

ANNUAL COMPREHENSIVE
FINANCIAL REPORT
PINECREST, FLORIDA
FISCAL YEAR ENDED
SEPTEMBER 30, 2022

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PINECREST

VILLAGE OF PINECREST, FLORIDA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2022

Prepared By
The Finance Department

VILLAGE OF PINECREST, FLORIDA
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INTRODUCTORY SECTION



Yocelyn Galiano, ICMA-CM
Village Manager
manager@pinecrest-fl.gov

VILLAGE OF PINECREST
Office of the Village Manager

To the Honorable Mayor Joseph Corradino
Members of the Village Council and
Citizens of the Village of Pinecrest:

The Government Finance Officers' Association recommends that local governments publish within (6) six months of the close of each fiscal year a complete set of financial statements presented in conformity with Generally Accepted Accounting Principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that recommendation, we hereby issue the Annual Comprehensive Financial Report of the Village of Pinecrest for the fiscal year ended September 30, 2022.

This report is consistent with management's representation of the Village of Pinecrest's finances. 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, the Village of Pinecrest's management 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 preparation of the Village of Pinecrest's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Village of Pinecrest'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 Village of Pinecrest's financial statements have been audited by Caballero Fierman Llerena & Garcia, LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the Village of Pinecrest for the fiscal year that ended September 30, 2022, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amount and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the Village of Pinecrest's financial statements for the fiscal year ended September 30, 2022, 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.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The Village of Pinecrest's MD&A can be found immediately following the report of the independent auditors.

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Profile of the Government

The Village of Pinecrest was incorporated on March 12, 1996 pursuant to Ordinance 95-207 adopted by the Miami-Dade Board of County Commissioners on November 12, 1995. The Village of Pinecrest occupies a land area of approximately 8 square miles and serves a population of 18,394. The Village of Pinecrest receives tax levies on real and personal properties located within its boundaries.

The Village of Pinecrest has operated under the Council-Manager form of government since its inception. Policymaking and legislative authority are vested in a governing council consisting of the Mayor and four Council Members. The Council is responsible for adopting ordinances, adopting the budget, and appointing the Village Manager, Village Clerk and Village Attorney. The Village Manager is responsible for carrying out the policies and directives of the Council, for overseeing the day-to-day operations of the government, and for appointing department heads.

The Village of Pinecrest offers a wide range of services, including, police protection, maintenance of roadways, parks and recreation, building, planning and zoning and stormwater services. Certain services are provided through other governmental entities such as the Miami-Dade Fire and Rescue Department, Miami-Dade Public School Board and Miami-Dade County.

The Village of Pinecrest has six major departments: Police, Building and Planning, Public Works, Parks & Recreation, Pinecrest Gardens and General Government. General Government consists of the following subdivisions: Village Council, Village Manager, Village Clerk, Finance, Information Technology, and Village Attorney.

The annual budget serves as a foundation for the Village of Pinecrest's financial planning and control. All departments of the Village are required to submit requests for appropriation to the Village Manager and these requests are the starting point for developing a proposed budget. The Village Manager then presents this proposed budget to the Village Council for review. The Village Council is required to hold public hearings on the proposed budget and to adopt a final budget no later than September 30th, the close of the Village's fiscal year. The appropriated budget is prepared by type of fund and department. No department may expend in excess of the amount appropriated for that department within an individual fund without the approval of the Village Manager. The Village Manager may make transfers of appropriations within a department. Transfers of appropriations between departments require the approval of the Village Council through a budget amendment process. The Village Council approves supplemental appropriations. Budget to actual comparisons are provided in this report for the General Fund for which an appropriated annual budget has been adopted. The General Fund, budget to actual report is presented in the required supplemental information section of this report.

Factors Affecting Financial Condition

The information presented in the financial statements is best understood when it is considered from the broader perspective of the specific environment with which the Village of Pinecrest operates.

Local economy. Despite the challenges the Corona Virus pandemic has presented and the inflation rate growth, the Village managed to maintain excellent stability. This medium sized municipality is an active community of involved citizens who take a genuine interest in the social, business, cultural and governing aspects of their Village. The Village is comprised of an affluent residential housing stock and several retail shopping malls. There is no industrial area in the community.

Long-term financial planning. The Village has undertaken several capital improvement projects as part of its five-year capital improvement plan. The Village of Pinecrest has provided funding for improvements at Pinecrest Gardens: concession roofs, Lower Garden path lighting, Bridal Room renovations, Upper Garden design and construction, ADA pathways, Cypress Hall kitchen, Inspiration Center video equipment, a plant collection management software and Banyan Bowl fans; Community Center: gym floor, fitness equipment, locker room renovations, and camera and lighting upgrades; Suniland Park: walkway lighting, fitness area surfacing and AC unit; Greer Park: playground equipment and flooring, paving, bathroom tiling and outdoor sconces; Coral Pine: tennis resurfacing, fence painting and phase 2 park improvements; Flagler Grove Park: turf and parking lot LED lighting; Kendall Shared Use construction documents; Village Wide monument construction; IT: virtual environment upgrade and phone system; Police license plate reader; Stormwater drainage improvements; and combined with assistance from the American Recovery Plan, a potable water project.

Financial policies. The Village of Pinecrest has the following financial policies: Operating Budget Policy, Capital Improvement Policy, Debt Management Policy, Revenue Policy, Investment Policy, Fund Balance Policy, Account, Auditing & Financial Reporting Policy, Audit Committee & Auditor Selection Policy, Capital Asset Policy, Travel Policy, Purchasing Policy, Retiree Health Care Policy, Fraud Policy, Construction Guarantee Policy and Credit Card Policy. The Revenue Policy establishes that all one-time revenues will be matched with expenditures to decrease the reliance on the fund balance.

Pension. The Village of Pinecrest sponsors a defined contribution pension plan 401 (a) with VOYA Financial. With the exception of sworn police personnel, full time employees contribute seven percent (7%) of his or her pay to the plan, which is matched by a contribution by the Village of Pinecrest of eleven and a half percent (11.5%) for general employees and fourteen point one percent (14.1%) for department heads.

A defined benefit plan sponsored by the Florida Retirement System (FRS) was established for sworn police personnel. Sworn police personnel who were employed at the time the defined benefit plan by FRS was established had the option of remaining in the 401 (a) plan sponsored by the ICMA RC (International City/County Management Association, Retirement Corporation) at the time. The 401 (a) is now managed by VOYA Financial. All newly hired sworn police personnel participate in the FRS.

Additional information on the Village of Pinecrest pension benefits can be found in Note 9 of the financial statements.

Awards and acknowledgements

The Government Finance Officers Association of the United State and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Pinecrest for its annual comprehensive financial report (ACFR) for the fiscal year ended September 30, 2021. This was the 26th year that the Village received this prestigious award. In order to be awarded a Certificate of Achievement, the government must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. The report submitted for the Fiscal Year 2021 satisfied both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current ACFR continues to meet the Certificate of Achievement Program's requirements and it will be submitted it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Finance Department. We would like to express our appreciation to all members of the departments who assisted and contributed to the preparation of this report. Credit must also be given to the Mayor and the Village Council for their unfailing support for maintaining the highest standards of professionalism in the management of the Village of Pinecrest's finances.

Respectfully submitted,



Yocelyn Galiano
ICMA-CM, LEED GA
Village Manager



Marie Arteaga-Nariño
Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Village of Pinecrest
Florida**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

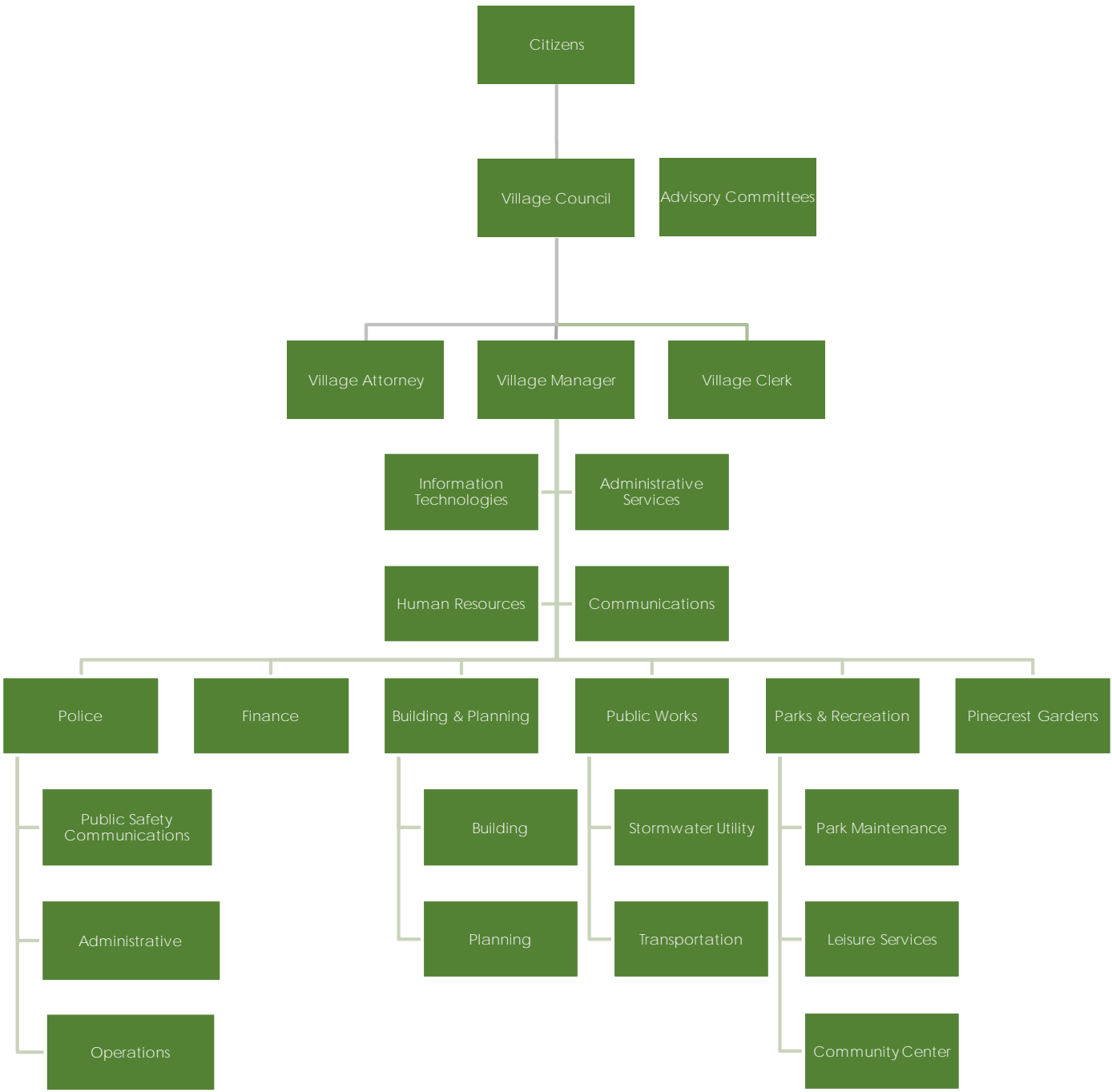
September 30, 2021

Christopher P. Morill

Executive Director/CEO

Organizational Chart

2021 2022





VILLAGE OF PINECREST

2021-2022 Village Council and Charter Officers



Joseph M. Corradino

Mayor

jcorradino@pinecrest-fl.gov
Term Ends 11/2026



Katie Abbott

Vice Mayor - At-Large

kabbott@pinecrest-fl.gov
Term Ends 11/2022



Anna Hochkammer

Councilmember - Seat 1
ahochkammer@pinecrest-fl.gov
Term Ends 11/2024



Doug Kraft

Councilmember - Seat 2
dkraft@pinecrest-fl.gov
Term Ends 11/2022



Shannon del Prado

Councilmember - Seat 3
sdelprado@pinecrest-fl.gov
Term Ends 11/2024



Yocelyn Galiano, ICMA-CM
Village Manager
manager@pinecrest-fl.gov
Serves at the Pleasure of the Village Council



Priscilla Torres, CMC
Village Clerk
ptorres@pinecrest-fl.gov
Serves at the Pleasure of the Village Council



Mitchell Bierman
Village Attorney
attorney@pinecrest-fl.gov
Serves at the Pleasure of the Village Council

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FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

INDEPENDENT AUDITORS' REPORT

Honorable Mayor, Members of the Village Council and Village Manager
Village of Pinecrest, Florida

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Pinecrest, Florida (the "Village"), as of and for the fiscal year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village, as of September 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, the Budgetary Comparison Schedules, the Schedules of the Village's Proportionate Share of Net Pension Liabilities and Contributions, and the Schedule of Changes in the Village's Total OPEB Liability and Related Ratios on pages 3-11 and 45-53 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or

the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 13, 2023, on our consideration of the Village's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Village's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village's internal control over financial reporting and compliance.

Caballero Fierman Llerena & Garcia, LLP

Caballero Fierman Llerena & Garcia, LLP
Miami, Florida
March 13, 2023

MANAGEMENT'S DISCUSSION AND ANALYSIS
(Required Supplementary Information)

VILLAGE OF PINECREST, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2022

As management of the Village of Pinecrest, Florida (the Village), we offer the Village's financial statements in this narrative overview and analysis of the financial activities of the Village for the fiscal year ended September 30, 2022. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

The positive economic outlook for 2022 was marred by persistent inflation, ongoing supply chain disruptions, the war in Ukraine, COVID-19 variants and ever-rising oil and gasoline prices. The Federal government addressed the troubling inflationary trend by initiating interest rate hikes. The confluence of so many economic issues was worrisome, and the threat of a possible recession affecting the US economy could not be ignored. As the nation continues to maneuver through these unprecedented crises, the Village maintained a conservative and proactive stance with respect to its finances. Understanding that the national economic recovery may be stalled, and how that may affect the Village's future finances, is essential to Pinecrest's future economic wellbeing. The Village was able to maintain an excellent financial standing amidst so many concerns in fiscal year 2022.

Financial Highlights

- The assets and deferred outflow of resources of the Village exceeded its liabilities at the close of the most recent fiscal year by \$95,161,287 (net position).
- The government total net position increased by \$12,850,086. While liabilities increased by \$15 million (M), (\$4.3M growth in unearned revenues from ARPA funding and \$9M growth in long term debt) and the deferred inflows of resources decreased by about \$5 million mostly in the category of pensions, the cash and cash equivalents grew by almost \$10 million, receivables by \$7 million and capital assets \$5 million. The deferred outflows section increased by \$1 million with a growth in the deferred outflows of Special Masters. Net Position was further impacted by a restatement of net position, which is further discussed in Note 12 of the Notes to the Financial Statements.
- At the close of the current fiscal year, the Village's governmental funds reported combined ending fund balances of \$19,611,105, an increase of \$5,611,272, including a restatement of fund balance of \$181,321 in comparison with the prior year. Approximately 23% of this total amount, \$4,548,783 is available for spending at the government's discretion (Unassigned Fund balance). The financial position of the Village has increased and the overall financial position continues to be excellent. The increase is attributable to the cash and equivalent balances growth mainly due to the debt issuance and the Hurricane Irma obligation from FEMA of \$1,509,717 from the appeal case the Village was awarded.
- At the end of the current fiscal year, the Unassigned Fund balance for the General Fund was \$4,548,783 or 15% of the total General Fund expenditures and transfers.
- The Village total bank debt increased by \$2,432,473 or 12.4% during the current fiscal year. The Village issued a loan in the amount of \$4.3 million to be used for a capital project at Coral Pine Park of \$803,232 and \$3,496,768 for the potable water project. The loan will be paid with by a special assessment group of residents benefitting from the project. The special assessment will be charged to the residents over a 25 year period. The Village also made an early payoff of a 2014 loan in order to free up the following budget year's expenditures.
- The Village received federal funding from the American Recovery Plan of \$9,593,852. The funding was allocated as follows: \$7,458,393 to the potable water project, \$1,341,607 for stormwater projects, \$528,852 for a capital project in Pinecrest Gardens, and \$265,000 for an employee vaccine incentive to protect against the COVID-19 virus. The funds have been received and \$4,402,397 is deferred revenue until the projects are completed. The Village also won an appeal case with the Federal Emergency Management Agency (FEMA) for the 2017 Hurricane Irma. The obligated amount of \$1,509,717 has been recorded as a deferred unavailable inflow. The Village also has a receivable of \$27,999 for COVID-19 Related expenditures from FEMA.

Overview of the Financial Statements

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

VILLAGE OF PINECREST, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2022

Overview of the Financial Statements (Continued)

Government-wide financial statement. The government-wide financial statements are designed to provide readers with a broad overview of the Village of Pinecrest's finances in a manner similar to a private-sector business.

The statement of net position presents information on all of the Village's assets, liabilities, deferred outflows of resources, and deferred inflows of resources with the difference between the two reported as net position. Overtime, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village 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 flow. Thus, revenues and expenses are reported in this statement for some that will only result in cash flow in the future fiscal periods (i.e. uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the Village that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the Village include general government, police and public works (including highways, parks, and planning and building). The business-type activities of the Village include stormwater activities.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village of Pinecrest, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village of Pinecrest are governmental and proprietary funds.

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 inflow and outflow of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

The Village maintains fourteen (14) 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. The Village has the following governmental funds: General, Transportation, CITT, Capital Projects, nine (9) Special Revenue funds and a Debt Service Fund. Only the General, Debt Service and Capital Projects funds are considered to be major funds. Data from the other funds are combined into a single, aggregated presentation. Individual data for these non-major governmental funds are provided in the form of combining statements elsewhere in this report.

The Village of Pinecrest adopts an annual appropriated budget for its General Fund as well as for its other governmental funds. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget.

Proprietary Fund. The Village of Pinecrest maintains one type of proprietary fund - an Enterprise Fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village of Pinecrest uses an Enterprise Fund to account for its stormwater activities.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The Proprietary Fund financial statements provide separate information for the Stormwater Fund, which is considered a major fund of the Village of Pinecrest.

VILLAGE OF PINECREST, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2022

Overview of the Financial Statements (Continued)

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 combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the footnotes.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Village, assets and deferred outflow of resources exceeded liabilities by \$95,161,287 at the close of the most recent fiscal year.

By far the largest portion of the Village's net position \$81,041,029 or 85.2% reflects its investment in capital assets (i.e. land, buildings, machinery, and equipment), less any related debt used to acquire those assets that are still outstanding. The Village uses these capital assets to provide services to citizens. Consequently, these assets are not available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources because the capital assets themselves cannot be used to liquidate these liabilities.

Village's Net Position

	Governmental Activities		Business-type Activities		Total	
	2021	2022	2021	2022	2021	2022
Current and other assets	\$ 16,809,506	\$ 32,151,530	\$ 2,549,542	\$ 4,489,863	\$ 19,359,048	\$ 36,641,393
Capital assets	87,493,825	92,176,447	7,825,445	7,800,146	95,319,270	99,976,593
Total assets	<u>104,303,331</u>	<u>124,327,977</u>	<u>10,374,987</u>	<u>12,290,009</u>	<u>114,678,318</u>	<u>136,617,986</u>
Deferred outflows of resources	8,556,144	9,704,821	-	-	8,556,144	9,704,821
Current and other liabilities	4,596,240	9,753,432	311,344	1,713,554	4,907,584	11,466,986
Long term bond or bank debt	21,917,840	30,835,338	-	-	21,917,840	30,835,338
Total liabilities	<u>26,514,080</u>	<u>40,588,770</u>	<u>311,344</u>	<u>1,713,554</u>	<u>26,825,424</u>	<u>42,302,324</u>
Deferred inflows of resources	14,279,158	8,859,196	-	-	14,279,158	8,859,196
Net investment in capital assets	74,152,033	73,240,883	7,825,445	7,800,146	81,977,478	81,041,029
Restricted	5,535,866	6,573,078	-	-	5,535,866	6,573,078
Unrestricted	(7,621,662)	4,770,871	2,238,198	2,776,309	(5,383,464)	7,547,180
Total net position	<u>\$ 72,066,237</u>	<u>\$ 84,584,832</u>	<u>\$ 10,063,643</u>	<u>\$ 10,576,455</u>	<u>\$ 82,129,880</u>	<u>\$ 95,161,287</u>

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VILLAGE OF PINECREST, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2022

Government-wide Financial Analysis (Continued)

Governmental activities. Governmental activities increased the Village net assets by \$12,850,086. A prior period adjustment of \$181,321 was made and is discussed in Note 12. Key elements in the changes in net position activity are as follows:

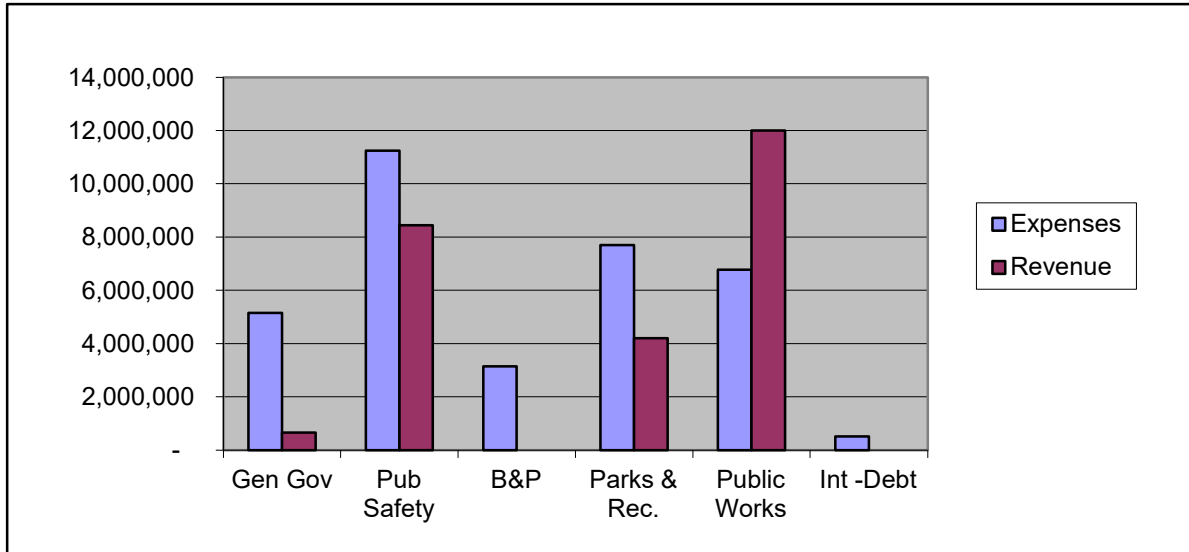
Village's Changes in Net Position

	Governmental Activities		Business-Type Activities		Totals	
	2021	2022	2021	2022	2021	2022
Revenues:						
Program revenues:						
Charges for services	\$ 7,793,829	\$ 11,950,546	\$ 1,241,362	\$ 1,255,083	\$ 9,035,191	\$ 13,205,629
Operating grants and contributions	2,202,645	1,074,461	-	-	2,202,645	1,074,461
Capital grants and contributions	673,895	12,274,428	-	-	673,895	12,274,428
General revenues:						
Taxes	17,419,962	18,465,108	-	-	17,419,962	18,465,108
Other	2,391,729	3,077,190	2,807	29,253	2,394,536	3,106,443
Total Revenues	<u>30,482,060</u>	<u>46,841,733</u>	<u>1,244,169</u>	<u>1,284,336</u>	<u>31,726,229</u>	<u>48,126,069</u>
Operating expenses:						
General government	4,423,341	5,144,680	-	-	4,423,341	5,144,680
Public safety	9,635,511	11,241,531	-	-	9,635,511	11,241,531
Building, planning and zoning	2,636,675	3,137,115	-	-	2,636,675	3,137,115
Parks and recreation	6,257,656	7,693,625	-	-	6,257,656	7,693,625
Public works	6,339,233	6,770,414	-	-	6,339,233	6,770,414
Interest	485,746	517,094	-	-	485,746	517,094
Stormwater	-	-	838,806	771,524	838,806	771,524
Total Expenses	<u>29,778,162</u>	<u>34,504,459</u>	<u>838,806</u>	<u>771,524</u>	<u>30,616,968</u>	<u>35,275,983</u>
Change in net position	703,898	12,337,274	405,363	512,812	1,109,261	12,850,086
Net position - beginning as previously reported	71,354,443	72,066,237	9,658,280	10,063,643	81,012,723	82,129,880
Prior period adjustment (See Note 12)	7,896	181,321	-	-	7,896	181,321
Net Position - beginning, as restated	<u>71,362,339</u>	<u>72,247,558</u>	<u>9,658,280</u>	<u>10,063,643</u>	<u>81,020,619</u>	<u>82,311,201</u>
Net position - ending	<u>\$ 72,066,237</u>	<u>\$ 84,584,832</u>	<u>\$ 10,063,643</u>	<u>\$ 10,576,455</u>	<u>\$ 82,129,880</u>	<u>\$ 95,161,287</u>

