,763 | 2,472,069 | 2,061,593 | 1,868,171 | 2,039,028 | 1,137,936 | 1,372,003 |
| Total general fund | <u>\$ 8,183,068</u> | <u>\$ 4,332,351</u> | <u>\$ 3,400,819</u> | <u>\$ 2,542,887</u> | <u>\$ 2,564,674</u> | <u>\$ 2,157,669</u> | <u>\$ 1,960,687</u> | <u>\$ 2,128,674</u> | <u>\$ 1,237,066</u> | <u>\$ 1,481,508</u> |
| All Other Governmental Funds: | | | | | | | | | | |
| Nonspendable | \$ - | \$ - | \$ - | \$ 28,726 | \$ - | \$ - | \$ 1,182,390 | \$ 405,000 | \$ 390,000 | \$ - |
| Restricted, reported in: | | | | | | | | | | |
| Capital projects fund | 6,736,186 | 6,975,930 | 8,750,208 | 9,046,674 | 10,508,835 | 6,366,782 | 5,420,805 | 4,178,843 | 1,864,603 | 4,051,391 |
| Special revenue funds | 637,021 | 398,277 | 212,436 | 858,244 | 687,708 | 528,874 | 568,392 | 848,198 | 1,942,902 | 1,925,143 |
| Committed | 186,817 | | | | | | | | | |
| Assigned | - | 370,450 | 370,450 | | | | | | | |
| Total all other governmental funds | <u>\$ 7,560,024</u> | <u>\$ 7,744,657</u> | <u>\$ 9,333,094</u> | <u>\$ 9,933,644</u> | <u>\$ 11,196,543</u> | <u>\$ 6,895,656</u> | <u>\$ 7,171,587</u> | <u>\$ 5,432,041</u> | <u>\$ 4,197,505</u> | <u>\$ 5,976,534</u> |

TOWN OF BELLEAIR, FLORIDA
CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

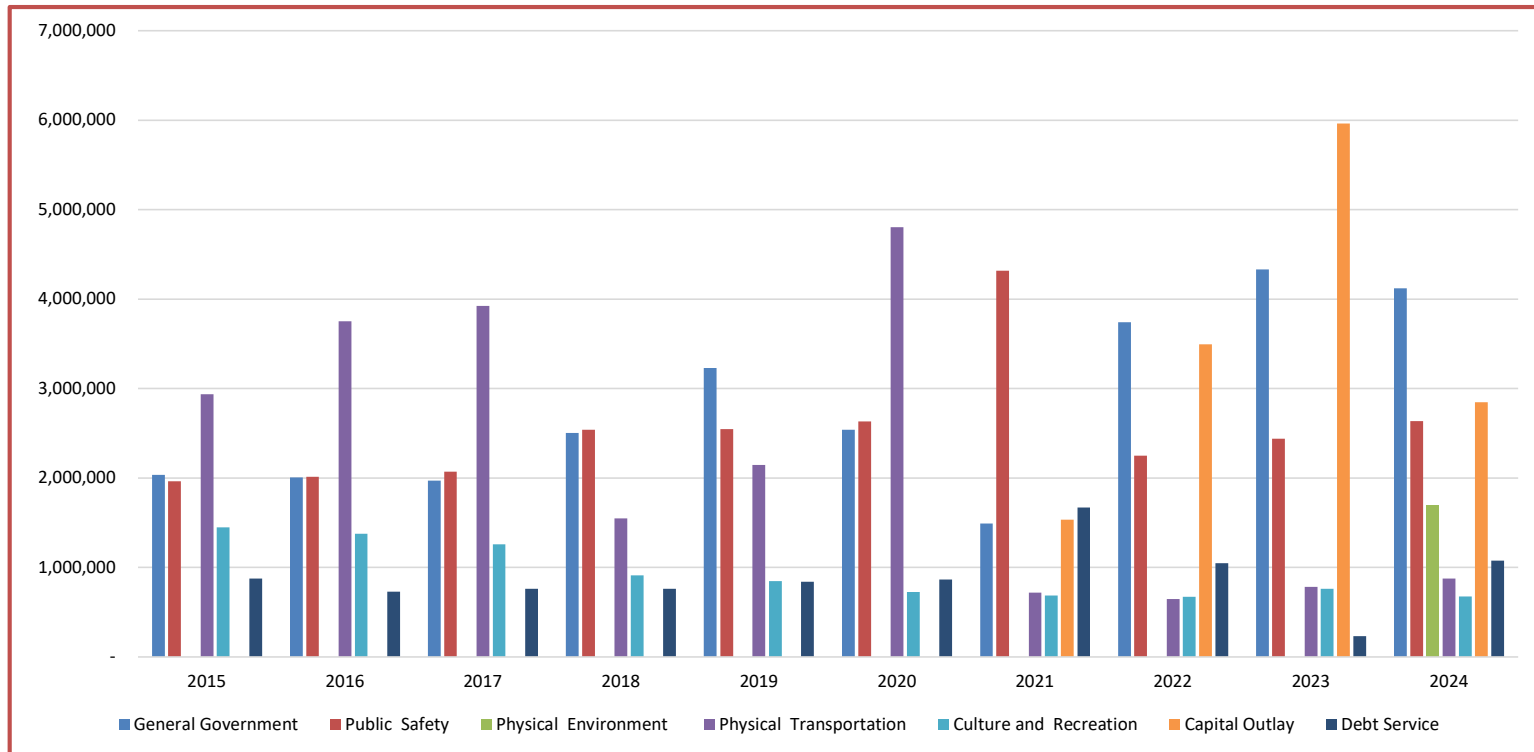
| | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|--|--------------|--------------|--------------|----------------|--------------|--------------|--------------|--------------|----------------|----------------|
| REVENUES | | | | | | | | | | |
| Taxes | \$ 9,310,307 | \$ 6,783,476 | \$ 5,960,811 | \$ 5,558,996 | \$ 5,112,067 | \$ 4,706,991 | \$ 4,079,505 | \$ 3,848,662 | \$ 3,634,385 | \$ 3,475,114 |
| Utility taxes | - | 652,308 | 606,828 | 860,411 | 857,780 | 822,809 | 772,139 | 773,455 | 774,675 | 762,198 |
| Franchise fees | - | 478,516 | 455,539 | 428,888 | 424,836 | 418,425 | 381,011 | 367,097 | 362,980 | 388,063 |
| Licenses, fees and permits | 1,181,000 | 792,869 | 680,661 | 546,051 | 568,782 | 542,801 | 528,529 | 548,624 | 412,204 | 352,039 |
| Intergovernmental | 2,406,754 | 1,323,111 | 885,965 | 634,689 | 1,545,550 | 1,419,177 | 1,827,261 | 1,631,310 | 1,682,506 | 954,392 |
| Charges for services | 3,187,856 | 1,577,508 | 1,837,951 | 1,703,842 | 1,075,516 | 1,302,078 | 1,231,794 | 1,133,033 | 1,141,953 | 1,375,347 |
| Fines and forfeits | 3,925 | 2,854 | 3,647 | 3,339 | 3,668 | 5,371 | 6,742 | 3,485 | 3,995 | 3,006 |
| Contributions and donations | - | 1,229,287 | 1,413,321 | 120,730 | 429,125 | 63,357 | 188,193 | 68,198 | 82,487 | 18,985 |
| Investment earnings | 949,834 | 591,041 | 119,793 | 19,856 | 114,969 | 196,825 | 75,121 | 5,165 | 3,853 | 19,784 |
| Miscellaneous | 154,267 | 184,253 | 87,338 | 40,661 | 36,961 | 25,878 | 50,740 | 37,895 | 52,710 | 119,517 |
| Total revenues | 17,193,943 | 13,615,223 | 12,051,854 | 9,917,463 | 10,169,254 | 9,503,712 | 9,141,035 | 8,416,924 | 8,151,748 | 7,468,445 |
| EXPENDITURES | | | | | | | | | | |
| General government | 4,120,097 | 4,332,627 | 3,742,751 | 1,491,843 | 2,539,165 | 3,230,576 | 2,503,628 | 1,969,983 | 2,009,528 | 2,036,543 |
| Public safety | 2,635,830 | 2,440,904 | 2,250,267 | 4,315,857 | 2,632,314 | 2,544,733 | 2,541,087 | 2,071,733 | 2,014,029 | 1,965,930 |
| Physical environment | 1,687,838 | | | | | | | | | |
| Transportation | 874,999 | 784,540 | 646,139 | 716,757 | 4,802,826 | 2,144,679 | 1,547,216 | 3,921,145 | 3,752,295 | 2,935,891 |
| Culture and recreation | 677,279 | 765,061 | 672,348 | 686,097 | 725,800 | 847,380 | 912,595 | 1,257,937 | 1,378,191 | 1,446,373 |
| Capital outlay | 2,845,423 | 5,960,998 | 3,495,044 | 1,535,638 | - | - | - | - | - | - |
| Debt service: | | | | | | | | | | |
| Principal | 816,346 | 84,501 | 766,960 | 1,380,977 | 550,633 | 532,233 | 461,954 | 447,785 | 403,362 | 365,000 |
| Interest | 260,871 | 146,378 | 284,173 | 290,682 | 314,950 | 308,892 | 299,822 | 313,991 | 325,571 | 509,912 |
| Total expenditures | 13,918,683 | 14,515,009 | 11,857,682 | 10,417,851 | 11,565,688 | 9,608,493 | 8,266,302 | 9,982,574 | 9,882,976 | 9,259,649 |
| Excess of revenues over (under) expenditures | 3,275,260 | (899,786) | 194,172 | (500,388) | (1,396,434) | (104,781) | 874,733 | (1,565,650) | (1,731,228) | (1,791,204) |
| OTHER FINANCING SOURCES (USES) | | | | | | | | | | |
| Proceeds from debt issuance | - | - | - | - | 4,705,835 | - | 762,390 | - | 300,000 | - |
| Proceeds from insurance | 620 | 68,588 | - | 1,636 | 21,515 | 6,328 | 10,940 | 2,076 | - | 1,000 |
| Lease Proceeds | 22,500 | 125,193 | 22,500 | | | | | | | |
| Sale of equipment | 87,085 | 49,100 | 40,710 | - | 1,508,752 | 19,504 | 81,796 | 3,776,637 | 3,961 | 241,106 |
| Transfers in | 2,675,402 | 289,880 | 1,051,132 | 191,800 | 303,989 | 261,450 | 301,844 | 5,417,015 | 656,400 | 717,150 |
| Transfers out | (2,675,402) | (289,880) | (1,051,132) | (977,734) | (435,765) | (261,450) | (460,144) | (5,503,874) | (1,252,664) | (1,404,681) |
| Total other financing sources (uses) | 110,205 | 242,881 | 63,210 | (784,298) | 6,104,326 | 25,832 | 696,826 | 3,691,854 | (292,303) | (445,425) |
| Net change in fund balances | \$ 3,385,465 | \$ (656,905) | 257,382 | \$ (1,284,686) | \$ 4,707,892 | \$ (78,949) | \$ 1,571,559 | \$ 2,126,204 | \$ (2,023,531) | \$ (2,236,629) |
| Debt service as a percentage of noncapital expenditures | 9.73% | 2.70% | 12.57% | 18.82% | 12.53% | 11.86% | 9.36% | 11.11% | 12.19% | 11.81% |