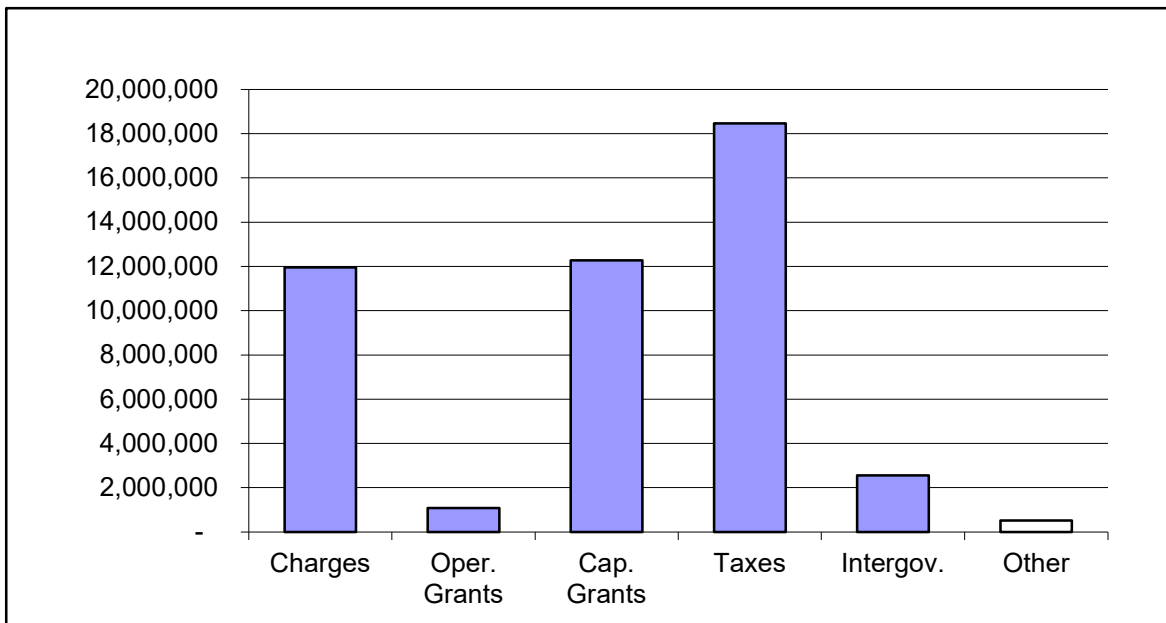
- Revenues increased by \$16,399,840 or 51.7%, while expenses increased by \$4,659,015 or 15.2% over the prior fiscal year.
- Taxes, \$18,465,108, comprised 39.4% of the total governmental revenues, \$48,126,069 during the fiscal year. Most of this category is property taxes, \$12,171,559. The millage rate remained at 2.35, however the tax base of property values increased. The net increase in ad valorem revenues was \$540,625. Franchise and utility taxes accounted for another \$4,755,530 of this total.
- Charges for services accounted for \$11,950,546 or 25.5% of total governmental revenues. This category increased by almost \$4.1 million. The building permitting fees increased by almost \$1.5 million dollars over the prior year. While Pinecrest does not have open space for many new housing developments, the Village experienced a boom in renovation type permitting. This line item was also over budget by about \$1.6 million. The parks and recreation line also experienced an increase of about \$1.4 million as programs were gradually reopening as COVID-19 rates dropped.
- Operating and capital grants and contributions accounted for \$13,348,889 or 28.5% of total governmental revenues. This line increased by close to \$10.5 million. The Village received \$9.5M from the American Recovery Plan, of which \$5.2 million was incurred in the current fiscal year almost entirely for capital projects, such as the potable water project. The \$5.2M was recognized as revenue in fiscal year 2022. The Village also won its appeal case with FEMA for the 2017 Hurricane Irma funds, in the amount of \$1.5 million. While obligated, the funds have not been received. We also received \$229,096 COVID-19 funding from the federal government. These funds were not included in the revenue budget as their source was unknown at the time. These federal grants are one-time events to aid the community in times of an emergency. Another \$400,000 was received from the state in a matching grant to install artificial turf in Flagler Grove Park.

VILLAGE OF PINECREST, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2022

Expenses and Program Revenues – Governmental Activities



Revenues by Source – Governmental Activities



Financial Analysis of the Government's Funds

The Village used fund accounting to ensure and demonstrate compliance with finance related requirements.

Governmental funds. The focus of the Village's governmental funds is to provide information on near term inflow, outflow and balances of spendable resources. Such information is useful in assessing the Village's financing requirements. In particular, the Unassigned Fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

VILLAGE OF PINECREST, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2022

Financial Analysis of the Government's Funds (Continued)

As of the end of the current fiscal year, the Village's governmental funds (GAAP basis) reported combined ending fund balances of \$19,611,105 an increase of \$5,792,593 or 41.9% in comparison with the prior year, \$13,818,512. Approximately 59.3% of this total amount, \$4,548,783, constitutes unassigned fund balance, which is available for spending at the government's discretion. The remainder of fund balance is not available for new spending or is assigned. The major reason for the increase is the increase in revenues related to the grants received as well as the unparalleled growth in the residential renovation and market value and park attendance coupled with a managed growth in expenses to continue the investment in infrastructure and the community.

The General Fund had an increase of \$3,335,958. This was accomplished through the excess of revenues over the expenses. The Hurricane Irma appeal case win of \$1.5 million which pertained to expenditures in 2017, pandemic revenues of about \$229,090, again from prior year expenditures, the increased permitting fees due to the renovation boom of our area and an increase in community interest in park recreation were coupled with the challenges of unfilled personnel positions, especially in the police and parks departments. Due to wage increase pressure, the Village increased its minimum wage in an effort to attract personnel. The Capital Projects Fund increased \$958,584 as capital improvements are planned with the note proceeds to be used towards a master plan renovation for Coral Pine Park, funded in the current fiscal year. This project in process and will result in a park that is inviting to special needs and meets and exceeds ADA requirements. The Debt Fund traditionally had a zero fund balance. The government transfers the exact amount needed for both principal and interest payments each year. However, a special assessment district was created to cover the costs of the potable water not funded by the ARPA grant. This assessment will be for a 25 year period. The tax bill of 2022 will be the first year of the 25 year assessment. The Debt Fund fund balance increased by \$434,231 reflecting the payments received by residents that opted to prepay the potable water assessment. The special revenue assessments will be used to pay the \$4.3 million loan taken in the current year (\$3,496,768 potable water/\$803,232 capital project). The Non-major governmental funds increased by \$882,499. The changes in fund balance are as follows: Transportation Fund increased \$22,658, the Police Education Fund increased \$10,774, the Police Forfeiture Fund decreased \$10,506, and the three 911 funds combined increased \$45,834. The largest changes came from the CITT Public Transit Fund of \$429,692 and the Impact Fees Fund of \$384,047. The CITT increase was due to project delays from scarcity of materials, however, those projects are planned and will move forward. The Impact Fee Fund's growth is due to project development. A few capital improvements have been identified for the next fiscal year and will be expended.

The General Fund is the chief operating fund of the Village. At the end of the current fiscal year, the Unassigned Fund balance of the General Fund was \$7,662,249. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned Fund balance is 25.3% of total General Fund expenditures including transfers, while total fund balance represents 37.1% of that same amount.

- The unassigned fund balance of the Village's General Fund increased by \$445,572 during the current fiscal year due to the excess of revenues over expenditures previously mentioned.
- The Police expenditures were under budget by \$257,637 due to unfilled open positions and various capital projects that were not completed and will be carried over to complete those projects such as the license plate reader, vehicle patrol cameras, and an AED medical equipment.
- General Government departments combined were under budget by \$55,512. The savings were mostly attributable to a change in the Village Clerk position, of about \$32,805 and another \$8,774 in the Council for conferences, travel and training not attended due to the Pandemic.
- Building and Planning was under budget by \$90,620. The department was undergoing a migration of its software. The project will require \$90,000 of a carryover into the next fiscal year to complete.
- Parks and Recreation was under \$169,645. While budget amendments were made to provide for the increased demand in summer camps and programming, many planned repairs and purchases were delayed due to supply chain issues. \$28,815 will be carried over into fiscal year 23 for professional design of the Gary Matzner Park purchased in the prior year.

VILLAGE OF PINECREST, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2022

Financial Analysis of the Government's Funds (Continued)

Proprietary Fund. The Stormwater Fund accounts for revenues collected for the maintenance of the stormwater collection function in the Village. The Village maintains the canals and underground pipes and there are operational costs associated with treating the water. This year the unrestricted net position went from \$2,238,198 to \$2,776,309, an increase of \$538,111. This increase reflects the fact that more funds were received than were spent on capital improvements this year. Those excess funds will be used for future year capital improvements, which are depreciated over many years. A portion of the ARPA funding, \$1,341,607, was allocated to the stormwater funds. The funding was received, but has been recorded as an unearned revenue until the projects are expended.

General Fund Budget Highlights

The budget to actual variances in the General Fund were:

- **Total Taxes, \$460,459.** \$375,460 of the over budgeted revenues is due to a new agreement made with the electric franchise fee. The communication services tax is also over due to an update in the addresses that pertain to the Village of \$126,714.
- **Licenses and Permits, \$1,630,065.** \$1,696,174 of the over budgeted revenues is due to an increase in building permitting fees. Those revenues increased \$1,375,840 compared to the prior fiscal year. The Village experienced an exponential growth in renovation permitting. Much construction had been halted or delayed temporarily due to local orders in the previous year due to the Pandemic.
- **Charges for Services, \$839,708.** The amount over the budget is due to a larger than expected demand stemming from the decrease in the Pandemic positivity rates in the second half of the fiscal year and thus the easing up of distancing for social interactions. The demand for programming in the parks, Community Center and Pinecrest Gardens grew more than planned.
- **Intergovernmental Revenue, \$2,579,091.** The obligation of our claim that had originally been denied for the FEMA Hurricane Irma funds incurred in fiscal year 18 was \$1,509,717. The receipt for Cares funding, also prior expenses, was \$228,135. An additional \$265,000 was received for the vaccine incentive program funded by ARPA. These revenues were not budgeted and provided for the overage in this category.

During the year, actual revenues were more than actual expenditures, increasing the fund balance by \$7,428,585 or \$3,335,958 when including the transfers in and out. This increased the general fund balance from \$7,891,922 to \$11,227,880.

The amended budget had planned for a fund appropriation of \$2,922,378. However, due to the excess of revenues over expenditures, the fund appropriation did not occur and the fund increase was \$3,335,958.

The following highlights the reason for the budget amendments in the General Fund:

- Community Center Gym Floors, funded by a third party insurance, \$133,872
- Building and Planning vehicle replacement damaged in an accident, funded in part by our insurance, \$25,517
- Kendall Shared Use Construction Design, grant application in process, \$176,000
- Pinecrest Gardens Upper Garden Improvements, costs incurred for delays caused by supply chain issues, \$253,897
- Gary Matzner Property Taxes, request has been made for refund since purchase of land was after the exemption filing date, \$49,989
- Village Hall Monument Sign, funded by a third party insurance, \$40,227
- Evelyn Greer Playground Project, funding required when the rebidding reflected increases in material costs, \$101,000

VILLAGE OF PINECREST, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2022

General Fund Budget Highlights (Continued)

- Vaccine Incentive Program, funded by the American Recovery Plan Act (ARPA), \$228,223
- Police Department Retroactive Wage Adjustment from Union Negotiations, \$320,760
- Early Payoff of 2014 Loan, \$222,315
- Attorney Fees for FEMA appeal, collective bargaining and potable water related activity, \$168,655
- Public Relations for US1 Vision Plan Community Engagement Campaign, \$60,000
- FPL electric utilities increase in rate, \$13,830
- Website Redesign Scope Changes, \$41,810
- Consulting for the US1 Vision Plan, \$46,375
- Transfer of a position from the Clerk's office to the Building and Planning Department, \$56,940
- Permitting Clerk required for increased demand, \$63,170
- Increases to minimum wage for park employees, \$47,035
- Park increased programming to meet demands, \$185,000
- Community Center increased programming to meet demands, \$154,960
- 911 maintenance plan due to delay in County takeover of the service, \$13,440
- Coral Pine Construction Drawings, bids came in higher than anticipated, \$190,715
- Plant Inventory, Geographic Information System, funded through a grant, \$13,005
- General Government Operating Supplies increase due to supply chain issues and increased cleaning activity, \$12,725
- Sidewalk fund transferred to capital funds, \$215,555
- Pinecrest Gardens increase in contract services to meet demand, \$87,020
- Potable Water Project funded by the loan issued in the current year, \$3,900,000
- Reallocation of ARPA funding from Capital Funds to the Stormwater Fund, \$1,341,607

Capital Asset and Debt Administration

Capital assets. The Village's investment in capital assets for its governmental activities as of September 30, 2022 amounts to \$92,176,447 (net of accumulated depreciation). This investment in capital assets includes land, buildings, equipment, roads, sidewalks, infrastructure, stormwater system, and construction in progress. The total increase in the Village's investment in capital assets for the current fiscal year was 5.4%.

Major capital asset events during the current fiscal year included the following:

- Stormwater improvements
- Renovations and improvements at Pinecrest Gardens, the Community Center and various parks.
- Village-wide road improvement

VILLAGE OF PINECREST, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2022

Capital Asset and Debt Administration (Continued)

- Police and Building and Planning vehicles
- Construction in Progress
- Potable Water Project
- Police License Plate Reader
- Kendall Drive Shared Use Construction Documents
- Pinecrest Gardens: Upper Garden Construction, Lower Garden Path Lighting, Cypress Kitchen
- Village Wide Public Monuments
- Coral Pine Phase 2 Park Improvement

	Governmental Activities		Business-type Activities		Total	
	2021	2022	2021	2022	2021	2022
General government	\$ 5,325,416	\$ 5,205,307	\$ -	\$ -	\$ 5,325,416	\$ 5,205,307
Public safety	1,031,167	1,213,188	-	-	1,031,167	1,213,188
Building and planning	83,540	177,339	-	-	83,540	177,339
Parks	47,357,295	51,334,041	-	-	47,357,295	51,334,041
Public works	33,696,407	34,246,572	-	-	33,696,407	34,246,572
Stormwater	-	-	7,825,445	7,800,145	7,825,445	7,800,145
Totals	\$ 87,493,825	\$ 92,176,447	\$ 7,825,445	\$ 7,800,145	\$ 95,319,270	\$ 99,976,592

Additional information on the Village's capital assets can be found in Note 4.

Long-term debt. At the end of the fiscal year, the Village had total bank debt outstanding of \$22,116,845.

Village's Outstanding Debt

	Governmental Activities	
	2021	2022
Revenue Bonds	\$19,684,372	\$22,116,845

The Village increased its total debt by \$2,432,473 or 12.4% during the current fiscal year. There are five loan issues outstanding: Community Center/Coral Pine Park for \$3,034,500 which matures in fiscal year 2029, a Capital Improvements loan with an outstanding balance of \$1,703,200 which matures in fiscal year 2028, another Capital Improvements loan with an outstanding balance of \$7,679,352 that matures in fiscal year 2041, and a refunding, land purchase and Capital Improvements loan of \$5,399,794 that matures in fiscal year 2036. A Potable Water and Capital Note was issued in the current year in the amount of \$4,300,000 that matures in fiscal year 2036. The Village used its excess funds to pay off the 2014A loan that were set to mature in fiscal year 24 in order to free future operating funds.

All of the loans are currently bank loans, however, the Series 2011B bonds paid off in the prior fiscal carried the following bond rating:

- Standard & Poor's – AAA
- Fitch – AA+. The Issuer default rating is a AAA

Additional information on the Village's long-term debt can be found in Note 6

VILLAGE OF PINECREST, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2022

Economic Factors and Next Year's Budgets and Rates

- The concerns over the COVID-19 pandemic have ceased to that of an endemic status. The fiscal year 2023 budget was made with an expectation that the Village will return to normal operation.
- Property values in the Village continue to grow and have allowed the Village to keep one of the lowest millage rates in the county, at 2.35, the same as the prior fiscal year.
- The job market is tight and the ability to fill positions, especially in the parks and recreation, is country wide. The Village is researching ways to ensure competitive fringes and offerings to attract prospective employees.
- The increased inflationary trend is of concern, but the Village is aggressive in securing pricing that is within our budget plans.
- Interest rate increases will affect the project costs and future loan issues. The Village will work to ensure the financial effects are considered and managed as much as possible.

During the current fiscal year, the unassigned fund balance for general governmental funds increased to \$10,662,249, which allows the Village financial flexibility. The Village also has \$6,002,349 of fund balance in the Capital Projects Fund that is either restricted or assigned for various capital improvement projects.

Requests for Information

This financial report is designed to provide a general overview of the Village's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Department of Finance, 12645 Pinecrest Parkway, Pinecrest, Florida 33156-5931 or emailed to finance@pinecrest-fl.gov.

BASIC FINANCIAL STATEMENTS

VILLAGE OF PINECREST, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2022

	Governmental	Business-	
	Activities	Type	
<u>ASSETS</u>	<u>Activities</u>	<u>Activities</u>	<u>Total</u>
Cash and equivalents	\$ 23,581,691	\$ 4,455,175	\$ 28,036,866
Receivables, net	8,519,668	34,688	8,554,356
Prepaid items	50,171	-	50,171
Capital assets:			
Non-depreciable	33,783,787	-	33,783,787
Depreciable, net	58,392,660	7,800,146	66,192,806
Total assets	<u>124,327,977</u>	<u>12,290,009</u>	<u>136,617,986</u>
 <u>DEFERRED OUTFLOWS OF RESOURCES</u>			
OPEB	91,972	-	91,972
Pensions	2,546,776	-	2,546,776
Deferred Outflows Special Master	7,066,073	-	7,066,073
Total deferred outflows of resources	<u>9,704,821</u>	<u>-</u>	<u>9,704,821</u>
 <u>LIABILITIES</u>			
Accounts payable	1,989,912	57,252	2,047,164
Accrued liabilities	1,704,293	-	1,704,293
Accrued interest payable	74,998	-	74,998
Unearned revenue	3,131,196	1,656,302	4,787,498
Noncurrent liabilities:			
Due within one year	2,853,033	-	2,853,033
Due in more than one year	30,835,338	-	30,835,338
Total liabilities	<u>40,588,770</u>	<u>1,713,554</u>	<u>42,302,324</u>
 <u>DEFERRED INFLOWS OF RESOURCES</u>			
OPEB	135,276	-	135,276
Pensions	1,657,847	-	1,657,847
Deferred Inflows Special Master	7,066,073	-	7,066,073
Total deferred inflows of resources	<u>8,859,196</u>	<u>-</u>	<u>8,859,196</u>
 <u>NET POSITION</u>			
Net investment in capital assets	73,240,883	7,800,146	81,041,029
Restricted for:			
Transportation	1,229,343	-	1,229,343
Public safety	132,076	-	132,076
General government	100,504	-	100,504
Stormwater	272,736	-	272,736
Parks	211,986	-	211,986
Capital improvements	2,403,735	-	2,403,735
Unrestricted	6,993,569	2,776,309	9,769,878
Total net position	<u>\$ 84,584,832</u>	<u>\$ 10,576,455</u>	<u>\$ 95,161,287</u>

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

VILLAGE OF PINECREST, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

	Program Revenues			Capital		Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Grants and Contributions	Governmental Activities	Business-Type Activities	Total	
Functions/Programs								
Governmental activities:								
General government	\$ 5,144,680	\$ 345,522	\$ 229,096	\$ 87,150	\$ (4,482,912)	\$ -	\$ (4,482,912)	
Public safety	11,241,531	7,666,475	617,142	152,878	(2,805,036)	-	(2,805,036)	
Building, planning and zoning	3,137,115	-	-	-	(3,137,115)	-	(3,137,115)	
Public works	6,770,414	7,876	228,223	11,759,088	5,224,773	-	5,224,773	
Parks and recreation	7,693,625	3,930,673	-	275,312	(3,487,640)	-	(3,487,640)	
Interest on long-term debt	517,094	-	-	-	(517,094)	-	(517,094)	
Total governmental activities	34,504,459	11,950,546	1,074,461	12,274,428	(9,205,024)	-	(9,205,024)	
Business-type activities:								
Stormwater	771,524	1,255,083	-	-	-	483,559	483,559	
Total business-type activities	771,524	1,255,083	-	-	-	483,559	483,559	
Total primary government	35,275,983	13,205,629	1,074,461	12,274,428	(9,205,024)	483,559	(8,721,465)	
General revenues:								
Property taxes, levied for general purposes					12,171,559	-	12,171,559	
Franchise fees on gross receipts					2,048,460	-	2,048,460	
Utilities taxes					2,707,070	-	2,707,070	
Communications services tab					939,964	-	939,964	
Transportation tax					461,999	-	461,999	
Business tax					136,056	-	136,056	
Intergovernmental, not restricted to specific programs					2,559,731	-	2,559,731	
Impact fees					179,710	-	179,710	
Investment earnings					187,926	29,253	217,179	
Loss of disposition of capital assets					(96,830)	-	(96,830)	
Miscellaneous					246,653	-	246,653	
Total general revenues, special items, and transfers					21,542,298	29,253	21,571,551	
Change in net position					12,337,274	512,812	12,850,086	
Net position - beginning, as previously reported					72,066,237	10,063,643	82,129,880	
Restatement (See Note 12)					181,321	-	181,321	
Net position - as restated					72,247,558	10,063,643	82,311,201	
Net position - end of year					\$ 84,584,832	\$ -	\$ 84,584,832	