TOWN OF BELLEAIR, FLORIDA
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION⁽¹⁾
LAST TEN FISCAL YEARS

| Fiscal Year | General Government | Public Safety | Physical Environment | Transportation | Culture and Recreation | Capital Outlay | Debt Service | Total |
|-------------|--------------------|---------------|----------------------|----------------|------------------------|----------------|--------------|------------|
| 2015 | 2,036,543 | 1,965,930 | - | 2,935,891 | 1,446,373 | - | 874,912 | 9,259,649 |
| 2016 | 2,009,528 | 2,014,029 | - | 3,752,295 | 1,378,191 | - | 728,933 | 9,882,976 |
| 2017 | 1,969,983 | 2,071,733 | - | 3,921,145 | 1,257,937 | - | 761,776 | 9,982,574 |
| 2018 | 2,503,628 | 2,541,087 | - | 1,547,216 | 912,595 | - | 761,776 | 8,266,302 |
| 2019 | 3,230,576 | 2,544,733 | - | 2,144,679 | 847,380 | - | 841,125 | 9,608,493 |
| 2020 | 2,539,165 | 2,632,314 | - | 4,802,826 | 725,800 | - | 865,583 | 11,565,688 |
| 2021 | 1,491,843 | 4,315,857 | - | 716,757 | 686,097 | 1,535,638 | 1,671,659 | 10,417,851 |
| 2022 | 3,742,751 | 2,250,267 | - | 646,139 | 672,348 | 3,495,044 | 1,051,133 | 11,857,682 |
| 2023 | 4,332,627 | 2,440,904 | - | 784,540 | 765,061 | 5,960,998 | 230,879 | 14,515,009 |
| 2024 | 4,120,097 | 2,635,830 | 1,687,838 | 874,999 | 677,279 | 2,845,423 | 1,077,217 | 13,918,683 |

⁽¹⁾ Includes general, special revenue and capital projects funds.

TOWN OF BELLEAIR, FLORIDA
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION
LAST TEN FISCAL YEARS



TOWN OF BELLEAIR, FLORIDA
GENERAL GOVERNMENTAL REVENUES BY SOURCE⁽¹⁾
LAST TEN FISCAL YEARS

| Fiscal Year | Taxes | Licenses and Permits | Intergovernmental | Charge for Services | Fines | Interest | Contributions and Donations | (2) Miscellaneous | Total |
|-------------|--------------|----------------------|-------------------|---------------------|----------|-----------|-----------------------------|-------------------|--------------|
| 2015 | \$ 4,625,375 | \$ 352,039 | \$ 954,392 | \$ 1,375,347 | \$ 3,006 | \$ 19,784 | \$ 18,985 | \$ 119,517 | \$ 7,468,445 |
| 2016 | 4,772,040 | 412,204 | 1,682,506 | 1,141,953 | 3,995 | 3,853 | 82,487 | 52,710 | 8,151,748 |
| 2017 | 4,989,214 | 548,624 | 1,631,310 | 1,133,033 | 3,485 | 5,165 | 68,198 | 37,895 | 8,416,924 |
| 2018 | 5,232,655 | 528,529 | 1,827,261 | 1,231,794 | 6,742 | 75,121 | 188,193 | 50,740 | 9,141,035 |
| 2019 | 5,948,225 | 542,801 | 1,419,177 | 1,302,078 | 5,371 | 196,825 | 63,357 | 25,878 | 9,503,712 |
| 2020 | 6,394,683 | 568,782 | 1,545,550 | 1,075,516 | 3,668 | 114,969 | 429,125 | 36,961 | 10,169,254 |
| 2021 | 7,370,367 | 546,051 | 112,617 | 1,703,842 | 3,339 | 19,856 | 120,730 | 42,297 | 9,919,099 |
| 2022 | 7,023,178 | 663,462 | 1,173,397 | 1,567,721 | 3,647 | 119,792 | 1,413,321 | 74,716 | 12,039,234 |
| 2023 | 7,914,300 | 792,869 | 1,323,111 | 1,577,508 | 2,854 | 591,041 | 1,229,287 | 184,253 | 13,615,223 |
| 2024 | 9,310,307 | 1,181,000 | 2,406,754 | 3,187,856 | 3,925 | 949,834 | - | 176,767 | 17,216,443 |

GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS

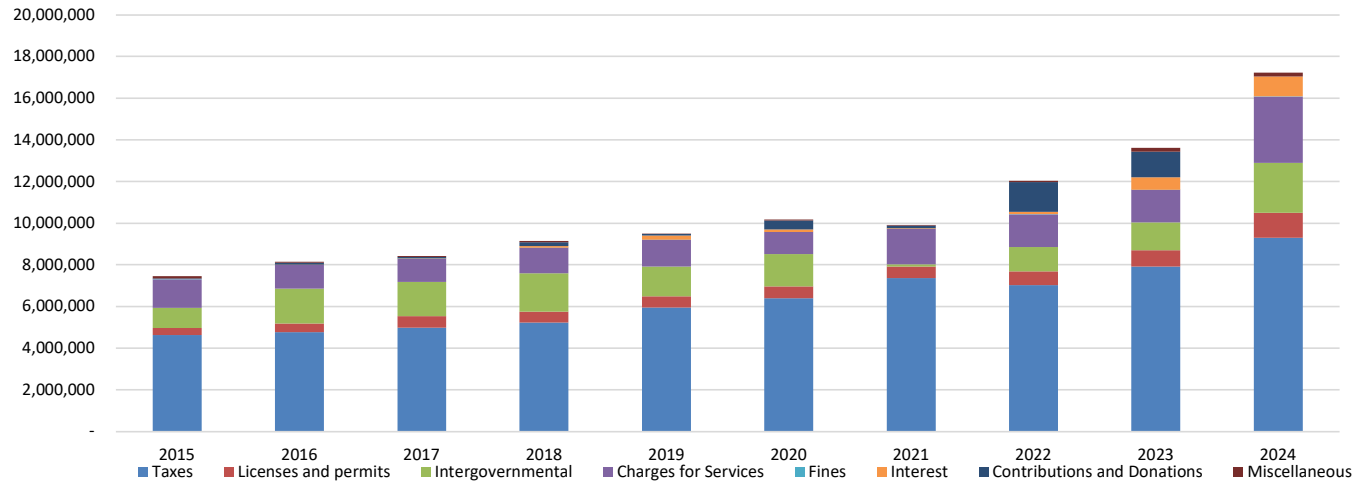
| Fiscal Year | Property Tax | Utility Tax | Franchise Taxes | Total |
|-------------|--------------|-------------|-----------------|--------------|
| \$ 2015 | \$ 3,475,114 | \$ 762,198 | \$ 388,063 | \$ 4,625,375 |
| 2016 | 3,634,385 | 774,675 | 362,980 | 4,772,040 |
| 2017 | 3,848,662 | 773,455 | 367,097 | 4,989,214 |
| 2018 | 4,079,505 | 772,139 | 381,011 | 5,232,655 |
| 2019 | 4,706,991 | 822,809 | 418,425 | 5,948,225 |
| 2020 | 5,112,067 | 857,780 | 424,836 | 6,394,683 |
| 2021 | 5,558,996 | 1,382,483 | 428,888 | 7,370,367 |
| 2022 | 5,960,811 | 606,828 | 455,539 | 7,023,178 |
| 2023 | 6,783,476 | 652,308 | 478,516 | 7,914,300 |
| 2024 | 7,467,682 | 580,911 | 459,428 | 8,508,021 |

⁽¹⁾ Includes general, special revenue and capital projects funds.