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

VILLAGE OF PINECREST, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2022

	Major Funds				Total Governmental Funds
	General Fund	Debt Service Fund	Capital Projects Fund	Nonmajor Governmental Funds	
<u>ASSETS</u>					
Cash and cash equivalents	\$ 10,984,502	\$ 434,231	\$ 10,400,050	\$ 1,762,908	\$ 23,581,691
Receivables, net	2,745,770	5,515,227	-	258,671	8,519,668
Prepaid items	50,171	-	-	-	50,171
Total assets	13,780,443	5,949,458	10,400,050	2,021,579	32,151,530
<u>DEFERRED OUTFLOWS OF RESOURCES</u>					
Special masters violations	7,066,073	-	-	-	7,066,073
Total deferred outflows of resources	7,066,073	-	-	-	7,066,073
Total assets and deferred outflows of resources	\$ 20,846,516	\$ 5,949,458	\$ 10,400,050	\$ 2,021,579	\$ 39,217,603
<u>LIABILITIES</u>					
Accounts payable	\$ 541,291	\$ -	\$ 1,373,687	\$ 74,934	\$ 1,989,912
Accrued liabilities	1,704,293	-	-	-	1,704,293
Unearned revenue	107,182	-	3,024,014	-	3,131,196
Total liabilities	2,352,766	-	4,397,701	74,934	6,825,401
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Special masters violations	7,066,073	-	-	-	7,066,073
Unavailable grant revenue	199,797	-	-	-	199,797
Potable water special assessment	-	5,515,227	-	-	5,515,227
Total deferred inflows of resources	7,265,870	5,515,227	-	-	12,781,097
<u>FUND BALANCES</u>					
Nonspendable:					
Prepaid expenses	50,171	-	-	-	50,171
Restricted for:					
Transportation	-	-	-	1,229,343	1,229,343
Public safety	-	-	-	132,076	132,076
General government	-	-	-	100,504	100,504
Stormwater	-	-	-	272,736	272,736
Parks	-	-	-	211,986	211,986
Special assessment debt service	-	434,231	-	-	434,231
Capital improvements	-	-	5,585,017	-	5,585,017
Assigned for:					
Emergency event	3,000,000	-	-	-	3,000,000
Stabilization	3,113,466	-	-	-	3,113,466
Health care	317,805	-	-	-	317,805
Capital improvements	197,655	-	417,332	-	614,987
Unassigned:					
Unassigned	4,548,783	-	-	-	4,548,783
Total fund balances	11,227,880	434,231	6,002,349	1,946,645	19,611,105
Total liabilities, deferred inflows of resources and fund balances	\$ 20,846,516	\$ 5,949,458	\$ 10,400,050	\$ 2,021,579	\$ 39,217,603

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

VILLAGE OF PINECREST, FLORIDA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2022

Fund balances - total government funds (Page 17)		\$ 19,611,105
<p>Amounts reported for governmental activities in the statement of net position are different as a result of:</p>		
<p>Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.</p>		
Governmental capital assets	248,265,921	
Less accumulated depreciation	<u>(156,089,474)</u>	92,176,447
<p>Deferred outflows of resources, deferred inflows of resources, and the net pension liability and total OPEB liability related to the Village's pension and OPEB plans and bonds are not expected to be liquidated with expendable available financial resources and therefore are not reported in the funds.</p>		
Bonds payable	(22,116,846)	
Net pension liability	(9,723,499)	
Total OPEB liability	(240,549)	
Deferred outflows of resources - pension	2,546,776	
Deferred inflows of resources - pension	(1,657,847)	
Deferred outflows of resources - OPEB	91,972	
Deferred inflows of resources - OPEB	(135,276)	
Revenue collected outside of period of availability	<u>5,715,024</u>	(25,520,245)
<p>Certain liabilities are not due and payable in the current period and therefore are not reported in the funds.</p>		
Accrued interest payable	(74,998)	
Compensated absences	<u>(1,607,477)</u>	<u>(1,682,475)</u>
Net position of governmental activities (Page 15)		<u>\$ 84,584,832</u>

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

VILLAGE OF PINECREST, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

	Major Funds			Nonmajor Governmental Funds	Total Governmental Funds
	General Fund	Debt Service Fund	Capital Projects Fund		
REVENUES:					
Taxes	\$ 18,003,109	\$ -	\$ -	\$ 461,999	\$ 18,465,108
Licenses and permits	4,545,065	-	-	-	4,545,065
Intergovernmental revenues	4,836,231	-	5,380,892	1,220,309	11,437,432
Charges for services	4,465,528	-	-	-	4,465,528
Fines and forfeitures	1,542,938	-	-	12,454	1,555,392
Special assessment revenues	-	433,248	-	-	433,248
Impact fees	-	-	-	409,247	409,247
Investment earnings	103,397	984	70,991	12,554	187,926
Miscellaneous	115,960	-	141,980	-	257,940
Total revenues	<u>33,612,228</u>	<u>434,232</u>	<u>5,593,863</u>	<u>2,116,563</u>	<u>41,756,886</u>
EXPENDITURES:					
Current:					
General government	4,782,513	-	-	-	4,782,513
Public safety	10,386,361	-	-	154,422	10,540,783
Building, planning and zoning	2,976,227	-	-	960,655	3,936,882
Public works	773,137	-	-	-	773,137
Parks and recreation	6,381,903	-	-	-	6,381,903
Debt service:					
Principal	-	1,867,526	-	-	1,867,526
Interest and other charges	-	551,109	38,525	-	589,634
Capital outlay	883,502	-	10,412,307	277,427	11,573,236
Total expenditures	<u>26,183,643</u>	<u>2,418,635</u>	<u>10,450,832</u>	<u>1,392,504</u>	<u>40,445,614</u>
Excess (deficiency) of revenues over expenditures	<u>7,428,585</u>	<u>(1,984,403)</u>	<u>(4,856,969)</u>	<u>724,059</u>	<u>1,311,272</u>
OTHER FINANCING SOURCES (USES):					
Issuance of debt	-	-	4,300,000	-	4,300,000
Transfers out	(4,092,627)	-	-	-	(4,092,627)
Total other financing sources and uses	<u>(4,092,627)</u>	<u>2,418,634</u>	<u>5,815,553</u>	<u>158,440</u>	<u>4,300,000</u>
Net change in fund balances	3,335,958	434,231	958,584	882,499	5,611,272
Fund balances - beginning, as previously reported	7,865,314	-	5,043,765	909,433	13,818,512
Prior period adjustment (See Note 12)	26,608	-	-	154,713	181,321
Fund balances - beginning, as restated	<u>7,891,922</u>	<u>-</u>	<u>5,043,765</u>	<u>1,064,146</u>	<u>13,999,833</u>
Fund balances - ending	<u>\$ 11,227,880</u>	<u>\$ 434,231</u>	<u>\$ 6,002,349</u>	<u>\$ 1,946,645</u>	<u>\$ 19,611,105</u>

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

VILLAGE OF PINECREST, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

Amounts reported for governmental activities in the statement of activities are different as a result of:

Net change in fund balances - total government funds (Page 19)		\$ 5,611,272
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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	11,573,236	
Less: Items not meeting the threshold for capitalization	(8,702)	
Less: Loss on disposal of capital assets	(96,830)	
Less: current year depreciation	<u>(6,785,082)</u>	4,682,622

The issuance of long-term debt (e.g. bonds, leases) provided current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.

Proceeds from issuance of debt	(4,300,000)	
Principal payments	<u>1,867,526</u>	(2,432,474)

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

Change in compensated absences		(972,071)
Change in accrued interest		65,996
Amortization of deferred gain on refunding		6,544
OPEB expense		(28,265)
Pension expense		221,973

Revenue collected outside of the period of availability is not available to pay for current period expenditures however it is available to pay long term obligations of the Village.		5,181,677
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Change in net position of governmental activities (Page 16)		<u>\$ 12,337,274</u>
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The accompanying notes to financial statements are an integral part of this statement.

VILLAGE OF PINECREST, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUND
SEPTEMBER 30, 2022

	<u>Stormwater Fund</u>
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 4,455,175
Accounts receivable	<u>34,688</u>
Total current assets	<u>4,489,863</u>
Non-current assets:	
Capital assets:	
Capital assets, depreciable, net	<u>7,800,146</u>
Total non-current assets	<u>7,800,146</u>
Total assets	<u>\$ 12,290,009</u>
 LIABILITIES	
Current liabilities:	
Accounts payable	\$ 57,252
Unearned revenue	<u>1,656,302</u>
Total current liabilities	<u>1,713,554</u>
Total liabilities	<u>1,713,554</u>
 NET POSITION	
Investment in capital assets	7,800,146
Unrestricted	<u>2,776,309</u>
Total net position	<u>\$ 10,576,455</u>

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

VILLAGE OF PINECREST, FLORIDA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

	Stormwater Fund
Operating revenues:	
Charges for services	\$ 1,255,083
Total operating revenues	1,255,083
Operating expenses:	
Cost of sales	565,883
Depreciation	205,641
Total Operating Expenses	771,524
Operating income	483,559
Non-operating revenues:	
Investment earnings	29,253
Total non-operating revenue	29,253
Income before contributions and transfers	512,812
Change in net position	512,812
Total net position - beginning of year	10,063,643
Total net position - ending of year	\$ 10,576,455

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

VILLAGE OF PINECREST, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

	<u>Stormwater</u>
Cash flows from operating activities:	
Cash received from customers	\$ 2,610,955
Cash paid to suppliers for goods and services	<u>(508,631)</u>
Net cash provided by operating activities	<u>2,102,324</u>
Cash flows from capital and related financing activities:	
Acquisition and construction of capital assets	<u>(180,342)</u>
Net cash used in capital and related financing activities	<u>(180,342)</u>
Cash flows from investing activities	
Interest received	<u>29,253</u>
Net cash provided by investing activities	<u>29,253</u>
Net change in Cash	1,951,235
Cash and cash equivalents, beginning of year	<u>2,503,940</u>
Cash and cash equivalents, end of year	<u>\$ 4,455,175</u>
Reconciliation of operating income to net cash provided by operating activities:	
Operating income	\$ <u>483,559</u>
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	205,641
Change in operating assets and liabilities:	
Accounts receivable	10,914
Accounts payable	57,252
Unearned revenue	<u>1,344,958</u>
Net cash provided by operating activities	<u>\$ 2,102,324</u>

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

NOTES TO BASIC FINANCIAL STATEMENTS

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Pinecrest (the Village) was incorporated March 12, 1996, pursuant to Ordinance 95-207 adopted by the Miami-Dade Board of County Commissioners November 12, 1995. The Village occupies a land area of eight square miles and serves a population of 18,419. The Village operates under a Council-Manager form of government and provides the following services: public safety (police), public works, building, planning and zoning, code enforcement, stormwater management, and parks and recreation.

The basic financial statements of the Village have been prepared in conformity with Generally Accepted Accounting Principles (GAAP) as applied to governmental units, which are generally accepted in the United States. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental and financial reporting principles.

Significant accounting and reporting policies and practices of the Village are described below.

A. Financial Reporting Entity

The financial statements were prepared in accordance with the GASB, the reporting entity, which establishes standards for defining and reporting on the financial reporting entity. The definition of the financial reporting entity is based upon the concept that elected officials are accountable to their constituents for their actions. One of the objectives of financial reporting is to provide users of financial statements with a basis for assessing the accountability of the elected officials. The financial reporting entity consists of the Village, organizations for which the Village is financially accountable and other organizations for which the nature and significance of their relationship with the Village are such that exclusion would cause the reporting entity's financials statements to be misleading or incomplete. The Village is financially accountable for a component unit if it appoints a voting majority of the organization's governing board and it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to or impose specific financial burdens on the Village. Based upon the application of these criteria, there were no organizations that met the criteria described above.

B. Government-Wide and Fund Financial Statements

The basic financial statements include both government-wide (based on the Village as a whole) and fund financial statements.

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

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment; and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues. Separate financial statements are provided for governmental funds and the proprietary fund. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting is used for the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Village considers revenues to be available if they are collected within 90 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the Village.

The Village reports the following major governmental funds:

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

Debt Service Fund – The debt service fund is used to accumulate resources and distribute principal, interest and bond related issuance costs on long-term debt.

Capital Projects Fund – This fund receives transfers from the general fund as well as grants and accounts for purchases of land and improvements to the parks and buildings in the community.

The Village reports one major proprietary fund:

Stormwater Fund – This fund (an enterprise fund) accounts for the stormwater control activities of the community. Funds are received from business and residential users and used to maintain the stormwater collection system.

Additionally, the Village reports other special revenue funds and a debt service fund.

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

Amounts reported as program revenues include: (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. General revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the stormwater fund are charges to business and residential customers for stormwater system maintenance. Operating expenses report on the costs to maintain the stormwater system, the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

1. Deposits and Investments – Cash and cash equivalents, which are cash and short-term investments with maturities of three months or less, include cash on hand, a repurchase agreement and investments with the State Board of Administration Investment Pool. Investments are reported at fair value.

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. Interfund transactions – As the Village does not have any lending/borrowing arrangements between funds, all outstanding balances between funds are reported as "due to/from other funds". All amounts receivable from or payable to other funds are to be settled with expendable, available financial resources. Transactions which are recurring annual transfers between two or more funds are recorded as transfers in and out. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."
3. Receivables – Receivables include amounts due from other governments and others for services provided by the Village. Receivables, including special assessments, are recorded when the related service is provided.
4. Restricted assets – Proceeds from impact fees, CITT surtax and 2nd local option gas taxes are classified as restricted in various special revenue funds since these resources are specifically earmarked for restricted purposes including law enforcement, transportation and recreational eligible items.
5. Prepaid items – Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. These costs are accounted for under the consumption method.
6. Capital assets – The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Capital assets of the Village are depreciated using the straight-line method over the following estimated useful lives:

Buildings	40 years
Improvements	15 years
Equipment:	
Cars	5 years
Trucks	10 years
Equipment	5 years
Computer equipment	3 years
Computer software	7 years
Infrastructure:	
Roads	25 years
Stormwater system	50 years
Sidewalks	20 years

7. Deferred outflows/deferred inflows of resources – In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Village only has three items that qualify for reporting in this category. One is the deferred charge on refunding resulting from the difference in the carrying value of a refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The other two items are the deferred outflows relating to the pension plan (discussed in Note 9) and the deferred outflows relating to the OPEB plan (discussed in Note 10).

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Village has three items that qualify for reporting in this category. One is a deferred gain on refunding that results from the difference in the carrying value of refunded debt and its reacquisition price.

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Fund Balance (Continued)

7. Deferred outflows/deferred inflows of resources (Continued)

This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The second item is the deferred inflows relating to the pension plans and the OPEB plan. These are discussed in further detail in Note 9 and Note 10. The Village also has one other type of these items, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from certain charges for services and fines and these amounts are deferred and will be recognized as an inflow of resources in the period in which the amounts become available.

The Village maintains balances for outstanding permit violations and code enforcement violations imposed through the Village's Special Masters process. The balance represented as corresponding deferred outflows of resources and deferred inflows of resources are considered by the Village to be collectable as liens are placed on properties subject to enforcement measures. The balance for total violations under the Special Masters process on September 30, 2022 is approximately \$7,066,073.

8. Compensated absences – Village employees are granted vacation and sick leave in varying amounts based on length of service and the department that the employee services. The Village's sick leave policy is to permit employees to accumulate earned but unused sick pay benefits. Such leave is accrued and reported as a fund liability when it is probable that the Village will compensate the employee in the following fiscal year. Unused sick pay is not paid at termination.

The Village's vacation policy is that earned vacation must be taken within one year of the employee's anniversary. Carryover is limited to two hundred and forty (240) hours. Unused vacation pay, if any, is paid with the employee's termination or retirement. Those amounts estimated to be liquidated with expendable available financial resources from the General Fund are reported as expenditures and a fund liability of the General Fund.

9. Long-term obligations – In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or business-type activities. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period. The face amount of debt issued is reported as another financing source. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

10. Property taxes – Property taxes for the current year were assessed and collected by Miami-Dade County and subsequently remitted to the Village. Property taxes are assessed as of January 1 each year and are first billed (levied) and due the following November 1. Under Florida law, the assessment of all properties and the collection of all county, municipal, school board and special district property taxes are consolidated in the offices of the County Property Appraiser and County Tax Collector. The laws for the state regulating tax assessments are also designed to assure a consistent property valuation method statewide. State statutes permit municipalities to levy property taxes at a rate of up to 10 mills (\$10 per \$1,000 of assessed taxable valuation). The millage rate assessed by the Village for the year ended September 30, 2022, was 2.350 mills.

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

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Fund Balance (Continued)

10. Property taxes (Continued)

All property is reassessed according to its fair market value as of January 1 of each year. Each assessment roll is submitted to the Executive Director of the State Department of Revenue for review to determine if the rolls meet all of the appropriate requirements of State Statutes.

All real and tangible personal property taxes are due and payable on November 1, each year or as soon as practicable thereafter as the assessment roll is certified by the County Property Appraiser. Miami-Dade County mails to each property owner on the assessment roll a notice of the taxes due and Miami-Dade County also collects the taxes for the Village. Taxes may be paid upon receipt of such notice from Miami-Dade County, with discounts at the rate of 4% if paid in the month of November, 3% if paid in the month of December, 2% if paid in the month of January and 1% if paid in the month of February. Taxes paid during the month of March are without discount, and all unpaid taxes on real and tangible personal property become delinquent and liens are placed on April 1 of the year following the year in which taxes were assessed. Procedures for the collection of delinquent taxes by Miami-Dade County are provided for in the laws of Florida. There were no material delinquent property taxes at September 30, 2022.

11. Use of estimates – The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Although these estimates are based on management’s knowledge of current events and actions it may undertake in the future, they may ultimately differ from actual results.

12. Encumbrances – Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. While all appropriations and encumbrances lapse at year-end, valid outstanding encumbrances may be re-appropriated and become part of the subsequent year’s budget pursuant to state regulations. There were no outstanding encumbrances at year-end.

13. Net position – Net position is the result of assets and deferred outflows of resources less liabilities and deferred inflows of resources. The net position of the government-wide and proprietary funds are categorized into three components:

Net investment in capital assets – this category consists of capital assets, reduced by accumulated depreciation and any outstanding debt incurred to acquire, construct or improve those assets excluding unexpended bond proceeds.

Restricted net position – this category consists of all net position that has been restricted for general use by external parties (creditors, grantors, contributors, or laws or regulations of other governments) or imposed by law through constitutional provisions or enabling legislation.

Unrestricted net position – consists of the net position not meeting the definition of either of the other two components.

Restricted consists of net position with constraints placed on their use by external parties (creditors, grantors, contributors, or laws and regulations of other governments) or imposed by law through constitutional provisions or enabling legislation. Unrestricted indicates that portion of net position that is available to fund future operations.

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Fund Balance (Continued)

13. Net position (Continued)

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

It is the Village's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

14. Fund Balance – As of September 30, 2022, fund balances of the governmental fund financial statements are classified as follows:

Fund balances of the governmental funds are classified as follows:

Non-spendable – amounts that cannot be spent either because they are in non-spendable form or because they are legally or contractually required to be maintained intact.

Restricted – amounts that can be spent only for specific purposes because of constitutional provisions, charter requirements or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

Committed – amounts that can be used only for specific purposes determined by a formal action of Village Council. Village Council is the highest level of decision making authority for the Village. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by Village Council. Ordinances and resolutions are equally changing to binding formal actions of the Village Council.

Assigned – amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the Village's adopted policy, only Village Council may assign amounts for specific purposes.

Unassigned – all other spendable amounts. The General Fund is the only fund that reports a positive unassigned fund balance. In other governmental funds it is not appropriate to report a positive unassigned fund balance amount. However, in government funds other than the General Fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

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

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Fund Balance (Continued)

14. Fund Balance (Continued)

Fund balance policy – The Village of Pinecrest will maintain a minimum unassigned fund balance in the General Fund of 10% of budgeted expenditures and transfers out. The Village shall strive to keep an additional unassigned fund balance for extraordinary expenditures and mitigation due to the Village being located in a hurricane zone. That amount is to be determined each year by Council during the budget process.

15. Use of estimates – The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Although these estimates are based on management's knowledge of current events and actions, actual results may ultimately differ from those estimates.

NOTE 2 – DEPOSITS AND INVESTMENTS

Deposits

In addition to insurance provided by the Federal Depository Insurance Corporation, all deposits are held in banking institutions approved by the State Treasurer of the State of Florida to hold public funds. Under Florida Statutes Chapter 280, Florida Security for Public Deposits Act, the State Treasurer requires all Florida qualified public depositories to deposit with the Treasurer or banking institution eligible collateral. In the event of a failure of a qualified public depository, the remaining public depositories would be responsible for covering any resulting losses.

Investments

The Village invests surplus funds in an external investment pool, the Local Government Surplus Funds Trust Fund (Florida PRIME). The State Pool is administered by the Florida State Board of Administration (SBA), who provides regulatory oversight.

The Florida Prime has adopted operating procedures consistent with the requirement for 2a-7 like fund. The Village's investment in the Florida PRIME is reported at amortized cost. The fair value of the position in the pool is equal to the value of the pool shares. These investments are exempt from fair value hierarchy level disclosure. The Village had the following investments as of September 30, 2022:

Investment	Fair Value
Florida Prime	\$ 11,441,841

Credit risk

The Village has an investment policy that emphasizes the safety of principal while maintaining adequate liquidity to meet its needs. Investments are limited to the highest ratings by two of the nationally recognized statistical rating organizations - Nationally Recognized Statistical Rating Organization (NRSRO) and Standard and Poor's and Moody's Investment Services. The Florida PRIME is rated AAAM by Standard and Poor's.

The weighted average maturity (WAM) of the securities held in Florida PRIME is 21 days. The weighted average life (WAL) of Florida PRIME is 72 days.

Redemption gates

With regard to redemption gates for Florida PRIME, Chapter 218.409(8)(a), Florida Statutes, states, "The principal, and any part thereof, of each account constituting the trust fund is subject to payment at any time from the moneys in the trust fund. However, the Executive Director may, in good faith, on the occurrence of an event that has a material impact on liquidity or operations of the trust fund, for 48 hours limit contributions to or withdrawals from the trust fund to ensure that the Board can invest moneys entrusted to it in exercising its fiduciary responsibility.