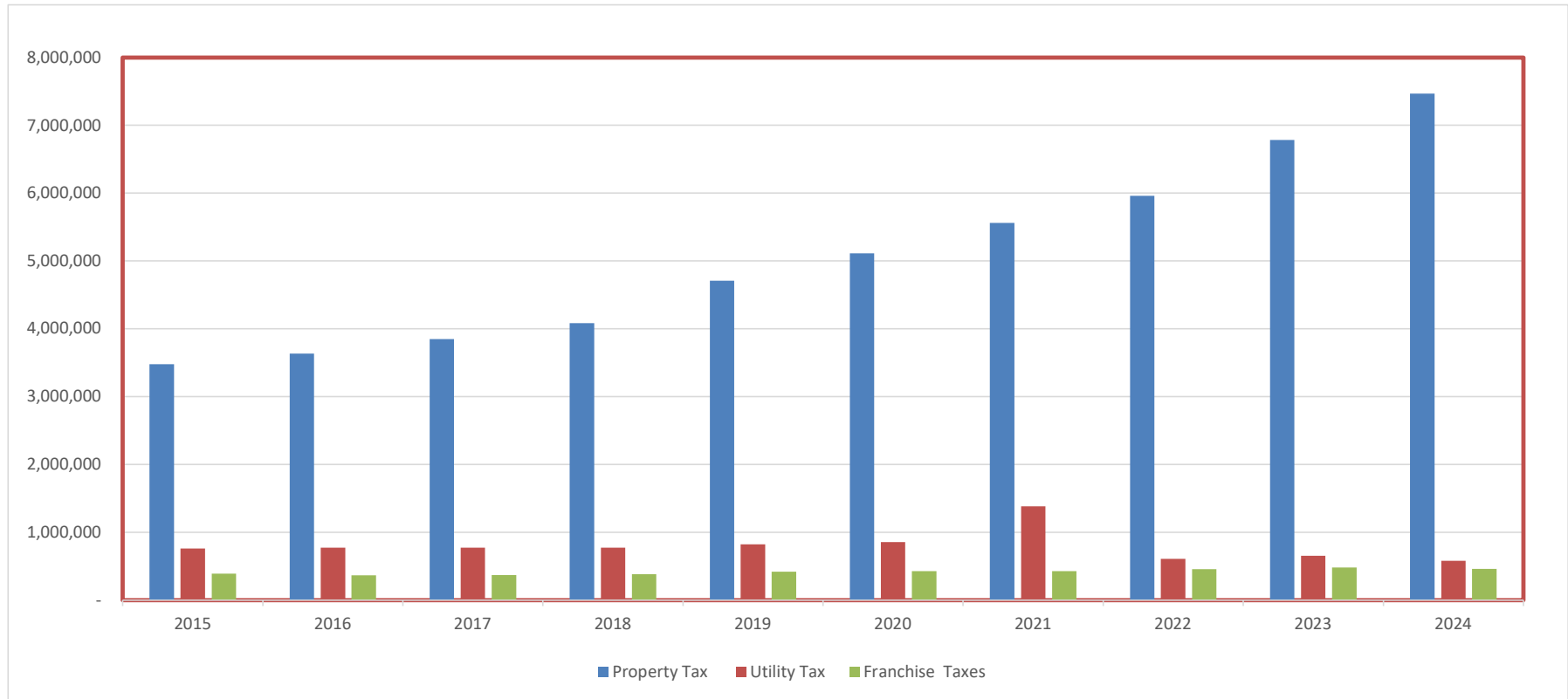
⁽²⁾ Public contributions to community center construction campaign.

⁽³⁾ Town rescinded the utility tax ordinance effective October 2006.
The ordinance was reinstated effective October 2013.

**TOWN OF BELLEAIR, FLORIDA
GENERAL GOVERNMENTAL REVENUES BY SOURCE
LAST TEN FISCAL YEARS**



**TOWN OF BELLEAIR, FLORIDA
GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS**



REVENUE CAPACITY

TOWN OF BELLEAIR, FLORIDA
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

| Fiscal Year | Assessed Valuations | | | | | | Percentage | | | Total Direct Tax Rate |
|----------------|---------------------|----------------------|------------------|-----------------|--------------|---------------|--|------------------|-------|--------------------------------|
| | | | | | | | Assessed Values to Estimated Market | Yearly Increases | | |
| | Real Property | Personal Property | Total Taxable | Total Exempt | Total All | Taxable | Total | | | |
| | Residential | Commercial* | | | | | | | | |
| 2015 | 665,671,571 | 37,040,034 | 6,493,542 | 608,453,321 | 100,751,826 | 709,205,147 | 100 | 4.3 | 4.25 | 5.9257 |
| 2016 | 693,397,101 | 37,338,994 | 6,209,050 | 634,941,314 | 102,003,831 | 736,945,145 | 100 | 4.4 | 3.91 | 5.9257 |
| 2017 | 726,160,817 | 37,716,905 | 6,647,392 | 667,831,634 | 99,996,734 | 767,828,368 | 100 | 5.2 | 4.19 | 5.9257 |
| 2018 | 773,387,886 | 34,876,143 | 6,991,442 | 713,096,145 | 102,693,480 | 815,789,625 | 100 | 6.8 | 6.25 | 5.9257 |
| 2019 | 807,310,245 | 36,441,504 | 6,496,517 | 748,088,940 | 102,159,326 | 850,248,266 | 100 | 5.0 | 4.29 | 6.5000 |
| 2020 | 873,385,330 | 41,746,131 | 8,127,504 | 816,492,865 | 106,766,100 | 923,258,965 | 100 | 9.1 | 8.59 | 6.5000 |
| 2021 | 936,742,520 | 44,696,894 | 8,634,140 | 879,021,141 | 111,052,413 | 990,073,554 | 100 | 7.7 | 7.24 | 6.5000 |
| 2022 | 1,000,544,399 | 52,057,663 | 14,412,516 | 950,491,086 | 115,072,309 | 1,065,563,395 | 100 | 8.1 | 7.62 | 6.5000 |
| 2023 | 1,129,009,933 | 56,364,095 | 14,184,106 | 1,080,700,884 | 118,071,738 | 1,198,772,622 | 100 | 13.7 | 12.50 | 6.5000 |
| 2024 | 1,128,227,573 | 56,380,943 | 15,778,747 | 1,192,120,372 | 125,209,878 | 1,317,330,250 | 100 | 10.3 | 9.89 | 6.5000 |

Source: Pinellas County Property Appraiser.

*Also includes Industrial, Institutional, Government and Miscellaneous Uses

TOWN OF BELLEAIR, FLORIDA
ASSESSED VALUATIONS, MILLAGE AND TAXES LEVIED AND COLLECTED
LAST TEN FISCAL YEARS

| | <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> | <u>2024</u> |
|--|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-------------------------|-------------------------|
| Total valuations | \$ 840,716,261 | \$ 910,085,866 | \$ 980,956,983 | \$ 1,049,653,182 | \$ 1,084,969,859 | \$ 1,186,251,969 | \$ 1,255,684,762 | \$ 1,344,634,947 | \$ 1,706,487,037 | \$ 2,076,884,243 |
| Real estate exemptions: | | | | | | | | | | |
| Government exemption | 10,959,550 | 12,930,053 | 12,917,336 | 13,089,895 | 11,378,429 | 12,330,347 | 14,631,136 | 14,160,768 | 15,210,348 | 16,556,073 |
| Institutional exemption | 8,089,887 | 8,155,004 | 8,190,515 | 8,425,801 | 9,004,696 | 9,215,850 | 9,433,817 | 10,956,846 | 11,521,267 | 12,370,029 |
| Assessment differential (F.S. 193.155) ⁽³⁾ | 131,511,114 | 173,140,721 | 210,431,869 | 234,397,711 | 234,721,593 | 262,993,004 | 265,611,208 | 279,071,552 | 507,714,415 | 762,157,464 |
| Individual or homestead exemptions | <u>81,702,389</u> | <u>80,918,774</u> | <u>81,585,629</u> | <u>80,643,630</u> | <u>81,776,201</u> | <u>85,219,903</u> | <u>86,987,460</u> | <u>89,954,695</u> | <u>91,340,123</u> | <u>93,680,305</u> |
| Total exemptions and adjustments | <u>232,262,940</u> | <u>275,144,552</u> | <u>313,125,349</u> | <u>336,557,037</u> | <u>336,880,919</u> | <u>369,759,104</u> | <u>376,663,621</u> | <u>394,143,861</u> | <u>625,786,153</u> | <u>884,763,871</u> |
| Total taxable valuation | \$ <u>608,453,321</u> | \$ <u>634,941,314</u> | \$ <u>667,831,634</u> | \$ <u>713,096,145</u> | \$ <u>748,088,940</u> | \$ <u>816,492,865</u> | \$ <u>879,021,141</u> | \$ <u>950,491,086</u> | \$ <u>1,080,700,884</u> | \$ <u>1,192,120,372</u> |
| Millage levied | <u>5.9257</u> | <u>5.9257</u> | <u>5.9257</u> | <u>5.9257</u> | <u>6.5000</u> | <u>6.5000</u> | <u>6.5000</u> | <u>6.5000</u> | <u>6.5000</u> | <u>6.5000</u> |
| Total taxes levied | \$ 3,605,512 | 3,762,472 | 3,957,370 | 4,225,594 | 4,862,578 | 5,307,204 | 5,713,637 | 6,178,192 | 7,024,556 | 7,748,782 |
| Less: Adjustments and discounts | <u>130,398</u> | <u>128,088</u> | <u>108,708</u> | <u>146,089</u> | <u>155,587</u> | <u>195,138</u> | <u>205,967</u> | <u>217,381</u> | <u>241,080</u> | <u>280,853</u> |
| Net taxes levied | \$ <u>3,475,114</u> | \$ <u>3,634,384</u> | \$ <u>3,848,662</u> | \$ <u>4,079,505</u> | \$ <u>4,706,991</u> | \$ <u>5,112,066</u> | \$ <u>5,507,670</u> | \$ <u>5,960,811</u> | \$ <u>6,783,476</u> | \$ <u>7,467,929</u> |
| Net collected ⁽¹⁾⁽²⁾ | \$ <u>3,475,114</u> | \$ <u>3,634,384</u> | \$ <u>3,848,662</u> | \$ <u>4,079,505</u> | \$ <u>4,706,991</u> | \$ <u>5,112,066</u> | \$ <u>5,507,670</u> | \$ <u>5,960,811</u> | \$ <u>6,783,476</u> | \$ <u>7,467,929</u> |

Source: Pinellas County Property Appraiser

⁽¹⁾ Florida Statutes provide for a discount of up to four percent for early payment of ad valorem taxes. All unpaid taxes become delinquent on April 1, and are sold at auction on June 1

⁽²⁾ The Town, after all tax certificates are sold, has fully collected all ad valorem revenues

⁽³⁾ Florida Statutes provide for a three percent maximum increase in annual taxable property values.

PROPERTY TAX RATES - DIRECT AND ALL OVERLAPPING GOVERNMENTS (PER \$1,000)

LAST TEN FISCAL YEARS

| | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|--|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Town of Belleair: | | | | | | | | | | |
| Operating | 5.9257 | 5.9257 | 5.9257 | 6.5000 | 6.5000 | 6.5000 | 6.5000 | 6.5000 | 6.5000 | 6.5000 |
| Total Town millage | 5.9257 | 5.9257 | 5.9257 | 6.5000 | 6.5000 | 6.5000 | 6.5000 | 6.5000 | 6.5000 | 6.5000 |
| Pinellas County School Board: | | | | | | | | | | |
| Operating | 7.8410 | 7.7700 | 7.3180 | 7.0090 | 6.7270 | 6.5840 | 6.4270 | 5.9630 | 5.9380 | 5.9380 |
| Pinellas County | | | | | | | | | | |
| Operating | 5.2755 | 5.2755 | 5.2755 | 5.2755 | 5.2755 | 5.2755 | 5.2755 | 4.7398 | 4.7398 | 4.7398 |
| Debt service | - | - | - | - | - | - | - | - | - | - |
| Total County millage | 5.2755 | 5.2755 | 5.2755 | 5.2755 | 5.2755 | 5.2755 | 5.2755 | 5.1302 | 4.7398 | 4.7398 |
| County-wide millage set by other taxing authorities: | | | | | | | | | | |
| -Pinellas Suncoast Transit Authority | 0.7305 | 0.7305 | 0.7500 | 0.7500 | 0.7500 | 0.7500 | 0.7500 | 0.7500 | 0.7500 | 0.7500 |
| -Pinellas County Planning Council | 0.0160 | 0.0160 | 0.0150 | 0.0150 | 0.0150 | 0.0150 | 0.0150 | 0.0210 | 0.0210 | 0.0210 |
| -Juvenile Welfare Board | 0.8981 | 0.8981 | 0.8981 | 0.8981 | 0.8981 | 0.8981 | 0.8981 | 0.8508 | 0.8250 | 0.8250 |
| -South West Florida Water Management District | 0.3658 | 0.3488 | 0.3317 | 0.3131 | 0.2955 | 0.2801 | 0.2669 | 0.2260 | 0.2535 | 0.2043 |
| -Health | 0.0622 | 0.0622 | 0.0622 | 0.0835 | 0.0835 | 0.0835 | 0.0835 | 0.0790 | 0.0713 | 0.0713 |
| -EMS | 0.9158 | 0.9158 | 0.9158 | 0.9158 | 0.9158 | 0.9158 | 0.9158 | 0.8775 | 0.8418 | 0.8418 |
| Total County-wide millage | 2.9884 | 2.9714 | 2.9728 | 2.9755 | 2.9579 | 2.9425 | 2.9293 | 2.8043 | 2.7626 | 2.7134 |
| TOTAL | 22.0306 | 21.9426 | 21.4920 | 21.7600 | 21.4604 | 21.3020 | 21.1318 | 20.3975 | 19.9404 | 19.8912 |

Source: Pinellas County Tax Collector

TOWN OF BELLEAIR, FLORIDA
PRINCIPAL PROPERTY TAXPAPERS
CURRENT YEAR AND NINE YEARS AGO

| Principal Property Taxpayers | 2024 | | | | 2015 | | |
|-------------------------------------|------|------------------------|--|--------------------------------|------|------------------------|--|
| | Rank | Taxable Assessed Value | Percentage of Total Taxable Assessed Value | | Rank | Taxable Assessed Value | Percentage of Total Taxable Assessed Value |
| Pelican Golf LLC | 1 | \$ 9,150,000 | 0.96 % | Bellevue Biltmore Owner | 1 | \$ 7,414,400 | 1.28 % |
| Chateau Galinski LLC | 2 | 8,968,828 | 0.94 | Bellevue Biltmore Country Club | 2 | 6,675,251 | 1.15 |
| Thomas, John | 3 | 7,831,352 | 0.82 | Muma, Leslie M | 3 | 6,106,521 | 1.05 |
| Muma, Leslie M | 4 | 7,683,949 | 0.81 | St. Louis, James | 4 | 5,796,887 | 1.00 |
| Sembler, M Steven | 5 | 7,186,109 | 0.76 | Chateau Galinski LLC | 5 | 5,395,495 | 0.93 |
| Sjouwerman, Stu | 6 | 7,061,523 | 0.74 | Rinker, Mary E | 6 | 4,198,222 | 0.72 |
| Bellevue Biltmore Country Club Corp | 7 | 7,055,000 | 0.74 | Heye, Hans F | 7 | 3,888,487 | 0.67 |
| Emanuel, James M | 8 | 5,647,520 | 0.59 | Doganiero, Philip | 8 | 3,396,520 | 0.58 |
| Hawkins, Kevin EE | 9 | 4,964,028 | 0.52 | Thomas, Fred A | 9 | 3,028,087 | 0.52 |
| Bellevue Place - INN LLC | 10 | <u>4,957,975</u> | 0.52 | Boesch, Gary | 10 | <u>2,661,061</u> | 0.46 |
| TOTAL | | \$ <u>70,506,284</u> | <u>7.42</u> % | TOTAL | | \$ <u>48,560,931</u> | <u>8.36</u> % |

Source: Pinellas County Property Appraiser.