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 2 – DEPOSITS AND INVESTMENTS (CONTINUED)

Redemption gates (Continued)

Such action must be immediately disclosed to all participants, the Trustees, the Joint Legislative Auditing Committee, and the Investment Advisory Council. The Trustees shall convene an emergency meeting as soon as practicable from the time the Executive Director has instituted such measures and review the necessity of those measures. If the Trustees are unable to convene an emergency meeting before the expiration of the 48-hour moratorium on contributions and withdrawals, the moratorium may be extended by the Executive Director until the Trustees are able to meet to review the necessity for the moratorium. If the Trustees agree with such measures, the Trustees shall vote to continue the measures for up to an additional 15 days. The Trustees must convene and vote to continue any such measures before the expiration of the time limit set, but in no case may the time limit set by the Trustees exceed 15 days.”

Liquidity fees

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

As of September 30, 2022, there were no redemption fees, maximum transaction amounts, or any other requirements that serve to limit a participant’s daily access to 100 percent of their account value.

Concentration of credit risk

GASB Statement 40 requires disclosure when the percent is 5% or more in any one issuer. External investment pools, such as Florida PRIME, are exempt from Concentration and Interest Rate Risk disclosures. The Village does not maintain any further investments for disclosure.

Interest rate risk

In accordance with our investment policy, the Village manages its exposure to declines in fair values by investing in conservative investments with the emphasis on safety of principal.

NOTE 3 – RECEIVABLES

As of September 30, 2022, receivables for the Village's individual major and nonmajor funds, in the aggregate including applicable allowances for uncollectible accounts, are as follows:

	General Fund	Debt Service Fund	Nonmajor Governmental Funds	Stormwater Fund	Total
Receivables					
Potable water special assessment	\$ -	\$ 5,515,227	\$ -	\$ -	\$ 5,515,227
Intergovernmental	1,910,929		258,671		2,169,600
Franchise and utility	746,172				746,172
Ad-valorem taxes	30,925				30,925
Fines	16,372				16,372
Accounts	-			34,688	34,688
Other	49,043				49,043
Allowance for uncollectible accounts	(7,671)				(7,671)
	<u>\$ 2,745,770</u>	<u>\$ 5,515,227</u>	<u>\$ 258,671</u>	<u>\$ 34,688</u>	<u>\$ 8,554,356</u>

Total unearned revenues as of September 30, 2022, are as follows:

Occupational taxes collected in advance	\$ 96,399
Sponsorships collected in advance	10,783
ARPA grant funds collected in advance	3,024,014
Stormwater utility charges collected in advance	1,656,302
	<u>\$ 4,787,498</u>

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 4 – CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2022, was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 20,782,165	\$ -	\$ -	\$ 20,782,165
Construction in progress	4,560,449	8,924,280	(483,107)	13,001,622
Total capital assets, not being depreciated	<u>25,342,614</u>	<u>8,924,280</u>	<u>(483,107)</u>	<u>33,783,787</u>
Capital assets, being depreciated:				
Buildings	28,256,519	14,164	-	28,270,683
Improvements other than buildings	12,709,473	1,447,776	-	14,157,249
Machinery and equipment	6,309,359	1,004,084	(96,830)	7,216,613
Computer software	333,318	202,766	-	536,084
Infrastructure	163,846,934	454,571	-	164,301,505
Total capital assets, being depreciated	<u>211,455,603</u>	<u>3,123,361</u>	<u>(96,830)</u>	<u>214,482,134</u>
Less accumulated depreciation for:				
Buildings	(7,531,551)	(665,626)	-	(8,197,177)
Improvements other than buildings	(6,405,716)	(633,741)	-	(7,039,457)
Machinery and equipment	(4,668,793)	(514,570)	-	(5,183,363)
Computer software	(259,871)	(15,470)	-	(275,341)
Infrastructure	(130,438,461)	(4,955,675)	-	(135,394,136)
Total accumulated depreciation	<u>(149,304,392)</u>	<u>(6,785,082)</u>	<u>-</u>	<u>(156,089,474)</u>
Total capital assets, being depreciated, net	62,151,211	(3,661,721)	(96,830)	58,392,660
Governmental activities capital assets, net	<u>\$ 87,493,825</u>	<u>\$5,262,559</u>	<u>\$(579,937)</u>	<u>\$ 92,176,447</u>
	Beginning Balance	Additions	Deletions	Ending Balance
Business-type activities:				
Capital assets, being depreciated:				
Infrastructure	\$ 10,825,250	\$ 180,342	\$ -	\$ 11,005,592
Total capital assets being depreciated	<u>10,825,250</u>	<u>180,342</u>	<u>-</u>	<u>11,005,592</u>
Less accumulated depreciation for:				
Infrastructure	(2,999,805)	(205,641)	-	(3,205,446)
Total accumulated depreciation	<u>(2,999,805)</u>	<u>(205,641)</u>	<u>-</u>	<u>(3,205,446)</u>
Total capital assets, being depreciated, net	7,825,445	(25,299)	-	7,800,146
Business-type activities capital assets, net	<u>\$ 7,825,445</u>	<u>\$ (25,299)</u>	<u>\$ -</u>	<u>\$ 7,800,146</u>

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 4 – CAPITAL ASSETS (CONTINUED)

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

Governmental activities:	
General government	\$ 250,746
Public safety	353,349
Public works	4,998,803
Building and planning	18,588
Parks & recreation	<u>1,163,596</u>
Total depreciation expense - governmental activities	<u>\$ 6,785,082</u>
Business-type activities:	
Stormwater utility	<u>\$ 205,641</u>
Total depreciation expense - business-type activities	<u>\$ 205,641</u>

NOTE 5 – INTERFUND TRANSFERS

The composition of interfund transfers as of September 30, 2022, is as follows:

Transfers Out	Transfers In	Amount	Purpose
General Fund	Debt Service Fund	\$ 2,418,634	To provide debt service funds
General Fund	Capital Projects Fund	1,515,553	To provide capital funds
General Fund	Hardwire Fund	71,555	To provide operational funds
General Fund	Wireless Fund	68,835	To provide operational funds
General Fund	Prepaid Fund	<u>18,050</u>	To provide operational funds
Total General Fund		<u>\$ 4,092,627</u>	

NOTE 6 – LONG-TERM DEBT

The Village has five debt issues outstanding at September 30, 2022, all of which are considered direct borrowings. Principal and interest on these bonds are payable from a covenant to budget and appropriate legally available non-ad valorem revenues.

Series 2015 is for the expansion of the Community Center and improvements at Coral Pines Park. The note bears interest at 2.40%. In the event of a default, the note contains a provision to bear interest at the default rate until the default is cured. Additionally, the Council or Lender shall have all remedies provided by law to collect amounts then due.

Series 2019 was issued in the amount of approximately \$2,617,100 to provide funding for various capital projects including improvement of the Community Center, the Municipal Center/Library, Pinecrest Gardens, and other parks within the Village. The note bears interest at 2.53%. In the event of a default, the note contains a provision to bear interest at the default rate until the default is cured. Additionally, the Council or Lender shall have all remedies provided by law to collect amounts then due.

Series 2021A was issued in the amount of approximately \$7,880,000 to provide funding for various park improvement projects including Pinecrest Gardens. The note bears interest at 2.22%. In the event of a default, the note contains a provision to bear interest at the default rate until the default is cured. Additionally, the Council or Lender shall have all remedies provided by law to collect amounts then due.

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 6 – LONG-TERM DEBT (CONTINUED)

On July 1, 2021 the Village issued Series 2021B in the amount of approximately \$5,750,526 to purchase a parcel of land for parks and recreational purposes, improvements to Pinecrest Gardens, and the refunding of Series 2011. The note bears interest at 1.92%. In the event of a default, the loan agreement has a provision that the Council or Lender shall have all remedies provided by law to collect amounts then due.

The Village utilized \$948,125 of the proceeds from the Series 2021B note to advance refund approximately \$862,465 outstanding from the 2011 Series note. The net proceeds were deposited with an escrow agent to provide for future debt service payments on the 2011 Series bonds. As a result, the 2011 Series Note is considered to be defeased and the corresponding liability has been removed from the Village's long-term liabilities. The advance refunding transaction resulted in an economic gain of approximately \$124,763 derived from the difference between the present value of the prior debt net cash flow and the present value of the refunding debt service of approximately \$1,088,507 and \$951,210 respectively.

On July 1, 2021 the Village issued the Capital Improvement Revenue Note, Series 2022 in the amount of \$4,300,000 for the purpose of financing construction costs and capital projects related to the Village's Potable Water Project. The note bears interest ranging from 3.215% to 3.510%. In the event of a default, the loan agreement has a provision that the Council or Lender shall have all remedies provided by law to collect amounts then due.

Maturities of these direct borrowings are as follows:

Year ending September 30,	Principal	Interest	Total
2023	\$ 1,485,442	\$ 337,291	\$ 1,822,733
2024	1,524,973	249,393	1,774,366
2025	1,561,450	231,433	1,792,883
2026	1,598,537	213,033	1,811,570
2027	1,636,243	194,185	1,830,428
2028-2032	5,812,316	538,602	6,350,918
2033-2037	4,428,893	418,551	4,847,444
2038-2042	2,889,102	275,899	3,165,001
2043-2047	1,179,890	106,391	1,286,281
	<u>\$ 22,116,846</u>	<u>\$ 2,564,778</u>	<u>\$ 24,681,624</u>

Changes in long-term liabilities of governmental activities during the year are summarized as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year
Governmental Activities					
Direct borrowings:					
Bonds payable	\$ 19,684,372	\$ 4,300,000	\$ (1,867,526)	\$ 22,116,846	\$ 1,485,442
Total OPEB liability	276,557	28,265	(64,273)	240,549	-
Net pension liability	3,319,104	6,650,526	(246,131)	9,723,499	1,236
Compensated absences	635,406	999,677	(27,606)	1,607,477	1,366,355
Total governmental activities	<u>\$23,915,439</u>	<u>\$11,978,468</u>	<u>\$ (2,205,536)</u>	<u>\$33,688,371</u>	<u>\$ 2,853,033</u>

Compensated absences are paid from the General Fund in the form of vacation pay. The total OPEB liability and the net pension liability are generally liquidated by the General Fund.

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 7 – ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Accounts payable as of fiscal year end for the Village’s individual major and nonmajor funds, in the aggregate are as follows:

	<u>General Fund</u>	<u>Capital Projects Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Stormwater Fund</u>	<u>Total</u>
Payables:					
Payroll	\$ 1,019,984	\$ -	\$ -	\$ -	\$ 1,019,984
Vendors	541,291	1,373,687	74,934	57,252	2,047,164
Security deposits	638,089	-	-	-	638,089
Other	46,220	-	-	-	46,220
Total payables	<u>\$ 2,245,584</u>	<u>\$ 1,373,687</u>	<u>\$ 74,934</u>	<u>\$ 57,252</u>	<u>\$ 3,751,457</u>

NOTE 8 – DEFINED CONTRIBUTION PLAN

The Village of Pinecrest 401(a) Money Purchase Plan is a defined contribution plan established by the Village to provide benefits at retirement for its employees. All full-time employees must be a member of the Plan. Plan members are required to contribute 7% of base earnings for the Plan year. The Village is required to contribute 10% of base earnings for each participant for the Plan year. Plan provisions and contribution requirements are established and may be amended by the Village Council.

The Plan’s assets are administered by Voya Financial. The Village does not exercise any control over the Plan assets. Village contributions to the Plan were \$822,828. Employee contributions were \$402,912 for the fiscal year ended September 30, 2022.

The Village also offers its employees a deferred compensation plan. The Plan, available to all Village employees, permits them to defer a portion of their salary until future years. Participation in the Plan is optional. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. Benefit provisions and contributions are established and may be amended by the Village Council. During the fiscal year ended September 30, 2022, the Village made no contributions and employees contributed \$412,624. Pursuant to the Statement No. 32 of the GASB, *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*, the Village does not have a fiduciary relationship with the Plan. Accordingly, the balances and transactions of the Village's Plan are not reported in the Village's financial statements.

NOTE 9 – RETIREMENT PLAN

Florida Retirement System

The Village participates in the Florida Retirement System (FRS), a statewide cost-sharing multiple- employer public employee retirement system (PERS), available to governmental units within the state and administered by the State of Florida Department of Management Services, Division of Retirement. The sworn police personnel are eligible to participate in the FRS.

General information

As provided by Chapters 121 and 112, Florida Statutes, the FRS provides two cost sharing, multiple employer defined benefit plans administered by the Florida Department of Management Services, Division of Retirement, including the FRS Pension Plan (“Pension Plan”) and the Retiree Health Insurance Subsidy (“HIS Plan”). The FRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 121, Florida Statutes, and Chapter 60S, Florida Administrative Code. Amendments to the law can be made only by an act of the Florida State Legislature. The state of Florida annually issues a publicly available financial report that includes financial statements and required supplementary information for the FRS. The latest available report may be obtained by writing to the State of Florida Division of Retirement, Department of Management Services, P.O. Box 9000, Tallahassee, Florida 32315-9000, by calling (877) 377-1737, or by visiting:

www.dms.myflorida.com/workforce_operations/retirement/publications

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 9 – RETIREMENT PLAN (CONTINUED)

Plan description

The Pension Plan is a cost-sharing multiple-employer defined benefit pension plan, with a Deferred Retirement Option Program (“DROP”) for eligible employees.

Benefits provided

Benefits under the Pension Plan are computed on the basis of age, average final compensation, and service credit. Special Risk Administrative Support class members who retire at or after age 55 with at least six years of credited service or 25 years of service regardless of age are entitled to a retirement benefit payable monthly for life, equal to 1.6% of their final average compensation based on the five highest years of salary, for each year of credited service. Special Risk class members (sworn law enforcement officers, firefighters, and correctional officers) who retire at or after age 55 with at least six years of credited service, or with 25 years of service regardless of age, are entitled to a retirement benefit payable monthly for life, equal to 3.0% of their final average compensation based on the five highest years of salary for each year of credited service.

For Special Risk and Special Risk Administrative Support class members enrolled on or after July 1, 2011, the vesting requirement is extended to eight years of credited service for all these members and increasing normal retirement to age 60 or 30 years of service regardless of age. Also, the final average compensation for these members will be based on the eight highest years of salary.

As provided in Section 121.101, *Florida Statutes*, if the member is initially enrolled in the Pension Plan before July 1, 2011, and all service credit was accrued before July 1, 2011, the annual cost-of-living adjustment is 3% per year. If the member is initially enrolled before July 1, 2011, and has service credit on or after July 1, 2011, there is an individually calculated cost-of-living adjustment. The annual cost-of-living adjustment is a proportion of 3% determined by dividing the sum of the pre-July 2011 service credit by the total service credit at retirement multiplied by 3%. Plan members initially enrolled on or after July 1, 2011, will not have a cost-of-living adjustment after retirement.

In addition to the above benefits, the DROP program allows eligible members to defer receipt of monthly retirement benefit payments while continuing employment with a FRS employer for a period not to exceed 60 months after electing to participate. Deferred monthly benefits are held in the FRS Trust Fund and accrue interest. There are no required contributions by DROP participants.

Contributions

Effective July 1, 2011, all enrolled members of the FRS, other than DROP participants, are required to contribute 3% of their salary to the FRS. In addition to member contributions, governmental employers are required to make contributions to the FRS based on state-wide contribution rates established by the Florida Legislature. These rates are updated as of July 1 of each year. The employer contribution rates by job class for the periods from October 1, 2021 through June 30, 2022, and from July 1, 2022 through September 30, 2022, respectively, were as follows: Regular Class – 10.82% and 11.91%; Senior Management – 29.01% and 31.57%; and DROP participants – 18.34% and 18.60%. These employer contribution rates do not include the 1.66% HIS Plan subsidy for the periods October 1, 2021 through June 30, 2022, and from July 1, 2022 through September 30, 2022, respectively.

The Village’s contributions, including employee contributions, to the Pension Plan totaled \$973,872 for the fiscal year ended September 30, 2022.

Pension liabilities, pension expense, and deferred outflows of resources and deferred inflows of resources related to pensions

At September 30, 2022, the Village reported a liability of \$8,491,757 for its proportionate share of the Pension Plan’s net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021. The Village’s proportion of the net pension liability was based on a projection of the Village’s 2021-2022 fiscal year contributions relative to the 2021-2022 fiscal year contributions of all participating members. At June 30, 2022, the Village’s proportion was 0.0228%, which was a decrease from its proportion measured as of June 30, 2021, of 0.0244%.

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 9 – RETIREMENT PLAN (CONTINUED)

Pension liabilities, pension expense, and deferred outflows of resources and deferred inflows of resources related to pensions (Continued)

For the fiscal year ended September 30, 2022, the Village recognized pension expense of \$845,536. In addition, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 403,309	\$ -
Change of assumptions	1,045,795	-
Net difference between projected and actual earnings on FRS pension plan investments	560,710	-
Changes in proportion and differences between the Village FRS contributions and proportionate share of contributions	8,731	1,344,352
Village FRS pension plan contributions subsequent to the measurement date	338,674	-
Total	<u>\$ 2,357,219</u>	<u>\$ 1,344,352</u>

The deferred outflows of resources related to the Pension Plan, totaling \$338,674 resulting from Village contributions to FRS subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the Pension Plan will be recognized in pension expense as follows:

<u>Fiscal Year Ending September 30</u>	<u>Deferred outflows/(inflows), net</u>
2023	\$ 97,528
2024	(207,667)
2025	(476,956)
2026	1,223,649
2027	37,639
Thereafter	-

Actuarial assumptions

The total pension liability in the June 30, 2022, actuarial valuation was determined using the following actuarial assumption, applied to all period included in the measurement:

Inflation:	2.40%
Salary increases:	3.25%, average, including inflation
Investment rate of return:	6.70%, net of pension plan investment expense, including inflation

Mortality rates were based on PUB-2010 base tables and varies by member category and sex, projected generationally with Scale MP-2018.

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 9 – RETIREMENT PLAN (CONTINUED)

Actuarial assumptions (Continued)

The actuarial assumptions used in the July 1, 2022, valuation were based on the results of an actuarial experience study for the period July 1, 2013 through June 30, 2018.

The long-term expected rate of return on Pension Plan investments was not based on historical returns, but instead is based on a forward-looking capital market economic model. The allocation policy's description of each asset class was used to map the target allocation to the asset classes shown below. Each asset class assumption is based on a consistent set of underlying assumptions and includes an adjustment for the inflation assumption. The target allocation and best estimates of arithmetic and geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation ¹	Annual Arithmetic Return	Compound Annual (Geometric) Return	Standard Deviation
Cash	1.0%	2.6%	2.6%	1.1%
Fixed income	19.8%	4.4%	4.4%	3.2%
Global equity	54.0%	8.8%	7.3%	17.8%
Real estate	10.3%	7.4%	6.3%	15.7%
Private equity	11.1%	12.0%	8.9%	26.3%
Strategic investments	3.8%	6.2%	5.9%	7.8%
	<u>100%</u>			
Assumed inflation-Mean			2.4%	1.3%

Note: (1) As outlined in the Plan's investment policy

Discount rate

The discount rate used to measure the total pension liability was 6.70%. The Pension Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculation the total pension liability is equal to the long-term expected rate of return.

Sensitivity of the Village's proportionate share of the net position liability to changes in the discount rate

The following represents the Village's proportionate share of the net pension liability calculated using the discount rate of 6.70%, as well as what the Village's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate.

	1% Decrease 5.70%	Current Discount Rate 6.70%	1% Increase 7.70%
Village's proportionate share of the net pension liability	\$ 14,685,910	\$ 8,491,757	\$ 3,312,708

Detailed information regarding the Pension Plan's fiduciary net position is available in the separately issued FRS Pension Plan and Other State-Administered Systems Comprehensive Annual Financial Report.

Payables to the pension plan

At September 30, 2022, the Village reported a payable in the amount of \$0 for outstanding contributions to the Pension Plan required for the fiscal year ended September 30, 2022.

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 9 – RETIREMENT PLAN (CONTINUED)

HIS Plan

Plan description

The HIS Plan is a cost-sharing multiple-employer defined benefit pension plan established under Section 112.363, *Florida Statutes*, and may be amended by the Florida legislature at any time. The benefit is a monthly payment to assist retirees of state-administered retirement systems in paying their health insurance costs and is administered by the Florida Department of Management Services, Division of Retirement.

Benefits provided

For the fiscal year ended September 30, 2022, eligible retirees and beneficiaries received a monthly HIS payment of \$5 for each year of creditable service completed at the time of retirement, with a minimum HIS payment of \$30 and a maximum HIS payment of \$150 per month. To be eligible to receive these benefits, a retiree under a state-administered retirement system must provide proof of health insurance coverage, which may include Medicare.

Contributions

The HIS Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all active FRS members. For the fiscal year ended September 30, 2021, the HIS contribution for the period October 1, 2021 through September 30, 2022, was 1.66%. The Village contributed 100% of its statutorily required contributions for the current and preceding three years. HIS Plan contributions are deposited in a separate trust fund from which payments are authorized. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or cancelled.

The Village's contributions to the HIS Plan totaled \$70,368 for the current year.

Pension liabilities, pension expense, and deferred outflows of resources and deferred inflows of resources related to pensions

At September 30, 2022, the Village reported a liability of \$1,231,742 for its proportionate share of the HIS Plan's net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021. The Village's proportionate share of the net pension liability was based on the Village's 2021-2022 fiscal year contributions relative to the 2021-2022 fiscal year contributions of all participating members. At June 30, 2022, the Village's proportionate share was 0.0116%, which was a decrease from its proportionate share measured as of June 30, 2021, of 0.0120%.

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 9 – RETIREMENT PLAN (CONTINUED)

Pension liabilities, pension expense, and deferred outflows of resources and deferred inflows of resources related to pensions (Continued)

For the fiscal year ended September 30, 2022, the Village recognized pension expense of \$55,325. In addition the Village reported deferred outflows of resources and deferred in flows of resources related to pensions from the following sources:

<u>Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 37,386	\$ 5,420
Change of assumptions	70,604	190,550
Net difference between projected and actual earnings on HIS investments	1,783	-
Changes in proportion and differences between the Village HIS contributions and proportionate share of contributions	56,682	117,525
Village HIS contributions subsequent to the measurement date	23,102	-
Total	<u>\$ 189,557</u>	<u>\$ 313,495</u>

The deferred outflows of resources related to the HIS Plan, totaling \$23,102 resulting from Village contributions to the HIS Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the HIS Plan will be recognized in pension expense as follows:

Fiscal Year Ending September 30	Deferred outflows/(inflows), net
2023	\$ (29,681)
2024	(25,567)
2025	(25,781)
2026	(19,608)
2027	(31,504)
Thereafter	(14,899)

The total pension liability in the July 1, 2022, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation:	2.40%
Salary increases:	3.25%, average, including inflation
Municipal bond index	2.16%

Mortality rates were based on the Generational PUB-2010 with Projection Scale MP-2018 tables.