TOWN OF BELLEAIR, FLORIDA
PROPERTY LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

| Fiscal Year | Total Assessed Valuation | Taxable Assessed Valuation | Levy | Collections within the Fiscal Year of Levy | | Collections in Subsequent Years | Collections to Date | |
|----------------|--------------------------------|----------------------------------|-----------|---|-----------------------|--|---------------------|-----------------------|
| | | | | Amount | Percentage of Levy | | Amount | Percentage of Levy |
| 2015 | 840,716,261 | 608,453,321 | 3,605,512 | 3,463,754 | 96% | - | 3,463,754 | 96% |
| 2016 | 910,085,866 | 634,941,314 | 3,762,472 | 3,634,384 | 97% | 2 | 3,634,386 | 97% |
| 2017 | 980,956,983 | 667,831,634 | 3,973,350 | 3,848,662 | 97% | - | 3,848,662 | 97% |
| 2018 | 1,049,653,182 | 713,096,145 | 4,222,429 | 4,079,505 | 97% | - | 4,079,505 | 97% |
| 2019 | 1,084,969,859 | 748,088,940 | 4,862,578 | 4,706,991 | 97% | - | 4,706,991 | 96% |
| 2020 | 1,186,251,969 | 816,492,865 | 5,307,204 | 5,112,066 | 96% | - | 5,112,066 | 96% |
| 2021 | 1,255,684,762 | 879,021,141 | 5,713,637 | 5,507,670 | 96% | - | 5,507,670 | 96% |
| 2022 | 1,344,634,941 | 950,491,086 | 6,178,192 | 5,960,811 | 96% | - | 5,960,811 | 96% |
| 2023 | 1,706,487,037 | 1,080,700,884 | 7,024,556 | 6,783,476 | 97% | - | 6,783,476 | 96% |
| 2024 | 2,076,884,243 | 1,192,120,372 | 7,748,782 | 7,467,417 | 96% | - | 7,467,417 | 96% |

(1) Florida Statutes provide for a discount of up to four percent for early retirement of ad valorem taxes.

All unpaid taxes become delinquent on April 1, and are sold at auction on June 1 of each year as tax certificates.

The Town, after all tax certificates are sold, has fully collected all ad valorem tax revenues.

Source: Pinellas County Property Appraiser.

DEBT CAPACITY

TOWN OF BELLEAIR, FLORIDA
PERCENTAGE OF ANNUAL GENERAL DEBT SERVICE TO
GENERAL GOVERNMENTAL EXPENDITURES -
GENERAL OBLIGATION BONDED DEBT AND MORTGAGE NOTE
LAST TEN FISCAL YEARS

| Fiscal Year | Debt Service | | | | | Total General Governmental Expenditures ⁽¹⁾ | Percentage of Debt Service to General Governmental Expenditures |
|----------------|-----------------------------------|----------|----------------------|------------------|---------------|---|---|
| | General Obligation Bonded Debt | | Paying Agent Fees | Mortgage Note | Total Debt | | |
| | Principal | Interest | | | | | |
| 2015 | \$ - | \$ - | \$ - | 707,138 | \$ 707,138 | \$ 9,259,649 | \$ 7.64% |
| 2016 | - | - | - | 728,933 | 728,933 | 9,882,976 | 7.38% |
| 2017 | - | - | - | 761,776 | 761,776 | 9,982,574 | 7.63% |
| 2018 | - | - | - | 63,843 | 63,843 | 8,266,302 | 0.77% |
| 2019 | - | - | - | 698,151 | 698,151 | 9,608,493 | 7.27% |
| 2020 | - | - | - | 275,674 | 275,674 | 11,565,688 | 2.38% |
| 2021 | - | - | - | 1,572,440 | 1,380,977 | 10,417,851 | 13.26% |
| 2022 | - | - | - | 972,416 | 972,416 | 11,857,682 | 8.20% |
| 2023 | - | - | - | 122,988 | 122,988 | 14,515,009 | 0.85% |
| 2024 | - | - | - | 1,077,217 | 1,077,217 | 13,918,683 | 7.74% |

⁽¹⁾ Includes general and special revenue funds, and capital projects funds.

TOWN OF BELLEAIR, FLORIDA
PERCENTAGE OF DEBT TO
TAXABLE ASSESSED VALUATION AND DEBT
PER CAPITA
LAST TEN FISCAL YEARS

| Fiscal Year | Population ⁽¹⁾ | Taxable Assessed Valuation | Gross General Obligation Bonded Debt | Capital Project Revenue Note | Facilities Financing Note | Equipment Financing Note | Total | Percent of Actual Taxable Value of Real Property | Per Capita |
|----------------|---------------------------|----------------------------------|--|------------------------------------|---------------------------------|--------------------------------|------------|---|------------|
| 2015 | 4,022 | 608,453,321 | - | 9,295,000 | - | - | 9,295,000 | 1.53% | 2,381.50 |
| 2016 | 4,022 | 634,941,314 | - | 8,920,000 | - | 271,638 | 9,191,638 | 1.45% | 2,285.34 |
| 2017 | 4,088 | 667,831,634 | - | 8,530,000 | - | 213,853 | 8,743,853 | 1.31% | 2,138.91 |
| 2018 | 4,217 | 713,096,145 | - | 8,125,000 | 762,390 | 156,899 | 9,044,289 | 1.27% | 2,144.72 |
| 2019 | 4,097 | 748,088,940 | - | 7,705,000 | 712,456 | 94,600 | 8,512,056 | 1.14% | 2,077.63 |
| 2020 | 4,095 | 816,492,865 | - | 12,000,000 | 659,413 | 32,010 | 12,691,423 | 1.55% | 3,099.25 |
| 2021 | 4,273 | 879,021,141 | - | 10,708,000 | 602,447 | - | 11,310,447 | 1.29% | 2,646.96 |
| 2022 | 4,273 | 950,491,086 | - | 9,999,000 | 544,486 | - | 10,543,486 | 1.11% | 2,467.47 |
| 2023 | 4,367 | 108,070,084 | - | 9,999,000 | 591,445 | - | 10,590,445 | 9.80% | 2,425.11 |
| 2024 | 4,228 | 1,192,120,372 | - | 9,272,000 | 502,099 | - | 9,774,099 | 0.82% | 2,311.75 |

⁽¹⁾ U.S. Census Bureau estimate and the University of Florida.

TOWN OF BELLEAIR, FLORIDA
DIRECT AND OVERLAPPING DEBT
GENERAL OBLIGATION BONDS
AND REVENUE BONDS
SEPTEMBER 30, 2024

| | <u>Debt Outstanding</u> | <u>Percentage Applicable to Town of Belleair</u> | <u>Amount Applicable to Town of Belleair</u> |
|---------------------------------------|-----------------------------|--|--|
| Direct debt: | | | |
| Town of Belleair | | | |
| Bonds/Notes | \$ 9,272,000 | 100% | \$ 9,272,000 |
| Capital Leases | <u>502,099</u> | <u>100%</u> | <u>502,099</u> |
| Subtotal Town of Belleair direct debt | <u>9,774,099</u> | <u>100%</u> | <u>9,774,099</u> |
| Overlapping debt: | | | |
| Pinellas County School Board (1) | | | |
| Certificates of Participation and | | | |
| Capital Leases | 110,718,401 | | |
| Pinellas County (2) | | | |
| Bonds/Notes | 2,099,669 | | |
| Capital Leases | <u>31,298,003</u> | | |
| Subtotal overlapping debt | <u>144,116,073</u> | 1.08% | <u>1,550,199</u> |
| Total direct and overlapping debt | <u>\$ 153,890,172</u> | | <u>\$ 11,324,298</u> |

RATIO:

| | |
|------------------------------------|-----------------|
| Overall debt to 2023 taxable value | <u>0.95%</u> |
| Overall debt per capita: | <u>\$ 2,678</u> |

Note:

The Town's share of overlapping debt is based on the ratio of the Town's taxable value of \$1,192,120,372 to the County's taxable value of \$110,826,846,451 for the 2022 tax roll