The actuarial assumptions used in the July 1, 2022, valuation were based on the results of an actuarial experience study for the period July 1, 2013 through June 30, 2018.

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 9 – RETIREMENT PLAN (CONTINUED)

Discount rate

The discount rate used to measure the total pension liability was 3.54%. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the HIS Plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index.

Sensitivity of the Village's proportionate share of the net position liability to changes in the discount rate

The following represents the Village's proportionate share of the net pension liability calculated using the discount rate of 2.16%, as well as what the Village's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease 2.54%	Current Discount Rate 3.54%	1% Increase 4.54%
Village's proportionate share of the net pension liability	\$ 1,409,214	\$ 1,231,742	\$ 1,084,887

Pension plan fiduciary net position

Detailed information regarding the HIS Plan's fiduciary net position is available in the separately issued FRS Pension Plan and Other State-Administered Systems Annual Comprehensive Financial Report.

Payables to the pension plan

At September 30, 2022, the Village reported a payable in the amount of \$0 for outstanding contributions to the HIS Plan required for the fiscal year ended September 30, 2022.

Applicable totals for all of the Village's defined benefit pension plans are reflected below:

	FRS	HIS	Total
Village's proportionate share of net pension liability	\$ 8,491,757	\$ 1,231,742	\$ 9,723,499
Deferred outflows of resources	2,357,219	189,557	2,546,776
Deferred inflows of resources	1,344,352	313,495	1,657,847
Pension expense/expenditure	845,536	55,325	900,861

NOTE 10 – OTHER POST-EMPLOYMENT BENEFITS

Description

The Village administers a single-employer defined benefit OPEB plan. The purpose of this plan is to account for the implicit rate subsidy the Village provides to its retirees Florida Statutes require that municipalities provide their retirees access to the same health insurance programs as their current employees at the same rates. Since the inclusion of the retirees results in higher overall health insurance costs to the municipality which cannot be passed on to the retirees, it in effect results in what is called the implicit rate subsidy. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 75. This is the only post-employment benefit the Village provides to its retirees other than its pension plan.

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 10 – OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Description (Continued)

Membership in the plan consisted of the following at September 30, 2022:

Retirees and beneficiaries currently receiving benefits	1
Active employees	128
Total	129

Separate financial statements for the Village's OPEB plan are not available. Funds from the General Fund are used to liquidate the total OPEB liability.

This actuarial valuation involves estimates of the value of reported amounts and assumptions about the probability of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend.

Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to constant revision as actual experience is compared with past expectations and new estimates are made about the future.

Calculations are based upon the types of benefits provided under the terms of the substantive plan at the time of the valuation and on the pattern of sharing of costs between the employer and plan members to that point. Calculations reflect a long-term prospective, so methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets.

Benefits Provided

Retirees and their dependents can continue participating in the group insurance plans offered by the Village, but they are required to contribute 100% of the active premiums.

Total OPEB liability of the Village

The Village's total OPEB liability was measured as of September 30, 2021 and was determined by an actuarial valuation as of October 1, 2020, with the actuary using standard techniques to roll forward the liability to the measurement date.

Actuarial assumptions

The total OPEB liability in the October 1, 2020, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 10 – OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Discount rate:	2.43% per annum, this rate was used to discount all future benefit payments and is based on the return on the S&P Municipal Bond 20-year High Grade Index as of the measurement date.
Salary increases:	3.00% per annum
Cost-of-living increases:	Retiree contributions, health insurance premiums, and the implied subsidy have been assumed to increase in accordance with the healthcare cost trend rates.
Healthcare cost trend rates:	Increases in healthcare costs are assumed to be 8.00% for the 2020/21 fiscal year graded down by 0.50% per year to 5.00% for the 2026/27 and later fiscal years.
Age-related morbidity:	Healthcare costs are assumed to increase at the rate of 3.50% for each year of age.
Implied subsidy:	Because the insurance carrier charges the same monthly rate for health insurance regardless of age, an implied monthly subsidy of \$500.00 has been assumed at age 65 for the 2020/21 fiscal year; at other ages, the implied subsidy was developed based on the age-related morbidity assumption and, for other fiscal years, the implied subsidy was increased in accordance with the healthcare cost trend rates.
Mortality basis:	Sex-distinct rates set forth in the PUB-2010 Mortality Table (without income adjustments) for general and public safety employees, with full generational improvements in mortality using Scale MP-2020
Retirement:	Retirement is assumed to occur at age 55 for police officers and at age 60 for general employees.
Other decrements:	Assumed employment termination is based on the Scale 155 table; assumed disability is based on the Wyatt 1985 Disability Study (Class 1 rates are used for general employees and Class 4 rates are used for police officers).
Coverage election:	10% of eligible employees are assumed to elect single coverage at retirement under the high-deductible plan; health coverage is assumed to end upon the attainment of age 65.
COBRA:	Future healthcare coverage provided solely pursuant to COBRA was not included in the OPEB valuation, because the COBRA premium is determined periodically based on plan experience, the COBRA premium to be paid by the participant is assumed to fully cover the cost of providing healthcare coverage during the relevant period.
Changes:	Since the prior measurement date, the discount rate was increased from 2.14% per annum to 2.43% per annum, the healthcare cost trend rates were increased from 6.00% for the 2020/21 fiscal year graded down to 5.00% for the 2022/23 and later fiscal years to 8.00% for the 2020/21 fiscal year graded down to 5.00% for the 2026/27 and later fiscal years, and the implied monthly subsidy at age 65 for the 2020/21 fiscal year was decreased from \$532.50 to \$500.00.

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 10 – OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Discount rate

Given the Village's decision not to fund the program, all future benefit payments were discounted using a municipal bond rate of 2.43%.

Changes in the total OPEB liability for the Village for the year ended September 30, 2022, were as follows:

	Total OPEB Liability
Balance at 9/30/2020	\$ 276,557
Changes for the year:	
Service cost	24,195
Expected interest growth	7,205
Demographic experience	(52,115)
Benefit payments and refunds	(8,535)
Assumption changes	(6,758)
Net changes	(36,008)
Balance at 9/30/2021	\$ 240,549

There were no significant changes in assumptions since the prior measurement date.

The required schedule of changes in the Village's total OPEB liability and related ratios immediately following the notes to the financial statements presents multi-year trend information about the total OPEB liability.

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

The following presents the total OPEB liability of the Village, as well as what the Village's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.43%) or 1-percentage-point higher (3.43%) than the current discount rate:

	1% Decrease (1.43%)	Rate Assumption (2.43%)	1% Increase (3.43%)
Total OPEB liability	\$ 266,301	\$ 240,549	\$ 217,863

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

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

	1% Trend Decrease	Healthcare Cost Trend Rate Assumption (8.00% graded down to 5.00%)	1% Trend Increase
Total OPEB liability	\$ 209,132	\$ 240,549	\$ 278,856

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 10 – OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates (Continued)

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revisions as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of September 30, 2022, and the current sharing pattern of costs between employer and inactive employees.

OPEB expense and deferred outflows of resources and deferred inflows of resources related to OPEB

For the year ended September 30, 2022, the Village recognized OPEB expense of \$17,621. At September 30, 2022, the Village reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 35,578	\$ 73,379
Change of assumptions	47,662	61,897
Village contributions subsequent to the measurement date	8,732	-
Totals	\$ 91,972	\$ 135,276

The deferred outflows of resources related to the OPEB Plan, totaling \$8,732 resulting from Village contributions to the plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ended September 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the OPEB Plan will be recognized in OPEB expense as follows:

Fiscal Year Ending September 30:	Amount
2023	\$ 5,244
2024	5,244
2025	5,244
2026	5,244
2027	5,244
Thereafter	25,816

NOTE 11 – COMMITMENTS AND CONTINGENCIES

Risk management

The Village is exposed to various risks of loss related to torts, theft of or damage to and destruction of assets, errors and omissions, injuries to employees, and natural disasters for which the Village carries insurance through the Florida League of Cities. There were no significant reductions in insurance coverage from the coverage in the prior year. There were no settled claims that have exceeded insurance coverage for each of the past three years.

Litigation

The Village is a defendant in various lawsuits incidental to its operations. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the Village's management and legal counsel that resolution of these matters will not have a material adverse effect on the financial condition of the Village.

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 11 – COMMITMENTS AND CONTINGENCIES (CONTINUED)

Contingent liabilities

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. In the opinion of management, future disallowances of grant expenditures, if any, would not have a material adverse effect on the Village's financial condition.

Interlocal agreements

On June 17, 1997, the Village entered into an interlocal agreement with Miami-Dade County to passthrough the Village's share of the franchise fee on electricity collected by Florida Power and Light. Under this agreement, the County remitted \$1,872,375 to the Village for the fiscal year ending September 30, 2022. This agreement will be in effect as long as the ordinance establishing the collection of these fees is in place.

On July 17, 2003, the Village entered into another interlocal agreement with Miami-Dade County. Under this agreement, the County remitted \$1,048,629 to the Village for the fiscal year ending September 30, 2022, for the purpose of providing transportation services within the Village. This agreement shall remain in effect as long as the County receives net proceeds from the ½ cent County Transit System Surtax as authorized by Miami-Dade County Ordinance No. 02-116 pursuant to the authority of Section 212.055(1), *Florida Statutes 2002*.

Construction commitments and budget carryovers

There are several ongoing projects and equipment purchases in the various funds of the Village at fiscal year-end. The outstanding commitments and budget carryovers are as follows:

General Fund:

Cubicle Reorganization	\$ 5,500
Police Vehicle Equipment	5,921
AED Medical Equipment	13,200
In Car Patrol Cameras	10,872
PD Dept AC Unit Replacement	73,994
License Plate Readers	27,155
CRW Trakit Migration to Trakit 9	90,000
GM Conceptual Design	28,815
Total General Fund Carryovers	\$ 255,457

Stormwater Fund:

SW 58 AVE Drainage Project	\$ 12,344
Drainage: Palmetto Island Design	8,850
Drainage Improvement Inspection	6,606
Drainage Improvement -ARP	1,341,607
Total Stormwater Fund Carryovers	\$ 1,369,407

Transportation Fund:

Paving for Potable Water Project	\$ 195,000
Total Transportation Fund Carryovers	\$ 195,000

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 11 – COMMITMENTS AND CONTINGENCIES (CONTINUED)

Construction commitments and budget carryovers (continued)

Capital Fund:

Palermo/Gary Matzner Park	\$ 27,275
Potable Water	7,446,138
LPR	322,913
Kendall Shared Use Const Doc	136,500
Monument Sign Construction	54,350
Walkway Lighting	5,853
Fence	11,837
Camera Update & ASR System	3,727
Column Interior & LED Light Upgrade	8,503
EG Tile Flooring Bathroom	8,664
EG Restroom Sink	15,000
Multipurpose Room	2,174,460
Phase 2 Park Improvement	468,836
Resurface Tennis Court	16,851
Upper Garden Construction	19,421
Lower Garden Path Lighting	10,987
Cypress Hall Deck	85,000
Sidewalk funds FY22 to FY23	67,500
Cypress Hall Kitchen	18,040
Upgrade Irrigatin Controller	20,815
IrisBG Collection Management	7,153
Total Capital Fund Carryovers	\$ 10,929,823

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

NOTE 12 – CHANGE IN ACCOUNTING PRINCIPLE

During the fiscal year ended September 30, 2022, the net position of the Government-Wide Governmental Activities has been adjusted to record the cumulative effect of a change of the Village’s revenue recognition policy. In addition, the opening fund balance of the General Fund and the CITT Public Transit Fund were restated at the fund level of the governmental funds. Revenue availability was updated to be recognized if collected within 90 days after fiscal year end. The Village previously utilized a 30 day period after fiscal year end. The change was made to capture most revenues with remittance delays.

	Government- Wide Financial Statements Governmental Activities	
Net position - beginning, as previously reported	\$	72,066,237
Retrospective adjustment due to change in revenue recognition policy		181,321
Net position - beginning, as restated	\$	72,247,558

	Fund Financial Statements	
	General Fund	CITT Public Transit Fund
Fund balances - beginning, as previously reported	\$ 7,865,314	\$ 445,933
Retrospective adjustment due to change in revenue recognition policy	26,608	154,713
Fund balances - beginning, as restated	\$ 7,891,922	\$ 600,646

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF PINECREST, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget Positive/(Negative)
	Original	Final		
Revenues:				
Ad valorem taxes	\$ 12,256,400	\$ 12,256,400	\$ 12,171,559	\$ (84,841)
Franchise fees	1,673,000	1,673,000	2,048,460	375,460
Utility taxes	2,665,000	2,665,000	2,707,070	42,070
Communications services tax	813,250	813,250	939,964	126,714
Business tax	<u>135,000</u>	<u>135,000</u>	<u>136,056</u>	<u>1,056</u>
Total taxes	<u>17,542,650</u>	<u>17,542,650</u>	<u>18,003,109</u>	<u>460,459</u>
Licenses and permits	2,915,000	2,915,000	4,545,065	1,630,065
Intergovernmental revenue	2,257,140	2,257,140	4,836,231	2,579,091
Charges for services	3,625,820	3,625,820	4,465,528	839,708
Fines and forfeitures	1,360,000	1,360,000	1,542,938	182,938
Investment earnings	30,000	30,000	103,397	73,397
Miscellaneous revenues	<u>200,500</u>	<u>200,500</u>	<u>115,960</u>	<u>(84,540)</u>
Total revenues	<u>27,931,110</u>	<u>27,931,110</u>	<u>33,612,228</u>	<u>5,681,118</u>
Expenditures:				
Current				
General government				
Village council	146,375	146,375	137,601	8,774
Village manager	935,115	941,574	941,178	396
Village clerk	401,180	346,932	314,127	32,805
Finance department	414,925	419,770	414,180	5,590
Village attorney	565,000	733,655	733,650	5
General government	1,557,825	1,654,069	1,651,772	2,297
Information technology	<u>583,470</u>	<u>626,895</u>	<u>621,250</u>	<u>5,645</u>
Total general government	<u>4,603,890</u>	<u>4,869,270</u>	<u>4,813,758</u>	<u>55,512</u>
Public safety - police	10,784,655	11,254,816	10,997,179	257,637
Building, planning and zoning	2,955,985	3,160,563	3,069,943	90,620
Public works	768,855	782,850	779,046	3,804
Parks and recreation	<u>5,880,695</u>	<u>6,693,362</u>	<u>6,523,717</u>	<u>169,645</u>
Total expenditures	<u>24,994,080</u>	<u>26,760,861</u>	<u>26,183,643</u>	<u>577,218</u>
Excess (deficiency) of revenues over expenditures	<u>2,937,030</u>	<u>1,170,249</u>	<u>7,428,585</u>	<u>6,258,336</u>
Other financing sources (uses):				
Transfers out	<u>(2,850,170)</u>	<u>(4,092,627)</u>	<u>(4,092,627)</u>	<u>-</u>
Total other financing sources (uses)	<u>(2,850,170)</u>	<u>(4,092,627)</u>	<u>(4,092,627)</u>	<u>-</u>
Revenues over (under) expenditures and other financing sources (uses)	86,860	(2,922,378)	3,335,958	6,258,336
Fund balance appropriated	<u>(86,860)</u>	<u>2,922,378</u>	<u>-</u>	<u>(2,922,378)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>3,335,958</u>	<u>\$ 3,335,958</u>
Fund balance - beginning, as restated (See Note 12)			<u>7,891,922</u>	
Fund balance - ending			<u>\$ 11,227,880</u>	

See notes to budgetary comparison schedule.

VILLAGE OF PINECREST, FLORIDA
NOTE TO BUDGETARY COMPARISON SCHEDULES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

NOTE 1 – BUDGETS AND BUDGETARY ACCOUNTING

An annual appropriated budget is adopted for all of the governmental funds on a basis consistent with accounting principles generally accepted in the United States.

The Village follows these procedures in establishing the budgetary data reflected in the financial statements:

- a. The Village Manager submits to the Council a proposed operating and capital budget for the ensuing year. The budget includes proposed expenditures and means of financing them.
- b. Public hearings are conducted to obtain taxpayer comments.
- c. Prior to October 1, the budget is legally enacted through the passage of a budget ordinance.
- d. The Village Council, by motion, may make supplemental appropriations for the year up to the amount of revenues in excess of those estimated. There were supplemental appropriations in the General Fund for an additional \$1,766,781 during the fiscal year ended September 30, 2022.
- e. Formal budgetary integration is employed as a management control device during the year for all of the funds.
- f. The Village Manager is authorized to transfer part of, all or an unencumbered appropriation within a department within a fund; however, any revisions that alter the total appropriations of any department or fund must be approved by the Village Council. The Departments are General Government, Police, BPZ (Building, Planning and Zoning), Public Works, and Parks and Recreation. The classification detail at which expenditures may not legally exceed appropriations is at the department level.
- g. Unencumbered appropriations lapse at fiscal year-end. Unencumbered amounts are reappropriated in the following year's budget.

Budgeted amounts are as originally adopted or as amended. Individual type amendments are not material in relation to the original appropriations.

VILLAGE OF PINECREST, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE VILLAGE'S PROPORTIONATE SHARE
OF NET PENSION LIABILITY
FLORIDA RETIREMENT SYSTEM PENSION PLAN (FRS)
SEPTEMBER 30, 2022

Reporting period ending Measurement date	9/30/2022 <u>6/30/2022</u>	9/30/2021 <u>6/30/2021</u>	9/30/2020 <u>6/30/2020</u>	9/30/2019 <u>6/30/2019</u>	9/30/2018 <u>6/30/2018</u>	9/30/2017 <u>6/30/2017</u>	9/30/2016 <u>6/30/2016</u>	9/30/2015 <u>6/30/2015</u>	9/30/2014 <u>6/30/2014</u>
Village's proportion of the FRS net pension liability	0.022822%	0.024375%	0.027684%	0.027808%	0.031705%	0.032074%	0.031173%	0.027937%	0.028332%
Village's proportionate share of the FRS net pension liability	\$ 8,491,757	\$ 1,841,231	\$ 11,998,695	\$ 9,576,699	\$ 9,549,770	\$ 9,487,370	\$ 7,871,188	\$ 3,608,378	\$ 1,728,668
Village's covered payroll	\$ 4,306,648	\$ 4,310,385	\$ 3,963,213	\$ 4,011,802	\$ 3,977,497	\$ 4,132,168	\$ 4,419,337	\$ 3,727,429	\$ 3,648,836
Village's proportionate share of the FRS net pension liability as a percentage of its covered payroll	197.18%	42.72%	302.75%	238.71%	240.09%	229.60%	178.11%	96.81%	47.38%
FRS Plan fiduciary net position as a percentage of the total pension liability	82.89%	96.40%	78.85%	82.61%	84.26%	83.69%	84.88%	92.00%	96.09%

Note: The schedule is intended to show information for the last ten (10) fiscal years. Additional years will be displayed as they become available.

NORTH BAY VILLAGE, FLORIDA
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE VILLAGE'S CONTRIBUTIONS -
 FLORIDA RETIREMENT SYSTEM PENSION PLAN (FRS)
 SEPTEMBER 30, 2022

Reporting period ending	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015	9/30/2014
Measurement date	<u>6/30/2022</u>	<u>6/30/2021</u>	<u>6/30/2020</u>	<u>6/30/2019</u>	<u>6/30/2018</u>	<u>6/30/2017</u>	<u>6/30/2016</u>	<u>6/30/2015</u>	<u>6/30/2014</u>
Contractually required FRS contribution	\$ 973,872	\$ 928,571	\$ 919,820	\$ 862,250	\$ 903,573	\$ 834,974	\$ 834,553	\$ 703,668	\$ 656,121
FRS contribution in relation to the contractually required contribution	<u>(973,872)</u>	<u>(928,571)</u>	<u>(919,820)</u>	<u>(862,250)</u>	<u>(903,573)</u>	<u>(834,974)</u>	<u>(834,553)</u>	<u>(703,668)</u>	<u>(656,121)</u>
FRS contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Village's covered payroll	\$ 4,306,648	\$ 4,310,385	\$ 3,920,088	\$ 3,888,592	\$ 3,863,023	\$ 4,132,168	\$ 4,419,337	\$ 3,727,429	\$ 3,648,836
FRS contribution as a percentage of covered payroll	22.61%	21.54%	23.46%	22.17%	23.39%	20.21%	18.88%	18.88%	17.98%

Note: The schedule is intended to show information for the last ten (10) fiscal years. Additional years will be displayed as they become available.

VILLAGE OF PINECREST, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE VILLAGE'S PROPORTIONATE SHARE
OF NET PENSION LIABILITY
HEALTH INSURANCE SUBSIDY PENSION PLAN (HIS)
SEPTEMBER 30, 2022

Reporting period ending Measurement date	9/30/2022 6/30/2022	9/30/2021 6/30/2021	9/30/2020 6/30/2020	9/30/2019 6/30/2019	9/30/2018 6/30/2018	9/30/2017 6/30/2017	9/30/2016 6/30/2016	9/30/2015 6/30/2015	9/30/2014 6/30/2014
Village's proportion of the HIS net pension liability	0.011629%	0.012048%	0.011589%	0.011957%	0.013136%	0.012697%	0.012216%	0.012164%	0.012125%
Village's proportionate share of the HIS net pension liability	\$ 1,231,742	\$ 1,477,873	\$ 1,414,972	\$ 1,337,908	\$ 1,390,295	\$ 1,357,598	\$ 1,423,708	\$ 1,240,524	\$ 1,133,680
Village's covered payroll	\$ 3,959,471	\$ 4,049,302	\$ 3,963,213	\$ 4,011,802	\$ 3,977,497	\$ 4,132,168	\$ 4,419,337	\$ 3,727,429	\$ 3,648,836
Village's proportionate share of the HIS net pension liability as a percentage of its covered payroll	31.11%	36.50%	35.70%	33.35%	34.95%	32.85%	32.22%	33.28%	31.07%
HIS Plan fiduciary net position as a percentage of the total pension liability	4.81%	3.56%	3.00%	2.63%	2.15%	1.64%	0.97%	0.50%	0.99%

Note: The schedule is intended to show information for the last ten (10) fiscal years. Additional years will be displayed as they become available.