Source: Pinellas County Annual Comprehensive Financial Report

TOWN OF BELLEAIR, FLORIDA
PLEDGED REVENUE COVERAGE
LAST TEN FISCAL YEARS

| Year | Public Service (Electric) Tax ⁽¹⁾ | Infrastructure Sales Surtax | Stormwater Fee ⁽²⁾ | Net Available Revenue | Debt Service | | Coverage |
|------|---|--------------------------------|----------------------------------|-----------------------------|--------------|----------|----------|
| | | | | | Principal | Interest | |
| 2015 | 423,379 | 379,217 | 309,400 | 1,111,996 | 365,000 | 342,138 | 157.3 |
| 2016 | 437,310 | 398,838 | 337,365 | 1,173,513 | 375,000 | 322,012 | 168.4 |
| 2017 | 436,610 | 409,965 | 336,845 | 1,183,420 | 390,000 | 307,933 | 169.6 |
| 2018 | 438,873 | 434,396 | 333,266 | 1,206,535 | 405,000 | 293,313 | 172.8 |
| 2019 | 488,860 | 457,013 | 333,948 | 1,279,822 | 420,000 | 278,151 | 183.3 |
| 2020 | 527,147 | 474,084 | 330,633 | 1,331,864 | 435,000 | 275,674 | 187.4 |
| 2021 | 528,872 | 497,608 | 331,539 | 1,358,019 | 1,380,977 | 290,682 | 81.2 |
| 2022 | 554,718 | 577,292 | 314,937 | 1,446,947 | 766,960 | 284,172 | 137.7 |
| 2023 | 597,386 | 587,386 | 327,878 | 1,512,650 | - | 201,704 | 749.9 |
| 2024 | 580,911 | 587,101 | 327,950 | 1,495,962 | 789,161 | 253,589 | 143.5 |

(1) Debt issue in last month of Reporting Period, MPST enacted in 2012-2013

(2) Debt issue last month of Reporting Period, Stormwater fee enacted in 2012-2013

DEMOGRAPHIC AND

ECONOMIC

INFORMATION

TOWN OF BELLEAIR, FLORIDA
DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS

| <u>Year</u> | <u>Population⁽¹⁾</u> | <u>Number of Housing Units⁽²⁾</u> | <u>Per Household Income⁽³⁾⁽⁴⁾</u> | <u>Median Age⁽¹⁾</u> | <u>Unemployment Rate⁽¹⁾</u> |
|-------------|---------------------------------|--|--|-------------------------------------|--|
| 2015 | 3,958 | 2,238 | 57,307 | 44.7 | 5.8 |
| 2016 | 4,022 | 2,163 | 59,164 | 53.0 | 3.7 |
| 2017 | 4,088 | 2,230 | 66,244 | 53.1 | 3.8 |
| 2018 | 4,217 | 2,437 | 64,467 | 55.0 | 3.3 |
| 2019 | 4,097 | 2,290 | 93,979 | 55.2 | 3.2 |
| 2020 | 4,095 | 2,306 | 77,540 | 49.4 | 5.7 |
| 2021 | 4,273 | 2,436 | 92,780 | 60.1 | 6.3 |
| 2022 | 4,372 | 2,443 | 104,969 | 55.9 | 2.7 |
| 2023 | 4,273 | 2,436 | 114,556 | 56.1 | 3.1 |
| 2024 | 4,228 | 2,443 | 114,556 | 56.1 | 3.4 |

(1) U.S. Bureau of Census estimate and the University of Florida.

(2) New Statistic As of 2013, Estimate provided by factfinder.census.gov, 2013 did not include condos

(3) Data is for Pinellas County. Published by the Office of Economic & Demographic Research.

(4) Beginning in 2021 data is specific to Belleair per US Census Bureau.

NOTE: Data is for an unspecified point each year, not specifically September 30.

TOWN OF BELLEAIR, FLORIDA
PRINCIPAL EMPLOYERS, PINELLAS COUNTY
CURRENT YEAR AND NINE YEARS AGO

| Employer | 2024 | Rank | 2015 | Rank |
|---|-----------|------|-----------|------|
| | Employees | | Employees | |
| Baycare (including all hospitals and subsidiaries) | 15,619 | 1 | | |
| Pinellas County School District | 13,071 | 2 | 15,836 | 1 |
| Publix | 7,641 | 3 | | |
| Pinellas County Board of County Commissioners (includes Unified Personnel System U S Department of Veterans Administration (including VA District office and VA Healthcare System | 5,703 | 4 | | |
| Walmart | 4,809 | 6 | | |
| Raymond James Financial | 4,541 | 7 | 2,650 | 6 |
| Johns Hopkins All Children's Hospital | 3,767 | 8 | 3,200 | 3 |
| City of St. Petersburg | 3,716 | 9 | 3,165 | 4 |
| HCA Florida Healthcare (including all hospitals and subsidiaries) | 3,600 | 10 | | |
| Bay Pines VA Medical Center | | | | |
| St. Petersburg College | | | 2,413 | 8 |
| Pinellas County Sheriff | | | 2,682 | 5 |
| Morton Plant Hospital | | | 2,550 | 7 |
| Mease Hospital | | | 2,100 | 10 |
| Home Shopping Network | | | 2,150 | 9 |
| Total Employment | 527,535 | | 408,252 | |

Data is based on Pinellas County since numbers for Town of Belleair are not available.

Source: Pinellas County Annual Comprehensive Financial Report

OPERATING
INFORMATION

TOWN OF BELLEAIR, FLORIDA
FULL-TIME EQUIVALENT
TOWN EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

Full-Time Equivalent Employees as of September 30,

| <u>FUNCTION</u> | <u>2024</u> | <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> |
|------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| General Government | 12.00 | 12.00 | 12.00 | 12.00 | 14.00 | 15.00 | 15.00 | 14.00 | 11.00 | 14.00 |
| Public Safety: | | | | | | | | | | |
| Police: | | | | | | | | | | |
| - Police Officers | 13.00 | 13.00 | 16.00 | 15.00 | 13.00 | 13.00 | 13.00 | 15.00 | 12.00 | 13.00 |
| - General employees | 1.00 | 1.00 | 2.00 | 2.00 | 2.00 | 2.00 | 2.00 | 2.00 | 2.00 | 2.00 |
| Physical Environment | 4.00 | 4.00 | 3.00 | 6.00 | 4.00 | 5.00 | 5.00 | 5.00 | 6.00 | 4.00 |
| Transportation | 3.00 | 3.00 | 3.00 | 3.00 | 3.50 | 3.00 | 3.00 | 3.00 | 3.00 | 5.00 |
| Culture and Recreation | 8.00 | 8.00 | 7.00 | 7.00 | 8.00 | 6.00 | 6.00 | 6.00 | 4.00 | 4.00 |
| Water | 8.00 | 8.00 | 9.00 | 9.00 | 7.00 | 9.50 | 9.50 | 8.00 | 8.50 | 10.00 |
| Solid Waste Management | 5.00 | 5.00 | 5.00 | 5.50 | 5.50 | 5.00 | 5.00 | 5.00 | 7.50 | 5.50 |
| Total | <u>54.00</u> | <u>54.00</u> | <u>57.00</u> | <u>59.50</u> | <u>57.00</u> | <u>58.50</u> | <u>58.50</u> | <u>58.00</u> | <u>54.00</u> | <u>57.50</u> |

Source Town Finance Department

TOWN OF BELLEAIR, FLORIDA
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

| FUNCTION | Fiscal Year Ended September 30, | | | | | | | | | |
|-------------------------------|---------------------------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|
| | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
| Police: | | | | | | | | | | |
| Physical arrests | 36 | 36 | 40 | 29 | 26 | 32 | 39 | 41 | 26 | 31 |
| Parking violations | 4 | 4 | 10 | 43 | 57 | 276 | 24 | 20 | 22 | 12 |
| Traffic violations | 121 | 121 | 91 | 58 | 363 | 67 | 230 | 116 | 76 | 110 |
| Transportation: | | | | | | | | | | |
| Resurfacing (miles) | 1 | 1 | 1 | 0.5 | 1.52 | 11.5 | 0.77 | 0.77 | 0.7 | 0.5 |
| Pothole repaired | 33 | 33 | 33 | 60 | 75 | 105 | 50 | 50 | 50 | 110 |
| Culture and Recreation: | | | | | | | | | | |
| Athletic Permits Issued | | | | | | | 800 | 800 | 800 | 800 |
| Memberships Issued | 358 | 358 | 388 | 333 | 396 | 583 | | | | |
| Water: | | | | | | | | | | |
| New connections | 6 | 6 | 13 | 7 | 10 | 5 | 11 | 6 | 3 | 6 |
| Main breaks | 1 | 1 | 3 | 3 | 6 | 3 | 3 | 4 | 9 | 0 |
| Average consumption | 833,000 | 833,000 | 873,000 | 818,000 | 765,333 | 810,551 | 700,515 | 818,622 | 767,968 | 699,957 |
| Solid Waste Management: | | | | | | | | | | |
| Refuse collected tons per/day | 10.87 | 10.87 | 11.22 | 11.57 | 11.36 | 9.80 | 10.84 | 10.03 | 10.5 | 7.12 |
| Recyclables collected | 4.50 | 4.50 | 7.51 | 0.73 | 0.68 | 5.30 | 1.22 | 0.95 | 2.78 | 0.60 |