VILLAGE OF PINECREST, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE VILLAGE'S CONTRIBUTIONS -
HEALTH INSURANCE SUBSIDY PENSION PLAN (HIS)
SEPTEMBER 30, 2022

Reporting period ending	9/30/2022	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015	9/30/2014
Measurement date	<u>6/30/2022</u>	<u>6/30/2021</u>	<u>6/30/2020</u>	<u>6/30/2019</u>	<u>6/30/2018</u>	<u>6/30/2017</u>	<u>6/30/2016</u>	<u>6/30/2015</u>	<u>6/30/2014</u>
Contractually required HIS contribution	\$ 70,368	\$ 70,818	\$ 66,781	\$ 66,398	\$ 71,235	\$ 67,195	\$ 48,773	\$ 43,532	\$ 37,882
HIS contribution in relation to the contractually required contribution	<u>(70,368)</u>	<u>(70,818)</u>	<u>(66,781)</u>	<u>(66,398)</u>	<u>(71,235)</u>	<u>(67,195)</u>	<u>(48,773)</u>	<u>(43,532)</u>	<u>(37,882)</u>
HIS contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Village's covered payroll	\$ 3,959,471	\$ 4,049,302	\$ 3,920,088	\$ 3,888,592	\$ 3,863,023	\$ 4,132,168	\$ 4,419,337	\$ 3,727,429	\$ 3,648,836
HIS contribution as a percentage of covered payroll	1.78%	1.75%	1.70%	1.71%	1.84%	1.63%	1.10%	1.17%	1.04%

Note: The schedule is intended to show information for the last ten (10) fiscal years. Additional years will be displayed as they become available.

VILLAGE OF PINECREST, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
OTHER POST-EMPLOYMENT BENEFITS (OPEB)
SEPTEMBER 30, 2022

Reporting period ending Measurement date	9/30/2022 <u>9/30/2021</u>	9/30/2021 <u>9/30/2020</u>	9/30/2020 <u>9/30/2019</u>	9/30/2019 <u>9/30/2018</u>	9/30/2018 <u>9/30/2017</u>
Total OPEB liability					
Service cost	\$ 24,195	\$ 25,501	\$ 25,752	\$ 17,496	\$ 24,009
Interest	7,205	6,926	8,898	8,400	6,051
Changes of benefit terms	-	-	-	55,678	-
Differences between expected and actual experience	(52,115)	(24,308)	(8,545)	-	-
Changes of assumptions	(6,758)	(21,825)	64,444	(59,606)	-
Benefit payments	<u>(8,535)</u>	<u>(15,695)</u>	<u>(14,644)</u>	<u>(10,268)</u>	<u>(7,548)</u>
Net change in total OPEB liability	\$ (36,008)	\$ (29,401)	\$ 75,905	\$ 11,700	\$ 22,512
Total OPEB liability-beginning	<u>276,557</u>	<u>305,958</u>	<u>230,053</u>	<u>218,353</u>	<u>195,841</u>
Total OPEB liability-ending	<u>\$ 240,549</u>	<u>\$ 276,557</u>	<u>\$ 305,958</u>	<u>\$ 230,053</u>	<u>\$ 218,353</u>
Covered-employee payroll	\$ 8,836,086	\$ 8,605,208	\$ 9,205,450	\$ 7,885,136	\$ 6,991,252
Total OPEB liability as a percentage of covered payroll	2.72%	3.21%	3.32%	2.92%	3.12%

Notes to the Schedule:

Covered payroll was projected one year forward from the valuation date for the reporting period ending September 30, 2019.

The schedule will present 10 years of information once it is accumulated.

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

COMBINING FINANCIAL STATEMENTS

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Transportation Fund – Transportation Fund – This fund receives grants from the state of Florida and from Miami-Dade County to be used to account for and report resources restricted or committed to the improvement of the Village's roadway system.

Police Education Fund – This fund receives funds from judgements, donations and grants to be used to provide training to police department personnel.

Police Forfeiture Fund – This fund is used to account for revenues received from federal, state and local law enforcement forfeitures and seizures which are restricted for law enforcement purposes.

Hardwire Fund – This fund receives funds from a tax on land-based phone lines and is used to fund 911 services.

Wireless Fund – This fund receives funds derived from a tax on cell phones and is used to fund 911 services.

CITT Public Transit Fund – This fund reports on the public transit funds received from a portion of the transportation sales tax.

Prepaid 911 Fund – This fund receives funds collected by the state for the emergency telephonenumber 911 which are restricted for the purchase of systems, training, communications and related capital asset purchases.

Impact Fees Fund – This fund receives impact fees charged against new development to provide for capital related costs made necessary by the new growth.

VILLAGE OF PINECREST, FLORIDA
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2022

	Special Revenue Funds								Total Nonmajor Governmental Funds
	Transportation Fund	Police Education Fund	Police Forfeiture Fund	Hardwire Fund	Wireless Fund	CITT Public Transit Fund	Prepaid 911 Fund	Impact Fees Fund	
<u>ASSETS</u>									
Cash and cash equivalents	\$ 177,916	\$ 21,804	\$ 4,948	\$ 22,075	\$ 39,861	\$ 878,870	\$ 10,239	\$ 607,195	\$ 1,762,908
Accounts receivable, net	41,420	6,295	-	1,758	6,573	200,956	1,669	-	258,671
Total assets	<u>\$ 219,336</u>	<u>\$ 28,099</u>	<u>\$ 4,948</u>	<u>\$ 23,833</u>	<u>\$ 46,434</u>	<u>\$ 1,079,826</u>	<u>\$ 11,908</u>	<u>\$ 607,195</u>	<u>\$ 2,021,579</u>
<u>LIABILITIES</u>									
Accounts payable	\$ 20,331	-	\$ 4,948	-	-	\$ 49,488	-	\$ 167	\$ 74,934
Total liabilities	<u>20,331</u>	<u>-</u>	<u>4,948</u>	<u>-</u>	<u>-</u>	<u>49,488</u>	<u>-</u>	<u>167</u>	<u>74,934</u>
<u>FUND BALANCES</u>									
Restricted for:									
Transportation	199,005	-	-	-	-	1,030,338	-	-	1,229,343
Public safety	-	28,099	-	23,833	46,434	-	11,908	21,802	132,076
General government	-	-	-	-	-	-	-	100,504	100,504
Stormwater	-	-	-	-	-	-	-	272,736	272,736
Parks	-	-	-	-	-	-	-	211,986	211,986
Total fund balances	<u>199,005</u>	<u>28,099</u>	<u>-</u>	<u>23,833</u>	<u>46,434</u>	<u>1,030,338</u>	<u>11,908</u>	<u>607,028</u>	<u>1,946,645</u>
Total liabilities and fund balances	<u>\$ 219,336</u>	<u>\$ 28,099</u>	<u>\$ 4,948</u>	<u>\$ 23,833</u>	<u>\$ 46,434</u>	<u>\$ 1,079,826</u>	<u>\$ 11,908</u>	<u>\$ 607,195</u>	<u>\$ 2,021,579</u>

VILLAGE OF PINECREST, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Special Revenue Funds								Total Nonmajor Governmental Funds
	Transportation Fund	Police Education Fund	Police Forfeiture Fund	Hardwire Fund	Wireless Fund	CITT Public Transit Fund	Prepaid 911 Fund	Impact Fees Fund	
REVENUES:									
Taxes	\$ 461,999	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 461,999
Impact fees	-	-	-	-	-	-	-	409,247	409,247
Intergovernmental revenues	-	-	-	5,839	26,448	1,180,932	7,090	-	1,220,309
Fines and forfeitures	-	12,454	-	-	-	-	-	-	12,454
Investment earnings	1,598	174	42	199	308	6,119	78	4,036	12,554
Total revenues	463,597	12,628	42	6,038	26,756	1,187,051	7,168	413,283	2,116,563
EXPENDITURES:									
Current:									
Public safety	-	1,854	-	68,626	66,372	-	17,570	-	154,422
Public works	376,177	-	-	-	-	584,478	-	-	960,655
Capital Outlay	64,762	-	10,548	-	-	172,881	-	29,236	277,427
Total expenditures	440,939	1,854	10,548	68,626	66,372	757,359	17,570	29,236	1,392,504
Excess (deficiency) of revenues over expenditures	22,658	10,774	(10,506)	(62,588)	(39,616)	429,692	(10,402)	384,047	724,059
OTHER FINANCING SOURCES (USES):									
Transfers in	-	-	-	71,555	68,835	-	18,050	-	158,440
Total other financing sources and uses	-	-	-	71,555	68,835	-	18,050	-	158,440
Net change in fund balances	22,658	10,774	(10,506)	8,967	29,219	429,692	7,648	384,047	882,499
Fund balances - beginning, as previously reported	176,347	17,325	10,506	14,866	17,215	445,933	4,260	222,981	909,433
Prior period adjustment (See Note 12)	-	-	-	-	-	154,713	-	-	154,713
Fund balances - beginning, as restated	176,347	17,325	10,506	14,866	17,215	600,646	4,260	222,981	1,064,146
Fund balances - ending	\$ 199,005	\$ 28,099	\$ -	\$ 23,833	\$ 46,434	\$ 1,030,338	\$ 11,908	\$ 607,028	\$ 1,946,645

VILLAGE OF PINECREST, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGETARY COMPARISON SCHEDULE - TRANSPORTATION FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Transportation taxes	\$ 451,025	\$ 451,025	\$ 461,999	\$ 10,974
Miscellaneous revenues	<u>300</u>	<u>300</u>	<u>1,598</u>	<u>1,298</u>
Total revenues	<u>451,325</u>	<u>451,325</u>	<u>463,597</u>	<u>10,974</u>
Expenditures:				
Current:				
Public works	380,395	380,395	376,177	4,218
Capital outlay:				
Public works	<u>66,100</u>	<u>66,100</u>	<u>64,762</u>	<u>1,338</u>
Total expenditures	<u>446,495</u>	<u>446,495</u>	<u>440,939</u>	<u>5,556</u>
Excess (deficiency) of revenues over expenditures	<u>4,830</u>	<u>4,830</u>	<u>22,658</u>	<u>17,828</u>
Fund balance appropriated	<u>(4,830)</u>	<u>(4,830)</u>	<u>-</u>	<u>4,830</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>22,658</u>	<u>\$ 22,658</u>
Fund balance - beginning			<u>176,347</u>	
Fund balance - ending			<u>\$ 199,005</u>	

See notes to budgetary comparison schedule.

VILLAGE OF PINECREST, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGETARY COMPARISON SCHEDULE - POLICE EDUCATION FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fines and forfeitures	\$ 5,000	\$ 5,000	\$ 12,454	\$ 7,454
Investment earnings	<u>20</u>	<u>20</u>	<u>174</u>	<u>154</u>
Total revenues	<u>5,020</u>	<u>5,020</u>	<u>12,628</u>	<u>7,454</u>
Expenditures:				
Current:				
Public safety	<u>21,660</u>	<u>21,660</u>	<u>1,854</u>	<u>19,806</u>
Total expenditures	<u>21,660</u>	<u>21,660</u>	<u>1,854</u>	<u>19,806</u>
Excess (deficiency) of revenues over expenditures	<u>(16,640)</u>	<u>(16,640)</u>	<u>10,774</u>	<u>27,414</u>
Fund balance appropriated	<u>16,640</u>	<u>16,640</u>	<u>-</u>	<u>(16,640)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>10,774</u>	<u>\$ 10,774</u>
Fund balance - beginning			<u>17,325</u>	
Fund balance - ending			<u><u>\$ 28,099</u></u>	

VILLAGE OF PINECREST, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGETARY COMPARISON SCHEDULE - POLICE FORFEITURE FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fines and forfeitures	\$ 20,000	\$ 20,000	\$ -	\$ (20,000)
Investment earnings	<u>-</u>	<u>-</u>	<u>42</u>	<u>42</u>
Total revenues	<u>20,000</u>	<u>20,000</u>	<u>42</u>	<u>(20,000)</u>
Expenditures:				
Capital outlay:				
Public safety	<u>30,000</u>	<u>30,000</u>	<u>10,548</u>	<u>19,452</u>
Total expenditures	<u>30,000</u>	<u>30,000</u>	<u>10,548</u>	<u>19,452</u>
Excess (deficiency) of revenues over expenditures	<u>(10,000)</u>	<u>(10,000)</u>	<u>(10,506)</u>	<u>(506)</u>
Fund balance appropriated	<u>10,000</u>	<u>10,000</u>	<u>-</u>	<u>(10,000)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>(10,506)</u>	<u>\$ (10,506)</u>
Fund balance - beginning			<u>10,506</u>	
Fund balance - ending			<u>\$ -</u>	

VILLAGE OF PINECREST, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGETARY COMPARISON SCHEDULE - HARDWARE FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental revenue	\$ -	\$ -	\$ 5,839	\$ 5,839
Investment earnings	-	-	199	199
Total revenues	-	-	6,038	5,839
Expenditures:				
Current:				
Public safety	65,490	71,545	68,626	2,919
Total expenditures	65,490	71,545	68,626	2,919
Excess (deficiency) of revenues over expenditures	(65,490)	(71,545)	(62,588)	8,957
Other financing sources (uses) :				
Transfers in	65,500	65,500	71,555	6,055
Total other financing sources (uses)	65,500	65,500	71,555	6,055
Revenues over (under) expenditures and other financing sources (uses)	10	(6,045)	8,967	15,012
Fund balance appropriated	(10)	6,045	-	(6,045)
Net change in fund balance	\$ -	\$ -	8,967	\$ 8,967
Fund balance - beginning			14,866	
Fund balance - ending			\$ 23,833	

VILLAGE OF PINECREST, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGETARY COMPARISON SCHEDULE - WIRELESS FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental revenue	\$ -	\$ -	\$ 26,448	\$ 26,448
Investment earnings	-	-	308	308
Total revenues	-	-	26,756	26,448
Expenditures:				
Current:				
Public safety	63,020	68,855	66,372	2,483
Total expenditures	63,020	68,855	66,372	2,483
Excess (deficiency) of revenues over expenditures	(63,020)	(68,855)	(39,616)	29,239
Other financing sources (uses) :				
Transfers in	63,000	63,000	68,835	5,835
Total other financing sources (uses)	63,000	63,000	68,835	5,835
Revenues over (under) expenditures and other financing sources (uses)	(20)	(5,855)	29,219	35,074
Fund balance appropriated	20	5,855	-	(5,855)
Net change in fund balance	\$ -	\$ -	29,219	\$ 29,219
Fund balance - beginning			17,215	
Fund balance - ending			\$ 46,434	

VILLAGE OF PINECREST, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGETARY COMPARISON SCHEDULE - CITT PUBLIC TRANSIT FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental revenue	\$ 862,790	\$ 862,790	\$ 1,180,932	\$ 318,142
Investment earnings	100	100	6,119	6,019
Total revenues	862,890	862,890	1,187,051	318,142
Expenditures:				
Current:				
Public works	670,250	670,250	584,478	85,772
Capital outlay:				
Public works	620,000	620,000	172,881	447,119
Total expenditures	1,290,250	1,290,250	757,359	532,891
Excess (deficiency) of revenues over expenditures	(427,360)	(427,360)	429,692	857,052
Fund balance appropriated	427,360	427,360	-	(427,360)
Net change in fund balance	\$ -	\$ -	429,692	\$ 429,692
Fund balance - beginning, as restated (See Note 12)			600,646	
Fund balance - ending			\$ 1,030,338	

See notes to budgetary comparison schedule.

VILLAGE OF PINECREST, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGETARY COMPARISON SCHEDULE - PREPAID 911 FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental revenue	\$ -	\$ -	\$ 7,090	\$ 7,090
Investment earnings	<u>5</u>	<u>5</u>	<u>78</u>	<u>73</u>
Total revenues	<u>5</u>	<u>5</u>	<u>7,168</u>	<u>7,090</u>
Expenditures:				
Current:				
Public safety	<u>16,765</u>	<u>18,315</u>	<u>17,570</u>	<u>745</u>
Total expenditures	<u>16,765</u>	<u>18,315</u>	<u>17,570</u>	<u>745</u>
Excess (deficiency) of revenues over expenditures	<u>(16,760)</u>	<u>(18,310)</u>	<u>(10,402)</u>	<u>7,908</u>
Other financing sources (uses) :				
Transfers in	<u>16,500</u>	<u>16,500</u>	<u>18,050</u>	<u>1,550</u>
Total other financing sources (uses)	<u>16,500</u>	<u>16,500</u>	<u>18,050</u>	<u>1,550</u>
Revenues over (under) expenditures and other financing sources (uses)	(260)	(1,810)	7,648	9,458
Fund balance appropriated	<u>260</u>	<u>1,810</u>	-	<u>(1,810)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	7,648	<u>\$ 7,648</u>
Fund balance - beginning			<u>4,260</u>	
Fund balance - ending			<u>\$ 11,908</u>	

VILLAGE OF PINECREST, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGETARY COMPARISON SCHEDULE - IMPACT FEES FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Licenses and permits	\$ 108,000	\$ 125,781	\$ 409,247	\$ 283,466
Investment earnings	-	-	4,036	4,036
Total revenues	108,000	125,781	413,283	283,466
Expenditures:				
Capital outlay:	108,000	114,620	29,236	85,384
Total expenditures	108,000	114,620	29,236	85,384
Excess (deficiency) of revenues over expenditures	-	11,161	384,047	372,886
Net change in fund balance	\$ -	\$ -	384,047	\$ 384,047
Fund balance - beginning			222,981	
Fund balance - ending			\$ 607,028	

VILLAGE OF PINECREST, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGETARY COMPARISON SCHEDULE - DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Special assessment revenues	\$ -	\$ -	\$ 433,248	\$ 433,248
Investment earnings	-	-	984	984
Total revenues	-	-	434,232	433,248
Expenditures:				
Debt service				
Principal retirement	1,654,630	2,418,635	1,867,526	551,109
Interest	541,690	-	551,109	(551,109)
Total expenditures	2,196,320	2,418,635	2,418,635	-
Excess (deficiency) of revenues over expenditures	(2,196,320)	(2,418,635)	(1,984,403)	434,232
Other financing sources (uses) :				
Transfers in	2,196,320	2,418,635	2,418,634	(1)
Total other financing sources (uses)	2,196,320	2,418,635	2,418,634	(1)
Revenues over (under) expenditures and other financing sources (uses)	-	-	434,231	434,231
Net change in fund balance	\$ -	\$ -	434,231	\$ 434,231
Fund balance - beginning			-	
Fund balance - ending			\$ 434,231	

VILLAGE OF PINECREST, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGETARY COMPARISON SCHEDULE - CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental revenue	\$ 5,512,473	\$ 5,512,473	\$ 5,380,892	\$ (131,581)
Investment earnings	50,000	50,000	70,991	20,991
Miscellaneous	<u>-</u>	<u>-</u>	141,980	141,980
Total revenues	<u>5,562,473</u>	<u>5,562,473</u>	<u>5,593,863</u>	<u>(131,581)</u>
Expenditures:				
Current:				
Professional services	<u>-</u>	<u>98,313</u>	<u>-</u>	<u>98,313</u>
Debt service				
Interest	<u>-</u>	<u>-</u>	<u>38,525</u>	<u>(38,525)</u>
Capital outlay	<u>10,868,247</u>	<u>20,729,279</u>	<u>10,412,307</u>	<u>10,316,972</u>
Total expenditures	<u>10,868,247</u>	<u>20,827,592</u>	<u>10,450,832</u>	<u>10,376,760</u>
Excess (deficiency) of revenues over expenditures	<u>(5,305,774)</u>	<u>(15,265,119)</u>	<u>(4,856,969)</u>	<u>(10,508,341)</u>
Other financing sources (uses) :				
Proceeds from long-term debt	3,900,000	3,900,000	4,300,000	400,000
Transfers in	<u>508,850</u>	<u>508,850</u>	<u>1,515,553</u>	<u>1,006,703</u>
Total other financing sources (uses)	<u>4,408,850</u>	<u>4,408,850</u>	<u>5,815,553</u>	<u>1,406,703</u>
Revenues over (under) expenditures and other financing sources (uses)	(896,924)	(10,856,269)	958,584	11,814,853
Fund balance appropriated	<u>846,924</u>	<u>11,067,269</u>	<u>-</u>	<u>(11,067,269)</u>
Net change in fund balance	<u>\$ (50,000)</u>	<u>\$ 211,000</u>	958,584	<u>\$ 747,584</u>
Fund balance - beginning			<u>5,043,765</u>	
Fund balance - ending			<u>\$ 6,002,349</u>	

STATISTICAL SECTION

STATISTICAL SECTION

(Unaudited)

This section of the Village of Pinecrest, 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 Village's overall financial health.