Source: Town Finance Department

TOWN OF BELLEAIR, FLORIDA

CAPITAL ASSETS STATISTICS

LAST TEN FISCAL YEARS

Fiscal Year Ended September 30,

| <u>FUNCTION</u> | <u>2024</u> | <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> |
|--|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Public Safety: | | | | | | | | | | |
| Police: | | | | | | | | | | |
| Stations | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Patrol units | 22 | 21 | 22 | 17 | 10 | 9 | 9 | 7 | 9 | 5 |
| Transportation: | | | | | | | | | | |
| Streets (Miles) | 22 | 22 | 22 | 22 | 22 | 22 | 22 | 22 | 22 | 22 |
| Traffic signs | 360 | 375 | 360 | 350 | 250 | 250 | 250 | 250 | 250 | 250 |
| Culture and Recreation: | | | | | | | | | | |
| Park acreage | 24 | 24 | 24 | 24 | 24 | 24 | 24 | 24 | 24 | 33 |
| Parks | 33 | 24 | 33 | 22 | 19 | 19 | 19 | 17 | 17 | 19 |
| Tennis Courts | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 |
| Community Centers | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Water Mains (Miles) | 41 | 41 | 41 | 36 | 36 | 36 | 36 | 36 | 36 | 36 |
| Fire hydrants | 153 | 153 | 153 | 151 | 151 | 151 | 138 | 135 | 135 | 135 |
| Maximum daily capacity (thousands of gallons) | 2.2MGD | 2.2MGD | 2.2MGD | 2.2MGD | 2.2MGD | 2.2MGD | 2.2MGD | 2.2MGD | 2.2 MGD | 2.2 MGD |
| Solid Waste Management: | | | | | | | | | | |
| Trucks | 7 | 7 | 7 | 7 | 6 | 6 | 8 | 8 | 8 | 8 |

Source: Town Finance Department

TOWN OF BELLEAIR, FLORIDA
PROPERTY VALUE, CONSTRUCTION AND BANK DEPOSITS
LAST TEN FISCAL YEARS

| Fiscal Year | New Commercial Construction | | New Residential Construction | | Additions, Improvements and Miscellaneous Construction | |
|----------------|-----------------------------|-----------|------------------------------|------------|---|------------|
| | Number of Permits | Value | Number of Permits | Value | Permits ⁽¹⁾ | Value |
| 2014 | - | - | 7 | 6,465,452 | 683 | 16,508,591 |
| 2015 | - | - | 7 | 6,649,064 | 721 | 9,943,615 |
| 2016 | - | - | 18 | 14,863,390 | 641 | 9,758,896 |
| 2017 | 2 | 9,682,000 | 6 | 18,143,720 | 733 | 19,812,585 |
| 2018 | 3 | 6,581,000 | 12 | 15,124,133 | 881 | 15,226,265 |
| 2019 | 1 | 878,545 | 9 | 42,430,000 | 736 | 24,419,476 |
| 2020 | 5 | 3,478,911 | 10 | 17,225,940 | 819 | 18,200,191 |
| 2021 | - | - | 7 | 8,129,996 | 803 | 15,603,021 |
| 2022 | - | - | 5 | 12,287,600 | - | - |
| 2023 | - | - | 5 | 6,977,000 | 760 | - |
| 2024 | - | - | - | - | - | - |

(1) Includes institutional, seawalls, pools, and non-valued building permits.

(2) Includes balances in commercial, savings, savings and loan, and building and loan banking institutions

(3) Significant increase is caused by destruction and rebuilding of many residential homes during the fiscal year.

TOWN OF BELLEAIR, FLORIDA
MISCELLANEOUS STATISTICAL DATA
September 30, 2024

| | | |
|--|------|---|
| Date of Incorporation | 1925 | Term of Office: |
| Date First Charter Adopted | 1925 | Mayor - 3 Years |
| Date Present Charter Adopted | 1970 | Commissioners - 3 Years |
| | | Manager - Appointed by Commission |
| | | Average Annual Temperature - 73 degrees |
| Form of Government: Commission-Manager | | Average Annual Rainfall - 48 inches |
| Commission Composed of: Mayor and Four Commissioners | | Area - 2.50 square miles |

MUNICIPAL UTILITIES, SERVICES AND EVENTS

| | | | |
|--|---------|--|---------------------|
| Police Protection | | Parks and Recreation | |
| Number of Employees | 23 | Community Centers | 1 |
| Number of Vehicular Patrol L | 22 | Playgrounds | 2 |
| Number of Law Violations: | | Athletic Fields | 2 |
| Physical Arrests | 40 | Parkland Acreage | 24 |
| Traffic Violations | 91 | Walking Trails | 1 |
| Parking Violations | 10 | Tennis Courts | 3 |
| | | Basketball Courts | 1 |
| | | Restroom Building | 1 |
| | | Picnic Shelter | 2 |
| Sanitation Service System: | | Transportation | |
| Number of accounts | 1,405 | Paved Street | 22 miles 22 miles |
| Annual tonnage | 2,949 | Stormwater Lines | 18.4 miles 18 miles |
| | | Sidewalks | 23.5 miles 23 miles |
| Water System: | | Cultural Facilities Available in Belleair and the Tampa Bay Area: | |
| Miles of Water Mains | 41 | David A. Straz, Jr. Center for Performing Arts | |
| Daily Average Consumption (MGD) | .873 | Tampa, Florida | |
| Number of Lift Stations | 0 | Ruth Eckerd Hall | |
| Plant Capacity (MGD) | 2.2 MGD | Clearwater, Florida | |
| Number of Service Collections | 1641 | Heritage Village | |
| Deep Wells Active | 7 | Largo, Florida | |
| Number of Fire Hydrants | 153 | Pinellas Park Performing Arts Center | |
| Number of customers | 1,539 | Pinellas Park, Florida | |
| Major Annual Community Events: <u>People Attending</u> | | Central Park Performing Arts Center | |
| Belleair Sunset 5k & Fun Run | 700 | Clearwater, Florida | |
| Winter Events (Parade, Gift Delivery, Hotline) | 700 | | |

1) Police data is for 2023 calendar year (January 1, 2023 - December 31, 2023)

TOWN OF BELLEAIR, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

| <u>Federal/State Agency / Pass-Through Entity / Federal Program / State Project</u> | <u>Assistance Listing Number</u> | <u>Contract / Grant Number</u> | <u>Expenditures</u> |
|---|--|------------------------------------|----------------------------|
| FEDERAL AGENCY | | | |
| <u>U.S. Environmental Protection Agency</u> | | | |
| Indirect Programs: | | | |
| Pass-through Florida Department of Environmental Protection: | | | |
| Drinking Water State Revolving Fund -SRF Loan | 66.468 | DW5202F0 | \$ 2,310,184 |
| Drinking Water State Revolving Fund -SRF Loan | 66.468 | LS5202D0 | 370,016 |
| Total Drinking Water State Revolving Fund -SRF Loan | | | <u>2,680,200</u> |
| Total U.S. Environmental Protection Agency | | | <u>2,680,200</u> |
| <u>U.S. Department of the Treasury</u> | | | |
| Direct: | | | |
| COVID-19 - Coronavirus State and Local Fiscal Recovery Funds | 21.027 | Y5027 | 2,133,637 |
| Total Department of Treasury | | | <u>2,133,637</u> |
| <u>Department of Homeland Security</u> | | | |
| Indirect Programs: | | | |
| Passed through Florida Division of Emergency Management: | | | |
| Disaster Grants - Public Assistance | 97.036 | DR-4673FL | 32,411 |
| Disaster Grants - Public Assistance | 97.036 | DR-4734FL | 84,315 |
| Total Disaster Grants - Public Assistance | | | <u>116,726</u> |
| Total Department of Homeland Security | | | <u>116,726</u> |
| Total Federal Awards | | | <u><u>\$ 4,930,563</u></u> |

The accompanying notes to the schedule of expenditures of federal awards are an integral part of this statement.

TOWN OF BELLEAIR, FLORIDA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

(1) **Basis of Presentation:**

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

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

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

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

The Town did not elect to use the 10% de minimis indirect cost rate as covered in §200.414, *Indirect (F&A) costs*, of the Uniform Guidance.

(4) **Subrecipients:**

During the year ended September 30, 2024, the Town provided no federal or state awards to subrecipients.

(5) **Contingency:**

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

**TOWN OF BELLEAIR, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
SEPTEMBER 30, 2024**

A. Summary of Auditors' Results:

Financial Statements:

Type of audit report issued on the financial statements: *Unmodified*

Internal control over financial reporting:

Material weakness(es) identified? _____ yes X no

Significant deficiency(ies) identified? _____ yes X none reported

Noncompliance material to financial statements noted? _____ yes X no

Federal Awards:

Internal control over major Federal programs:

Material weakness(es) identified? _____ yes X no

Significant deficiency(ies) identified? _____ yes X none reported

Type of auditors' report issued on compliance for major Federal programs: *Unmodified*

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? _____ yes X none reported

Auditee qualified as a low-risk auditee? _____ yes X no

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Identification of major Federal programs:

| <u>AL Number</u> | <u>Program Name</u> |
|------------------|---|
| 66.468 | Capitalization Grants for Drinking Water State Revolving Fund |
| 21.027 | COVID-19 – Coronavirus State and Local Fiscal Recovery Fund |

B. Financial Statement Findings: None.

C. Federal Program Findings and Questioned Costs: None.

D. Summary Schedule of Prior Audit Findings: Not applicable as there were no audit findings for the year ended September 30, 2023.