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Trends

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

VILLAGE OF PINECREST
NET POSITION BY COMPONENT
(ACCRUAL BASIS OF ACCOUNTING)
AMOUNTS EXPRESSED IN THOUSANDS

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Governmental activities:										
Invested in capital assets, net of related debt	\$ 88,373	\$ 84,461	\$ 82,757	\$ 80,888	\$ 78,157	\$ 77,087	\$ 77,663	\$ 74,033	\$ 74,152	\$ 73,241
Restricted	6,505	6,739	5,597	5,787	4,892	3,767	4,014	1,054	909	6,573
Unrestricted	7,426	7,696	1,933	244	(293)	(2,867)	(4,146)	(4,007)	(2,995)	4,771
Total governmental activities net assets	102,304	98,896	90,287	86,919	82,756	77,987	77,531	71,080	72,066	84,585
Business-type activities:										
Invested in capital assets, net of related debt	5,456	6,140	5,842	6,335	6,782	7,266	7,734	7,795	7,826	7,800
Restricted										
Unrestricted	1,317	410	543	355	603	868	1,165	1,864	2,238	2,776
Total business-type activities net assets	6,773	6,550	6,385	6,690	7,385	8,134	8,899	9,659	10,064	10,576
Primary government:										
Invested in capital assets, net of related debt	93,829	90,601	88,599	87,223	84,939	84,353	85,397	81,828	81,978	81,041
Restricted	6,505	6,739	5,597	5,787	4,892	3,767	4,014	1,054	909	6,573
Unrestricted	8,743	8,106	2,476	599	310	(1,999)	(2,981)	(2,143)	(757)	7,547
Total primary government net assets	\$ 109,077	\$ 105,446	\$ 96,672	\$ 93,609	\$ 90,141	\$ 86,121	\$ 86,430	\$ 80,739	\$ 82,130	\$ 95,161

VILLAGE OF PINECREST
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
AMOUNTS EXPRESSED IN THOUSANDS

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Expenses:										
Governmental activities:										
General government	\$ 3,857	\$ 3,736	\$ 3,593	\$ 3,659	\$ 3,755	\$ 3,779	\$ 3,983	\$ 4,370	\$ 4,423	\$ 5,144
Public safety	7,259	7,361	7,310	9,090	10,306	12,381	10,597	11,311	9,635	11,242
Building and planning	1,604	1,728	1,918	2,019	2,040	2,026	2,240	2,430	2,637	3,137
Parks and recreation	4,652	4,705	4,950	5,015	5,300	5,445	5,656	6,102	6,258	7,694
Public works	5,889	6,157	5,919	6,099	6,147	6,355	6,620	6,957	6,339	6,770
Interest on long-term debt	281	377	419	396	397	277	341	250	486	517
Total governmental activities	23,542	24,064	24,109	26,278	27,945	30,263	29,437	31,420	29,778	34,504
Business-type activities										
Stormwater	587	761	841	666	566	729	603	456	839	771
Total business-type activities	587	761	841	666	566	729	603	456	839	771
Total primary government	24,129	24,825	24,950	26,944	28,511	30,992	30,040	31,876	30,617	35,275
Program Revenues:										
Governmental activities:										
Charges for services:										
General government	246	616	122	142	186	287	359	209	448	346
Public safety	375	350	444	662	3,946	3,822	4,974	3,840	4,835	7,666
Building and planning	2,172	2,245	2,854	2,960	-	-	-	-	-	-
Parks and recreation	1,492	1,669	1,707	1,886	1,700	1,895	2,420	1,642	2,502	3,931
Public works	111	131	261	286	8	8	8	8	8	8
Operating grants and contributions	71	196	279	274	620	636	2,487	397	2,203	1,074
Capital grants and contributions	1,293	603	690	774	934	306	465	543	674	12,274
Total governmental activities program revenues	5,760	5,810	6,357	6,984	7,394	6,954	10,713	6,639	10,670	25,299
Business type activities:										
Charges for services:										
Stormwater system	514	538	676	969	1,257	1,320	1,333	1,202	1,241	1,255
Capital grants and contributions	-	-	-	-	-	150	-	-	-	-
Total business-type activities program revenues	514	538	676	969	1,257	1,470	1,333	1,202	1,241	1,255
Total primary government program revenues	6,274	6,348	7,033	7,953	8,651	8,424	12,046	7,841	11,911	26,554
Net (expense)/revenue										
Governmental activities	(17,782)	(18,254)	(17,752)	(19,294)	(20,551)	(23,309)	(18,724)	(24,781)	(19,108)	(9,205)
Business-type activities	(73)	(223)	(165)	303	691	741	730	746	402	484
Total primary government net expense	\$ (17,855)	\$ (18,477)	\$ (17,917)	\$ (18,991)	\$ (19,860)	\$ (22,568)	\$ (17,994)	\$ (24,035)	\$ (18,706)	\$ (8,721)

VILLAGE OF PINECREST
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
AMOUNTS EXPRESSED IN THOUSANDS

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Revenues and Other Changes in Net Assets										
Governmental activities:										
Ad Valorem taxes	\$ 7,410	\$ 7,818	\$ 8,598	\$ 9,037	\$ 9,629	\$ 10,231	\$ 11,034	\$ 11,616	\$ 11,631	\$ 12,172
Franchise fees on gross receipts	1,217	894	914	945	772	978	904	797	1,781	2,048
Utility taxes	1,982	2,227	2,193	2,227	2,342	2,351	2,414	2,507	2,586	2,707
Communications services tax	1,108	1,019	977	885	776	869	817	782	846	940
Transportation tax	956	471	481	481	494	484	484	434	435	462
Business tax	127	116	114	123	131	126	133	133	141	136
Intergovernmental grants, not restricted to specific programs	1,623	1,847	1,876	1,914	1,933	1,987	2,019	1,769	2,091	2,560
Impact fees	-	-	-	-	-	-	-	-	87	180
Investment earnings	80	12	56	96	154	143	265	115	16	188
Loss on disposition of assets	-	-	-	-	-	-	-	-	-	(97)
Miscellaneous	353	442	149	218	159	779	198	179	198	246
Total governmental activities	14,856	14,846	15,358	15,926	16,390	17,948	18,268	18,332	19,812	21,542
Business-type activities										
Interest earnings	6	1	1	2	3	7	36	14	3	29
Total business-type activities	6	1	1	2	3	7	36	14	3	29
Total primary government	14,862	14,847	15,359	15,928	16,393	17,955	18,304	18,346	19,815	21,571
Changes in Net Assets										
Prior period adjustment	-	-	-	-	-	-	-	-	8	181
Government activities	(3,202)	(3,408)	(2,394)	(3,368)	(4,161)	17,948	18,268	18,332	19,812	21,542
Business-type activities	(69)	(222)	(164)	305	694	7	36	14	3	29
Total primary government	\$ (3,271)	\$ (3,630)	\$ (2,558)	\$ (3,063)	\$ (3,467)	\$ 17,955	\$ 18,304	\$ 18,346	\$ 19,823	\$ 21,752

Table 3

VILLAGE OF PINECREST
GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
AMOUNTS EXPRESSED IN THOUSANDS.

Fiscal Year	Ad Valorem Tax	Franchise Taxes on Services	Utility Tax	Communications Service Tax	Transportation Tax	Business Tax	Total
2013	7,441	1,166	2,067	1,084	518	114	12,390
2014	7,818	894	2,227	1,019	471	116	12,545
2015	8,598	914	2,193	977	481	114	13,277
2016	9,037	945	2,227	885	481	123	13,698
2017	9,629	772	2,342	776	494	131	14,144
2018	10,231	978	2,351	869	484	126	15,039
2019	11,034	904	2,414	917	484	133	15,886
2020	11,616	797	2,507	782	434	133	16,269
2021	11,631	1,781	2,586	845	435	141	17,419
2022	12,172	2,048	2,707	940	462	136	18,465

VILLAGE OF PINECREST
FUND BALANCES IN GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
AMOUNTS EXPRESSED IN THOUSANDS

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund										
Non spendable	\$ 160	\$ 182	\$ 107	\$ 108	\$ 145	\$ 55	\$ 53	\$ 23	\$ 133	\$ 50
Committed	-	-	-	-	378	453	557	29	-	-
Assigned	141	556	1,358	1,131	473	-	-	-	198	6,629
Unassigned	7,791	7,420	6,404	6,222	3,968	3,248	5,071	5,678	7,535	4,549
Total General Fund	8,092	8,158	7,869	7,461	4,964	3,756	5,681	5,730	7,866	11,228
All Other Governmental Fund										
Restricted										
Special revenue fund	6,505	6,739	5,597	4,771	4,892	3,767	1,437	1,055	909	1,947
Capital project fund	-	-	5,803	5,943	-	-	-	-	-	5,585
Debt service fund	-	-	-	-	-	-	-	-	-	434
Assigned:										
Capital project fund	634	502	807	-	2,687	368	2,952	1,356	5,044	417
Total all other Governmental funds	7,139	7,241	12,207	10,714	7,579	4,135	4,389	2,411	5,953	8,383
Fund Balances all Governmental Funds	\$ 15,231	\$ 15,399	\$ 20,076	\$ 18,175	\$ 12,543	\$ 7,891	\$ 10,070	\$ 8,141	\$ 13,819	\$ 19,611

VILLAGE OF PINECREST
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
AMOUNTS EXPRESSED IN THOUSANDS

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Revenues:										
Taxes	\$ 12,389	\$ 12,545	\$ 13,277	\$ 13,698	\$ 14,144	\$ 15,039	\$ 15,786	\$ 16,268	\$ 17,420	\$ 18,465
Licenses and permits	2,143	2,415	2,767	2,816	2,644	2,561	3,201	2,228	3,398	4,545
Intergovernmental	3,108	2,646	2,845	2,962	3,535	2,982	3,222	4,433	4,581	11,437
Charges for services	1,868	2,020	2,065	2,267	1,981	2,252	2,834	1,919	3,117	4,466
Fines and forfeitures	384	576	555	853	1,168	1,146	1,672	1,493	1,445	1,555
Special Assessment revenues	-	-	-	-	-	-	-	-	-	433
Impact Fees	-	-	-	-	-	-	44	93	-	409
Interest	49	12	57	96	154	143	265	115	16	188
Miscellaneous	398	443	149	218	160	779	198	180	209	258
Total revenues	20,339	20,657	21,715	22,910	23,786	24,902	27,222	26,729	30,186	41,756
Expenditures:										
Current:										
General government	3,440	4,003	3,560	3,510	3,572	3,549	3,837	4,040	4,308	4,782
Public safety	7,287	7,384	7,994	8,792	9,287	8,901	9,359	9,508	9,594	10,541
Emergency Disaster Relief	-	-	-	-	425	2,856	290	383	416	-
Building, planning & zoning	1,656	1,695	1,905	1,987	2,030	2,044	2,237	2,409	2,595	3,937
Parks and recreation	4,615	4,352	4,523	5,769	4,543	4,703	4,915	5,108	5,323	6,382
Public works	1,230	1,560	3,039	2,787	1,916	3,153	4,548	2,786	1,325	773
Capital Outlay	-	-	-	-	4,497	2,973	859	3,020	11,204	11,573
Non-departmental	-	-	-	-	-	-	-	-	-	-
Debt service:										
Principal	1,125	1,164	1,545	1,580	2,758	1,107	1,283	1,149	3,070	1,868
Interest	394	331	371	387	389	269	293	255	353	590
Issuance costs	-	48	39	-	-	-	40	-	-	-
Total expenditures	19,747	20,537	22,976	24,812	29,417	29,555	27,661	28,658	38,188	40,446
Excess (deficiency) of revenues over expenditures	592	120	(1,261)	(1,902)	(5,631)	(4,653)	(439)	(1,929)	(8,002)	1,310

VILLAGE OF PINECREST
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
AMOUNTS EXPRESSED IN THOUSANDS

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Other financing sources (uses):										
Issuance of debt	\$ -	\$ 2,085	\$ 5,939	\$ -	\$ -	\$ -	\$ 2,617	\$ -	\$ 13,672	\$ 4,300
Bond discount										
Payment to refunding escrow agent	-	(2,037)	-	-	-	-	-	-	-	-
Transfers in	1,790	1,719	3,434	2,883	3,844	2,026	2,400	3,240	3,323	4,093
Transfers out	(1,790)	(1,719)	(3,434)	(2,883)	(3,844)	(2,026)	(2,400)	(3,240)	(3,323)	(4,093)
Total other financing sources (uses)	-	48	5,939	-	-	-	2,617	-	13,672	4,300
Net change in Fund Balances	\$ 592	\$ 168	\$ 4,678	\$ (1,902)	\$ (5,631)	\$ (4,653)	\$ 2,178	\$ (1,929)	\$ 5,670	\$ 5,610
Debt Service as a percentage of non-capital expenditures	8.19%	7.53%	9.45%	9.19%	13.19%	5.64%	6.42%	5.79%	12.69%	8.51%

Table 6

VILLAGE OF PINECREST, FLORIDA
GENERAL GOVERNMENTAL REVENUES BY FUNCTION
LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Taxes</u>	<u>Licenses and Permits</u>	<u>Inter-Governmental</u>	<u>Charges for Services</u>	<u>Fines and Forfeitures</u>	<u>Special Assessment Revenues</u>	<u>Impact Fees</u>	<u>Investment</u>	<u>Misc.</u>	<u>Total</u>
2013	\$ 12,389,593	\$ 2,143,544	\$ 3,107,727	\$ 1,868,168	\$ 383,799	\$ -	\$ -	\$ 48,762	\$ 397,874	\$ 20,339,467
2014	12,544,802	2,414,989	2,645,832	2,020,361	576,038	-	-	11,831	442,429	20,656,282
2015	13,276,963	2,766,534	2,845,419	2,065,121	555,660	-	-	56,558	149,229	21,715,484
2016	13,698,351	2,815,703	2,962,397	2,267,048	853,098	-	-	95,591	218,171	22,910,359
2017	14,143,886	2,644,085	3,534,882	1,980,518	1,168,025	-	-	154,294	159,330	23,785,020
2018	15,038,525	2,560,558	2,981,998	2,251,685	1,146,496	-	-	143,464	778,692	24,901,418
2019	15,786,014	3,200,334	3,222,520	2,834,013	1,671,866	-	44,047	264,994	198,439	27,222,227
2020	16,268,368	2,228,177	4,433,003	1,919,255	1,493,237	-	92,630	115,240	179,427	26,729,337
2021	17,419,962	3,397,676	4,580,890	3,116,839	1,444,937	-	-	15,859	209,341	30,185,504
2022	18,465,108	4,545,065	11,437,432	4,465,528	1,561,484	433,248	409,247	187,926	257,940	41,762,978

Source: All governmental funds for fiscal years.

Note: This schedule is prepared on a GAAP basis.

The information reported is from the Annual Comprehensive Financial Reports

Table 7

VILLAGE OF PINECREST
ASSESSED VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Real Property Assessed Value</u>	<u>Personal Property Assessed Value</u>	<u>Assessed Property Value</u>	<u>Total Direct Tax Rate</u>	<u>Estimated Assessed Actual Taxable Value</u>	<u>Assessed Value as a Percentage of actual Value</u>
2013	\$ 3,692,062,025	\$ 45,043,568	\$ 3,737,105,593	2.2	\$ 3,933,795,361	95%
2014	\$ 3,867,702,788	\$ 45,842,524	\$ 3,913,545,312	2.2	\$ 4,119,521,381	95%
2015	\$ 4,067,033,383	\$ 45,547,883	\$ 4,112,581,266	2.3	\$ 4,329,032,912	95%
2016	\$ 4,336,413,371	\$ 44,457,478	\$ 4,380,870,849	2.3	\$ 4,611,442,999	95%
2017	\$ 4,550,031,863	\$ 45,295,995	\$ 4,595,327,858	2.3	\$ 4,837,187,219	95%
2018	\$ 4,760,533,992	\$ 49,951,503	\$ 4,810,485,495	2.399	\$ 5,063,668,942	95%
2019	\$ 4,973,553,690	\$ 51,513,471	\$ 5,025,067,161	2.399	\$ 5,289,544,380	95%
2020	\$ 5,099,116,379	\$ 55,481,134	\$ 5,154,597,513	2.35	\$ 5,425,892,119	95%
2021	\$ 5,325,043,375	\$ 52,964,069	\$ 5,378,007,444	2.35	\$ 5,661,060,467	95%
2022	\$ 6,010,766,055	\$ 55,944,153	\$ 6,066,710,208	2.35	\$ 6,386,010,745	95%

Use certification of taxable value from prior year FORM DR-420, lines 1,2 &4

VILLAGE OF PINECREST, FLORIDA
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS

Fiscal Year	<u>Village</u>	<u>School</u>		Everglades Project	<u>State</u>	<u>County</u>			<u>Special Districts</u>			Total Direct Millage		
	Direct Operating Millage	Operating Millage	Debt Service		South Florida Water Management	Okeechobee Basin	FIND (1)	Operating Millage	Debt Service	Children's Trust	Fire Rescue		Fire Debt	Library
2013	2.2000	7.7650	0.2400	0.0624	0.3739		0.0345	4.8055	0.2850	0.50	2.4496	0.0131	0.1795	18.9085
2014	2.2000	7.7650	0.2330	0.0613	0.3676		0.0345	4.7035	0.2850	0.50	2.4496	0.0131	0.1725	18.7851
2015	2.300	7.7750	0.1990	0.0548	0.1577	0.1717	0.0345	4.6669	0.4500	0.50	2.4207	0.0114	0.2840	19.026
2016	2.300	7.138	0.184	0.0471	0.1359	0.1477	0.0320	4.6669	0.400	0.500	2.4207	0.0075	0.284	18.264
2017	2.300	6.774	0.22	0.0441	0.1275	0.1384	0.0320	4.6669	0.400	0.467	2.4207	0.0075	0.284	17.882
2018	2.399	6.504	0.229	0.0417	0.1209	0.131	0.0320	4.6669	0.464	0.442	2.4207	0	0.284	17.735
2019	2.399	7.025	0.123	0.0397	0.1152	0.1246	0.0320	4.6669	0.478	0.468	2.4207	0	0.284	18.176
2020	2.350	6.936	0.193	0.0380	0.1103	0.1192	0.0320	4.6669	0.478	0.451	2.4207	0	0.284	18.0788
2021	2.350	6.829	0.18	0.0365	0.1061	0.1146	0.0320	4.6669	0.508	0.500	2.4207	0	0.284	18.0273
2022	2.350	6.424	0.165	0.0327	0.0948	0.1026	0.0320	4.6202	0.485	0.500	2.3965	0	0.2812	17.4843

Data is provided by the Miami-Dade County Appraiser's Office.

http://www.miamidade.gov/pa/millage_tables.asp

VILLAGE OF PINECREST
PROPERTY TAX LEVIS AND COLLECTIONS
LAST TEN YEARS

<u>Fiscal Year</u>	<u>Taxes Levied (1)</u>	<u>Amount Collected (2)</u>	<u>Percentage of Levy</u>	<u>Collections in Subsequent Years</u>	<u>Collected (2)</u>	<u>Percentage of Levy</u>
2013	\$ 8,007,919	\$ 7,440,742	92.9%	*	\$ 7,440,742	92.9%
2014	\$ 8,221,632	\$ 7,817,415	95.1%	*	\$ 7,817,415	95.1%
2015	\$ 9,001,154	\$ 8,597,762	95.5%	*	\$ 8,597,762	95.5%
2016	\$ 9,458,937	\$ 9,036,615	95.5%	*	\$ 9,036,615	95.5%
2017	\$ 10,076,003	\$ 9,628,691	95.6%	*	\$ 9,628,691	95.6%
2018	\$ 10,569,254	\$ 10,230,554	96.8%	*	\$ 10,230,554	96.8%
2019	\$ 11,540,355	\$ 11,101,282	96.2%	*	\$ 11,101,282	96.2%
2020	\$ 12,055,136	\$ 11,615,889	96.4%	*	\$ 11,615,889	96.4%
2021	\$ 12,365,879	\$ 11,630,935	94.1%	*	\$ 11,630,935	94.1%
2022	\$ 12,638,317	\$ 12,171,559	96.3%	*	\$ 12,171,559	96.3%

(1) Data is taken from DR 420 or DR 420MM form submitted to the Miami-Dade County Appraisor's Office and the State of Florida

(2) Information provided by the Village of Pinecrest

* Information is not available

VILLAGE OF PINECREST, FLORIDA
PRINCIPAL TAXPAYERS
SEPTEMBER 30, 2022

TABLE 10

Taxpayer	Type of Use	2022		Percentage of Total Assessed Valuation	2013		Percentage of Total Assessed Valuation
		Assessed Valuation	Rank		Assessed Valuation	Rank	
Spector & Sons	Shopping Center	52,865,252	1	0.81%	28,589,000	1	0.77%
DPF Suniland LLC	Shopping Center	38,008,870	2	0.59%			
Kendall Imports LLC	Shopping Center	30,894,666	3	0.48%	16,200,000	4	0.43%
Limestone Pine Center	Shopping Center	27,333,637	4	0.42%			
Gator Dadeland Partners, LTD	Shopping Center	26,510,000	5	0.41%	20,600,000	2	0.55%
Florida Power	Utility	24,902,505	6	0.38%	14,580,906	5	0.39%
Kendall Plaza, LTD	Shopping Center	22,903,025	7	0.35%	18,600,000	3	0.50%
Pinecrest Plaza	Shopping Center	21,562,587	8	0.33%			
Publix	Supermarket	18,940,139	9	0.29%	12,479,532	8	
G F B Enterprises	Automotive	18,228,065	10	0.28%	12,600,000	7	0.34%
Suniland Associates	Apartments	16,387,080			12,883,000	6	0.34%
Kendall House Apartments	Apartments				10,400,000	9	0.28%
Burdines Real Estate	Shopping Center	17,233,705			11,000,000	10	0.29%
		315,769,531		4.34%	157,932,438		3.89%

Source: Miami-Dade County Tax Assessor's Office 2022 Tax Roll
Real/Personal Property taxable value - \$6,494,179,464
Miami-Dade County Tax Assessor's Office 2013 Tax Roll
Real/Personal Property taxable value - \$3,737,102,593

Data is provided by the Miami-Dade County Appraisor's Office.

Table 11

VILLAGE OF PINECREST
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year	Governmental Activities		Total Primary Government	Population (1)	Per Capita Income (3)	Percentage of Personal Income	Per Capita Debt
	General Obligation Bonds* (2)						
2013	\$ 11,015	\$	11,015	18,496	\$ 72,069	0.83%	\$ 596
2014	9,947		9,947	18,403	72,069	0.75%	\$ 540
2015	14,341		14,341	18,408	72,069	1.08%	\$ 779
2016	12,761		12,761	18,382	72,069	0.96%	\$ 694
2017	10,003		10,003	18,467	72,069	0.75%	\$ 542
2018	8,897		8,897	18,490	72,069	0.67%	\$ 481
2019	10,231		10,231	18,510	72,069	0.77%	\$ 553
2020	8,834		8,834	18,619	77,459	0.61%	\$ 474
2021	19,684		19,684	18,419	77,968	1.37%	\$ 1,069
2022	22,117		22,117	18,394	88,981	1.35%	\$ 1,202

Notes: * In thousands

(1) Fiscal year 2010, US Census and other years use the population as estimated by the Bureau of Economic and Business Research, University of Florida as of April 1 each year.

(2) The Village of Pinecrest Finance Department is the source for this data.

(3) Fiscal year 2010, US Census and other years use the U.S. Census Bureau, American Community Survey, 5 year estimates.

VILLAGE OF PINECREST
RATIO OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Fiscal Year	General Obligation Bonds* (2)	Assessed Value of Taxable Property* (3)	Ratio of Bonded Debt to Assessed Value	Population (1)	Per Capita Debt
2013	\$ 11,015	\$ 3,639,963	0.30%	18,496	\$ 596
2014	9,947	3,692,062	0.27%	18,403	\$ 540
2015	14,341	3,913,545	0.37%	18,403	\$ 779
2016	12,761	4,112,581	0.31%	18,382	\$ 694
2017	10,003	4,595,328	0.22%	18,467	\$ 542
2018	8,897	4,810,485	0.18%	18,490	\$ 481
2019	10,231	5,025,067	0.20%	18,510	\$ 553
2020	8,834	5,154,598	0.17%	18,619	\$ 474
2021	19,684	5,378,007	0.37%	18,419	\$ 1,069
2022	22,117	6,066,710	0.36%	18,394	\$ 1,202

Notes: * In thousands

(1) Fiscal year 2010, US Census.

Fiscal years 2007 and thereafter the population as estimated by the Bureau of Economic and Business Research, University of Florida as of April 1 each year.

(2) The Village of Pinecrest Finance Department is the source for this data.

(3) Data is provided by the Miami Dade County's Property Appraiser.