E. Corrective Action Plan: Not applicable as there are no current year comments related to internal control and/or compliance over financial reporting or federal projects.

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL
PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE IN
ACCORDANCE WITH THE UNIFORM GUIDANCE**

To the Honorable Mayor and Town Commission,
Town of Belleair, Florida:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Town of Belleair, Florida's (the Town) compliance with the types of compliance requirements described in the U.S. Office of Management and Budget *Compliance Supplement* that could have a direct and material effect on each of the Town's major federal programs for the year ended September 30, 2024. The Town's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Town complied, in all material respects, with the type of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2024.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

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

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

Report on Internal Control over Compliance

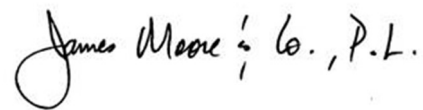
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement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

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

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

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

Daytona Beach, Florida
April 25, 2025

A handwritten signature in black ink that reads "James Moore & Co., P.L.". The signature is written in a cursive, flowing style.



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

To the Honorable Mayor and Town Commission,
Town of Belleair, Florida:

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Belleair, Florida (the Town) as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements and have issued our report thereon dated April 25, 2025.

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) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the 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 Town's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

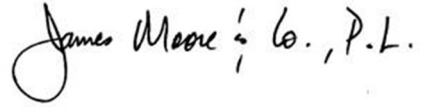
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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*.

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

A handwritten signature in black ink that reads "James Moore & Co., P.L." The signature is written in a cursive, flowing style.

Daytona Beach, Florida
April 25, 2025

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

To the Honorable Mayor and Town Commission,
Town of Belleair, Florida:

Report on the Financial Statements

We have audited the basic financial statements of the Town of Belleair, Florida (the Town), as of and for the fiscal year ended September 30, 2024, and have issued our report thereon dated April 25, 2025.

Auditors' Responsibility

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

Other Reporting Requirements

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditors' Report on Compliance for Each Major Federal Program and Report on Internal Control over Compliance in accordance with the Uniform Guidance; Schedule of Findings and Questioned Costs; and Independent Accountants' Examination Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedule, which are dated April 25, 2025, should be considered in conjunction with this management letter.

Official Title and Legal Authority

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

Financial Condition and Management

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

2024-001 Building Department Fund Balance – Section 553.80(7)(a) of Florida Statutes has been updated to limit the amount of unexpended building permit funds carried forward to future fiscal years to no more than the Town's average operating budget for enforcing the Florida Building Code for the previous four (4) fiscal years. A local government must use any funds in excess of this limitation to rebate or reduce fees. The Town's unexpended building permit funds at September 30, 2024, exceeded the Town's average operating budget for enforcing the Florida Building Code for the previous four fiscal years. We recommend the Town identify how it intends to reduce the amount of unexpected building code balances in order to comply with Section 553.80(7)(a) of Florida Statutes. Such action may require the Town to modify subsequent fiscal year budgets.

2024-002 Budgetary Presentation – During our testing of budget versus actual expenditures, we noted the Town has budgeted at the department level but have presented the financial statements at the function level. While there were no instances of budgetary noncompliance at the function level, the Town indicates legal level of compliance at the department level. To ensure budgetary compliance and monitoring at the department level, we recommend the Town review the budget versus actual amounts for all funds and departments therein on an ongoing basis and present analysis on the department level.

2024-003 Timing of Purchase Orders – During our testing procedures, we noted instances where the purchase orders were submitted to Finance alongside the invoice received from the vendor for the goods or services purchased. While mitigating controls existed such as the approval from the finance department as well as proper check signors on the payment of the disbursements, we recommend the Town process purchase order approvals prior to the goods or services received and disbursement of the funds.

Property Assessed Clean Energy (PACE) Programs

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

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

Special District Component Units

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

component units that failed to provide the necessary information for proper reporting in accordance with Section 218.39(3)(b), Florida Statutes.

Additional Matters

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

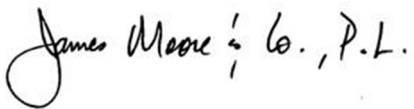
Management's Response to Findings

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

Purpose of this Letter

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

Daytona Beach, Florida
April 25, 2025

A handwritten signature in black ink that reads "James Moore & Co., P.L." The signature is written in a cursive, flowing style.



INDEPENDENT ACCOUNTANTS' EXAMINATION REPORT

To the Honorable Mayor and Town Commission,
Town of Belleair, Florida:

We have examined the Town of Belleair, Florida's (the Town) compliance with Section 218.415, Florida Statutes, *Local Government Investment Policies* (the Statute), for the year ended September 30, 2024. Management is responsible for the Town's compliance with those requirements. Our responsibility is to obtain reasonable assurance by evaluating the Town's compliance with the Statute and performing other procedures to obtain sufficient appropriate evidence to express an opinion that conveys the results of our evaluation based on our examination.

Our examination was conducted in accordance with attestation standards for a direct examination engagement established by the American Institute of Certified Public Accountants (AICPA). Those standards require that we obtain reasonable assurance for evaluating against the aforementioned statute during the year ended September 30, 2024 and performing other procedures to obtain sufficient appropriate evidence to express an opinion that conveys the results of our evaluation of the Town's compliance with the Statute during the year ended September 30, 2024. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of risks that the Town was not in compliance with the Statute in all material respects, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

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

In our opinion, the Town complied with the aforementioned requirements, in all material respects, for the year ended September 30, 2024.

Daytona Beach, Florida
April 25, 2025

James Moore & Co., P.L.



April 25, 2025

Zach Chalifour, CPA
James Moore & Co., P.L
Daytona Beach, Florida

Dear Mr. Chalifour:

We appreciate the efforts of your professional staff in analyzing the Town's operations. Please accept this letter in response to the audit findings.

2024-001 Unexpended Balance – Building Permits

Section 553.80(7)(a) of Florida Statutes has been updated to limit the amount of unexpended building permit funds carried forward to future fiscal years to no more than the Town's average operating budget for enforcing the Florida Building Code for the previous four (4) fiscal years. A local government must use any funds in excess of this limitation to rebate or reduce fees. The Town's unexpended building permit funds at September 30, 2024, exceeded the Town's average operating budget for enforcing the Florida Building Code for the previous four fiscal years by \$863,315. The Town should identify how it intends to reduce the amount of unexpected building code balances in order to comply with Section 553.80(7)(a) of Florida Statutes. Such action may require the Town to modify subsequent fiscal year budgets.

Town's response

The Town will implement the necessary steps to comply with Section 553.80(7)(a) of Florida Statutes.

2024-002 – Budgetary Presentation

During our testing of budget versus actual expenditures, we noted the Town has budgeted at the department level but have presented the financial statements at the function level. While there was no instances of budgetary noncompliance at the function level, the Town indicates legal level of compliance at the department level. To ensure budgetary compliance and monitoring at the department level, we recommend the Town review the budget versus actual amounts for all funds and departments therein on an ongoing basis and present analysis on the department level.

Town's response

The Town will start monitoring and presenting the budget at the fund and department levels beginning in fiscal year 2024-2025.

TOWN HALL
901 PONCE DE LEON BLVD. | BELLEAIR, FL 33756
(727) 588-3769

JOHN J. OSBORNE PUBLIC WORKS BUILDING
1075 PONCE DE LEON BLVD. | BELLEAIR, FL 33756
(727) 588-3795

DIMMITT COMMUNITY CENTER
918 OSCEOLA RD. | BELLEAIR, FL 33756
(727) 518-3728



2024-003 – Timing of Purchase Orders


During our testing procedures, we noted instances where the purchase orders were submitted to Finance alongside the invoice received from the vendor for the goods or services purchased. While mitigating controls existed such as the approval from the finance department as well as proper check signers on the payment of the disbursements, we recommend the Town process purchase order approvals prior to the goods or services received and disbursement of the funds.

Town's response

The Town will clarify and communicate the purchasing procedures requiring purchase order approval before acquiring goods and services.

We appreciate the opportunity to respond to these findings. After reviewing our response, please advise if you need further clarification or additional action on our part.

Sincerely,


Gay Lancaster
Town Manager

TOWN HALL

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(727) 588-3769

JOHN J. OSBORNE PUBLIC WORKS BUILDING

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DIMMITT COMMUNITY CENTER

918 OSCEOLA RD. | BELLEAIR, FL 33756
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