VILLAGE OF PINECREST, FLORIDA
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
GENERAL OBLIGATIONS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

Jurisdiction	Bonded Debt Outstanding	Percentage Applicable to Pinecrest (1)	Amount Applicable to Pinecrest	Amount Per Capita Pinecrest (1)
Direct				
Village of Pinecrest	<u>\$ 22,116,845</u>	100.00%	<u>\$ 22,116,845</u>	\$ 1,202.39
Overlapping				
School Board (2)	\$ 969,024,000	0.69%	6,693,849	\$ 364
County (3)	<u>\$ 2,338,333,078</u>	0.69%	<u>16,152,798</u>	<u>\$ 878</u>
	<u>\$ 3,307,357,078</u>		<u>\$ 22,846,647</u>	
Total Village & overlapping debt			<u>\$ 44,963,492</u>	

Notes:

- (1) Based upon population; Village of Pinecrest and Miami-Dade County
(2) Amounts provided by School Board are as of June 30th.
(3) Amounts provided by the Miami-Dade County Finance Department

Table 14

VILLAGE OF PINECREST
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Population (1)	Median Household Income (2)	Housing Units (2)	School Enrollment (3)	Unemployment Rate (4)
2012	18,447	\$ 110,530	6,610	5,591	8.5%
2013	18,496	\$ 112,659	6,468	5,473	8.5%
2014	18,403	\$ 122,235	6,614	5,388	6.1%
2015	18,408	\$ 128,966	6,574	5,300	5.6%
2016	18,382	\$ 130,900	6,575	5,221	5.1%
2017	18,467	\$ 152,643	6,492	5,274	2.4%
2018	18,490	\$ 152,643	6,492	5,396	3.2%
2019	18,510	\$ 152,643	6,492	5,395	3.0%
2020	18,619	\$ 156,875	6,541	5,324	3.0%
2021	18,419	\$ 156,875	6,668	5,109	4.9%
2022	18,394	\$ 166,801	6,658	5,117	2.3%

Notes: * Figures reported in thousands

(1) Fiscal year 2010, US Census.

Other years are estimated by the Bureau of Economic and
Business Research, University of Florida as of April 1 each year.

(2) US Census Bureau

(3) The Miami Dade School system is the source of this data

(4) The Department of Labor is the source of this data.

**VILLAGE OF PINECREST
PRINCIPAL EMPLOYEES
CURRENT YEAR AND NINE YEARS AGO**

Employer	2022			2013		
	Employees	Rank	Percentage of Total Village Employment	Employees	Rank	Percentage of Total Village Employment
Miami Dade Schools	368	1	NA	413	1	NA
Kendall Toyota	365	2	NA	365	2	NA
The Home Depot	245	3	NA	245	3	NA
Village of Pinecrest	169	4	NA	169	4	NA
Publix Supermarket	162	5	NA	162	5	NA
Temple Beth Am	147	6	NA	-	-	
Gulliver Preparatory School	110	7	NA	110	7	NA
Best Buy	100	8	NA	100	8	NA
Mayweather Boxing & Fitness	69	9		-	-	
Denny's Liquor Store	65	10	NA	65	10	NA
Captain's Tavern Restaurant			NA	65	9	NA
Whole Foods				137	6	NA
Total	1,432			1,418		

Source: Occupational License records of the Village of Pinecrest, except Miami Dade School Board and the Village of Pinecrest. The Miami Dade School System provided data for the school system. See Full time equivalent position table for the Village of Pinecrest data.

VILLAGE OF PINECREST
FULL-TIME EQUIVALENT GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

Function	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General Government	18.0	16.0	16.0	16.0	14.0	14.0	14.0	14.0	14.0	13.0
Public Safety										
Sworn	51.0	51.0	51.0	51.0	51.0	51.0	56.0	51.0	51.0	51.0
Civilians	24.0	24.0	24.0	24.0	26.0	26.0	26.0	26.0	25.0	24.0
Building, Planning & Zoning	19.0	18.0	17.0	18.0	18.0	18.0	18.0	16.0	16.0	16.0
Public Works	9.0	9.0	9.0	9.0	9.0	9.0	9.0	6.0	6.0	6.0
Parks and Recreation	26.0	26.0	26.0	26.0	34.0	34.0	34.0	34.0	32.0	32.0
Pinecrest Gardens	22.0	22.0	22.0	22.0	32.0	32.0	32.0	32.0	32.0	29.0
Total	169.0	166.0	165.0	166.0	184.0	184.0	189.0	179.0	176.0	171.0
Population	18,394	18,419	18,619	18,510	18,490	18,467	18,408	18,403	18,496	18,447
Employees per capita (000)	9.19	9.01	8.86	8.97	9.95	9.96	10.27	9.73	9.52	9.27

Data provided by Village of Pinecrest

TABLE 17

**Village of Pinecrest
Operating Indicators by Function
Last Ten Fiscal Years**

Function	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Population: (1)	18,394	18,419	18,619	18,510	18,490	18,467	18,223	18,408	18,403	18,496
CONSUMER PRICE INDEX (2)	296.8	274.3	260.3	256.8	252.4	246.8	202.9	237.9	238.0	234.2
Plus/Minus Year Ago	8.2%	5.4%	1.4%	1.7%	2.3%	2.2%	2.1%	1.9%	1.7%	1.2%
Police: (3)										
Part 1 crimes*	436	370	453	468	430	537	583	558	562	684
Traffic citations & warnings	4,341	5,928	4,245	11,121	10,025	7,453	6,297	6,618	8,347	12,211
False alarms	1,323	1,386	1,343	1,757	2,013	2,259	2,066	2,205	2,113	2,092
Crashes	759	749	810	1,073	1,093	1,206	1,553	1,017	956	893
Other**	465	446	125	375	400	357	414	420	424	497
Total	7,324	8,879	6,976	14,794	13,961	11,812	10,913	10,818	12,402	16,377
* Part 1 crimes include homicide, sex offenses, robbery, aggravated assault, burglary, larceny, arson and auto theft.										
** Other, animal at large, barking dog, noise violation, trespassing, child exploitation, fire calls, recovered stolen vehicle, serving court orders, harassing or obscene phone calls, injured person, non-emergency medical, verbal threats, towing disabled vehicles and towing.										
Police: (4)										
Expenditures (thousands)	10,997	9,885	9,401	9,227	8,794	9,146	8,419	7,878	7,289	7,259
Revenue (Thousands)	1,298	1,182	1,134	1,242	927	597	623	524	332	475
Net Expenses	9,699	8,703	8,267	7,985	7,867	8,549	7,796	7,354	6,957	6,784
Cost per resident	\$ 527.29	\$ 472.50	\$ 444.01	\$ 431.39	\$ 425.47	\$ 462.93	\$ 427.81	\$ 399.50	\$ 378.04	\$ 366.78
911 calls (3)	5,645	6,440	5,973	6,041	6,444	6,151	6,414	6,857	7,595	7,650
Service calls (911 & nonemergency dispatch calls)	10,776	10,987	13,852	12,772	13,291	13,971	16,937	17,550	18,620	20,011
Percentage of 911 calls to total calls	52.4%	58.6%	43.1%	47.3%	48.5%	44.0%	37.9%	39.1%	40.8%	38.2%
BPZ: (5)										
Building Permits:										
Building	1,847	1,704	1,337	1,579	1,853	1,798	2,001	1,938	1,902	2,036
Electrical	593	606	507	586	565	508	615	534	464	644
Mechanical	297	251	279	301	323	307	328	314	335	285
Plumbing & Gas	657	608	549	587	518	549	610	658	583	488
Total	3,394	3,169	2,672	3,053	3,259	3,162	3,554	3,444	3,284	3,453
Parks: (4)										
Pinecrest Gardens										
Expenditures (thousands)	\$ 3,076	\$ 2,503	\$ 2,430	\$ 2,475	\$ 2,314	\$ 2,095	\$ 1,942	\$ 1,925	\$ 1,739	\$ 1,734
Revenue (Thousands)	\$ 1,537	\$ 1,107	\$ 646	\$ 815	\$ 728	\$ 673	\$ 669	\$ 656	\$ 572	\$ 512
Net Expenses	\$ 1,539	\$ 1,396	\$ 1,784	\$ 1,660	\$ 1,586	\$ 1,422	\$ 1,273	\$ 1,269	\$ 1,167	\$ 1,222
Net cost per resident	\$ 83.67	\$ 75.79	\$ 95.82	\$ 89.68	\$ 85.78	\$ 77.00	\$ 69.86	\$ 68.94	\$ 63.41	\$ 66.05

TABLE 17

**Village of Pinecrest
Operating Indicators by Function
Last Ten Fiscal Years**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Community Center										
Expenditures (thousands)	1,504	1,266	1,089	1,089	1,036	1,004	1,044	1,027	1,048	1,005
Revenue (Thousands)	\$ 1,385.0	\$ 1,012.0	\$ 761.0	\$ 1,166.0	\$ 927.0	\$ 884.0	\$ 994.0	\$ 804.0	\$ 808	\$ 693
Net Expenses	\$ 119.0	\$ 254.0	\$ 328.0	\$ (77.0)	\$ 109.0	\$ 120.0	\$ 50.0	\$ 223.0	\$ 240	\$ 312
Net cost per resident	\$ 6.47	\$ 13.79	\$ 17.62	\$ (4.16)	\$ 5.90	\$ 6.50	\$ 2.74	\$ 12.11	\$ 13.04	\$ 16.85
All Other Parks:										
Expenditures (thousands)	\$ 1,943	\$ 1,569	\$ 1,409	\$ 1,351	\$ 1,352	\$ 1,389	\$ 1,289	\$ 1,214	\$ 1,208	\$ 1,191
Revenue (Thousands)	\$ 1,149	\$ 782	\$ 310	\$ 500	\$ 327	\$ 232	\$ 284	\$ 287	\$ 256	\$ 309
Net Expenses	\$ 794	\$ 787	\$ 1,099	\$ 851	\$ 1,025	\$ 1,157	\$ 1,005	\$ 927	\$ 952	\$ 882
Net cost per resident	\$ 43.17	\$ 42.73	\$ 59.03	\$ 45.98	\$ 55.44	\$ 62.65	\$ 55.15	\$ 50.36	\$ 51.73	\$ 47.69
General Fund: (4)										
General Fund (GF) Revenues	\$ 33,612	\$ 28,584	\$ 25,287	\$ 25,551	\$ 22,842	\$ 21,702	\$ 21,430	\$ 20,342	\$ 19,378	\$ 18,445
Per Capita GF Revenues	\$ 1,827.34	\$ 1,552	\$ 1,358	\$ 1,380	\$ 1,235	\$ 1,175	\$ 1,176	\$ 1,105	\$ 1,053	\$ 997
General Fund (GF) Expenditures	\$ 30,276	\$ 26,512	\$ 25,238	\$ 23,626	\$ 24,640	\$ 24,198	\$ 21,712	\$ 20,631	\$ 19,311	\$ 18,549
Per Capita GF Expenditures	\$ 1,645.97	\$ 1,439.38	\$ 1,355.50	\$ 1,276.39	\$ 1,332.61	\$ 1,310.34	\$ 1,191.46	\$ 1,120.76	\$ 1,049.34	\$ 1,002.87
GF Rev. as a % of GF Exp.	111.02%	107.82%	100.19%	108.15%	92.70%	89.69%	98.70%	98.60%	100.35%	99.44%
GF rev as a % of amended budget	115.00%					98.30%	98.30%	98.20%		
GF exp as a % of amended budget	98.00%					93.56%	93.56%	96.47%		
Interest rates, maximum	0.76%	0.26%	1.96%	2.67%	2.84%	1.38%	0.84%	0.23%	0.16%	0.30%
Interest rates, minimum	0.14%	0.08%	0.16%	1.96%	0.10%	0.01%	0.01%	0.01%	0.01%	0.01%
Stormwater Fund: (4)										
Operating Revenue	\$ 1,284	\$ 1,244	\$ 1,216	\$ 1,302	\$ 1,477	\$ 1,260	\$ 969	\$ 637	\$ 490	\$ 466
Operating Revenue per capita	\$ 70	\$ 68	\$ 65	\$ 70	\$ 80	\$ 68	\$ 53	\$ 35	\$ 27	\$ 25
Accounts Receivable (AR)	\$ 33	\$ 43	\$ 66	\$ 105	\$ 220	\$ 261	\$ 202	\$ 135	\$ 107	\$ 132
Retained earnings, Unrestricted	\$ 4,435	\$ 3,518	\$ 2,758	\$ 1,165	\$ 159	\$ 603	\$ 356	\$ 543	\$ 410	\$ 1,317
% of AR to Unrestricted	0.74%	1.22%	2.39%	9.01%	138.36%	43.28%	56.74%	24.86%	26.10%	10.02%
Delinquent properties as of 7/1	53	69	112	210	689	1,574	1,261			

TABLE 17

**Village of Pinecrest
Operating Indicators by Function
Last Ten Fiscal Years**

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Government: (4) & (6)										
Lien Searches	402	886	611	547	555	499	563	548	587	616
Credit card transactions	60,508	38,087	23,571	28,023	15,246	16,131	20,274	19,250	15,999	14,217
Homestead Properties (8)										
Total Properties	4,452	4,445	4,420	4,421	4,503	4,503	4,525	4,519	4,582	4,656
Homestead as % of Total properties	6,442	6,668	6,430	6,420	6,489	6,488	6,426	6,481	6,454	6,444
	69.1%	66.7%	68.7%	68.9%	69.4%	69.4%	70.4%	69.7%	71.0%	72.3%
Transportation: (7)										
Circulator Bus ridership	48,188	8,713	45,513	46,064	28,205	29,875	28,845	23,639	24,869	23,012
Circulator bus expenses	\$ 401	\$ 237	\$ 273	\$ 271	\$ 169	\$ 158	\$ 181	\$ 138	\$ 175	\$ 173
Cost per ride	\$ 8.32	\$ 27.20	\$ 6.00	\$ 5.88	\$ 5.99	\$ 5.29	\$ 6.27	\$ 5.84	\$ 7.04	\$ 7.53
Percentage of accounts payable (4) payments made by ACH:										
count	65.2%	49.9%	76.0%	40.6%	76.1%	46.0%	75.0%	36.0%		
dollar amount	76.4%	61.3%	65.8%	51.0%	23.9%	76.0%	76.1%	76.5%		
Number of payroll checks issued by direct deposit										
	100%	100%	100%	100%	100%	100%	100%	100%		
Miami unemployment rate (2)	2.3%	4.9%	12.6%	3.0%	3.2%	2.4%	5.1%	5.6%	6.4%	7.2%

Source of non accounting data

(1) Provided the University of Florida, Bureau of Economic & Business Research

(2) Bureau of Labor Statistics

(3) Village of Pinecrest Police Department

(4) Village of Pinecrest Finance Department

(5) Village of Pinecrest Building, Zoning and Planning Department

(6) Village of Pinecrest Village Clerk Department

(7) Village of Pinecrest Office of the Village Manager

(8) Miami Dade Tax Rolls

**Village of Pinecrest
Capital Assets by Function
Last Ten Fiscal Years**

Function	Full time Equivalents as of September 30:										
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Police:											
Number of Stations	1	1	1	1	1	1	1	1	1	1	1
Number of Police Vehicles	29	30	28	32	32	32	32	32	32	32	56
Number of motorcycles		2	2	2	2	2	2	2	2	2	2
Parks:											
Parks	7	7	7	7	7	7	7	7	7	8	8
Park Acreage	62	60	60	60	60	60	60	60	60	63	63
Tennis Courts	6	6	6	6	6	6	6	6	6	6	6
Public Works											
Miles of roads	108	108	108	108	108	108	108	108	108	108	108
Cable Television Systems	1	2	2	3	3	3	3	3	3	3	3
Public Schools:											
High Schools	1	1	1	1	1	1	1	1	1	1	1
Middle Schools	1	1	1	1	1	1	1	1	1	1	1
Elementary Schools	3	3	3	3	3	3	3	3	3	3	3

Source: The Village of Pinecrest's various departments.

COMPLIANCE SECTION



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

Honorable Mayor, Members of the Village Council and Village Manager
Village of Pinecrest, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Village of Pinecrest, Florida (the Village), as of and for the fiscal year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements, and have issued our report thereon dated March 13, 2023.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Village's financial statements are free 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 Village'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 Village's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Caballero Fierman Llerena & Garcia, LLP

Caballero Fierman Llerena & Garcia, LLP
Miami, Florida
March 13, 2023

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

Honorable Mayor, Members of the Village Council and Village Manager
Village of Pinecrest, Florida

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Village of Pinecrest, Florida's (the Village) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the Village's major federal programs for the fiscal year ended September 30, 2022. The Village'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 Village complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the fiscal year ended September 30, 2022.

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

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Village's 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 Village's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the 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 Village's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *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 Village's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Village's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program 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 federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program 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.

Caballero Fierman Llerena & Garcia, LLP

Caballero Fierman Llerena & Garcia, LLP
Miami, Florida
March 13 2023

VILLAGE OF PINECREST, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

<u>Federal Grantor/Program</u>	<u>Federal Assistance Listing Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Total Federal Expenditures</u>
Other Programs			
United States Department of Homeland Security			
Passed through the State of Florida Division of Emergency Management			
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	Z0607	\$ 1,509,717
<i>Total Department of Homeland Security</i>			<u>1,509,717</u>
United States Department of the Treasury			
Passed through the State of Florida Division of Emergency Management			
COVID 19 - Coronavirus State and Local Fiscal Recovery Programs	21.027	Y5265	5,191,454
Equitable Sharing	21.016		<u>1,178</u>
<i>Total United States Department of the Treasury</i>			<u>5,192,632</u>
United States Department of Justice			
Passed through the State of Florida Department of Law Enforcement			
COVID 19 - Coronavirus Emergency Supplemental Funding	16.034		7,010
<i>Total United States Department of Justice</i>			<u>7,010</u>
Total Expenditures of Federal Awards			<u>\$ 6,709,359</u>

See notes to schedule of expenditures of federal expenditures.

VILLAGE OF PINECREST, FLORIDA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

NOTE 1 - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the Village of Pinecrest, Florida (the Village) under programs of the federal government for the fiscal year ended September 30, 2022. 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* (the Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Village, it is not intended to and does not present the financial position, changes in net position or cash flows of the Village.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement, except for the Equitable Sharing Programs for Justice and Treasury which follow the *Guide to Equitable Sharing for State, Local and Tribal Law Enforcement Agencies*. Pass-through entity identifying numbers are presented where available.

NOTE 3 - INDIRECT COST RATE

The Village has not elected to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

NOTE 4 - CONTINGENCY

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

VILLAGE OF PINECREST, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued: *Unmodified*
 Internal control over financial reporting:
 Material weakness(es) identified? _____ Yes X No
 Significant deficiencies identified? _____ Yes X None reported
 Noncompliance material to financial statements noted? _____ Yes X No

Federal Awards

Internal control over major programs:
 Material weakness(es) identified? _____ Yes X No
 Significant deficiencies 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 No

Identification of major programs:

<u>Federal Assistance Listing No.</u>	<u>Federal Program or Cluster</u>
21.027	United States Department of the Treasury Coronavirus State and Local Fiscal Recovery Funds
97.036	United States Department of Homeland Security Disaster Grants - Public Assistance (Presidentially Declared Disasters)

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

Auditee qualified as low risk auditee for audit of federal awards programs? _____ Yes X No

VILLAGE OF PINECREST, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2022

SECTION II - FINANCIAL STATEMENT FINDINGS

None.

SECTION III - FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None.



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

Honorable Mayor, Members of the Village Council and Village Manager
Village of Pinecrest, Florida

Report on the Financial Statements

We have audited the basic financial statements of the Village of Pinecrest, Florida (the Village), as of and for the fiscal year ended September 30, 2022, and have issued our report thereon dated March 13, 2023.

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 Auditor General.

Other Reporting Requirements

We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*, Independent Auditors' Report on Compliance for Each Major Federal Program and Report on Internal Control over Compliance; Schedule of Findings and Questioned Costs; and Independent Accountants' Report on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedule, which are dated March 13, 2023, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding financial audit report. There were no recommendations made in the preceding financial audit report.

Official Title and Legal Authority

Section 10.554(1)(i)4., Rules of the Auditor General, requires that the name or official title and legal authority for the primary government and each component unit of the reporting entity be disclosed in this management letter, unless disclosed in the notes to the financial statements. This information is disclosed in Note 1 to the notes 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 communicate the results of our determination as to whether or not the Village met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific condition(s) met. In connection with our audit, we determined that the Village did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

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

Financial Condition and Management (Continued)

Section 10.554(1)(i)2., Rules of the Auditor General, requires that we communicate any recommendations to improve financial management. In connection with our audit, we did not have any such recommendations.

Additional Matters

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

Purpose of this Letter

Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, Federal and other granting agencies, Village Council and management, and is not intended to be and should not be used by anyone other than these specified parties.

Caballero Fierman Llerena & Garcia, LLP

Caballero Fierman Llerena & Garcia, LLP
Miami, Florida
March 13, 2023

**INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE PURSUANT TO SECTION 218.415
FLORIDA STATUTES**

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

We have examined Village of Pinecrest, Florida's (the Village) compliance with the requirements of Section 218.415 Florida Statutes during the period of October 1, 2021 to September 30, 2022. Management of the Village is responsible for the Village's compliance with the specified requirements. Our responsibility is to express an opinion on the Village's compliance with the specified requirements based on our examination.

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

Our examination does not provide a legal determination on the Village's compliance with specified requirements. In our opinion, the Village complied, in all material respects, with the requirements of Section 218.415 Florida Statutes during the period of October 1, 2021 to September 30, 2022.

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

Caballero Fierman Llerena & Garcia, LLP

Caballero Fierman Llerena & Garcia, LLP
Miami, Florida
March 13, 2023



Marie Arteaga-Nariño
Finance Director
finance@pinecrest-fl.gov

VILLAGE OF PINECREST
Department of Finance

IMPACT FEE AFFIDAVIT

BEFORE ME, the undersigned authority, personally appeared Maria Arteaga-Nariño also known as Mariè Arteaga-Nariño, who being duly sworn, deposes and says on oath that:

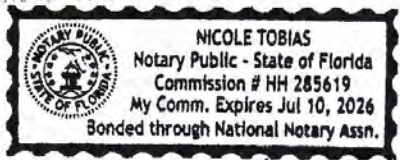
1. I am the Chief Financial Officer of the Village of Pinecrest, which is a local governmental entity of the State of Florida.
2. The governing body of the Village of Pinecrest adopted Ordinance No. 2019-9 amending Chapter 8, Section 8.1(b) of the Code of Ordinances implementing Police, Parks and Recreation, Municipal Facilities, and Stormwater Drainage Facilities impact fees.
3. The Village of Pinecrest has complied and, as of the date of this Affidavit, remains in compliance with Section 163.31801, Florida Statutes.

FURTHER AFFIANT SAYETH NAUGHT.

Maria Arteaga-Nariño
Maria Arteaga-Nariño

STATE OF FLORIDA COUNTY
OF Miami-Dade

SWORN TO AND SUBSCRIBED before me this 10 day of February,
2023.



Nicole Tobias
NOTARY PUBLIC
Print Name Nicoletobias

Personally known or produced identification _____

Type of identification produced: _____

My Commission Expires: 7/10/2026

¹ Pursuant to Section 163.31801(8), Florida Statutes, if there is no chief financial officer, the executive officer must sign the affidavit.





VILLAGE COUNCIL

JOSEPH M. CORRADINO, MAYOR
KATIE ABBOTT, VICE MAYOR
SHANNON DEL PRADO
ANNA HOCHKAMMER
DOUG KRAFT

YOCELYN GALIANO, ICMA-CM, VILLAGE MANAGER
PRISCILLA TORRES, CMC, VILLAGE CLERK
MITCHELL BIERMAN, VILLAGE ATTORNEY

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