



VILLAGE OF
PINECREST
ANNUAL COMPREHENSIVE
FINANCIAL REPORT
2 0 2 1



Village Council

Joseph M. Corradino, Mayor

Doug Kraft, Vice Mayor

Katie Abbott

Anna Hochkammer

Shannon del Prado

Yocelyn Galiano, ICMA-CM, Village Manager

Guido H. Inguanzo, Jr., CMC, Village Clerk

Mitchell Bierman, Village Attorney

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#Pinecresting

VILLAGE OF PINECREST, FLORIDA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2021

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

March 2, 2022

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, 2021.

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, 2021, 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, 2021, are fairly presented in conformity with GAAP. The independent auditors' 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 18,419. 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 sub-divisions: 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, 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: Hibiscus flooring and windows, Bridal Room renovations, Upper Garden design and construction, ADA playground and pathways, pathway lighting, Splash Pad renovations and Banyan Bowl Lighting ; Community Center benches, shade structure and cinema package; Suniland Park pathways and LED ballfield lighting; Greer Park multipurpose floor renovations; Coral Pine Thorguard system; Village Hall AV system; Gary Matzner Park land purchase and improvements; Flagler Grove Park turf and playground renovations; 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.

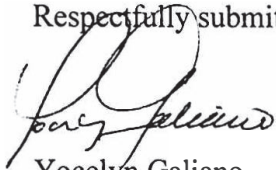
Awards and acknowledgements

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, 2020. This was the 25th 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 2020 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 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

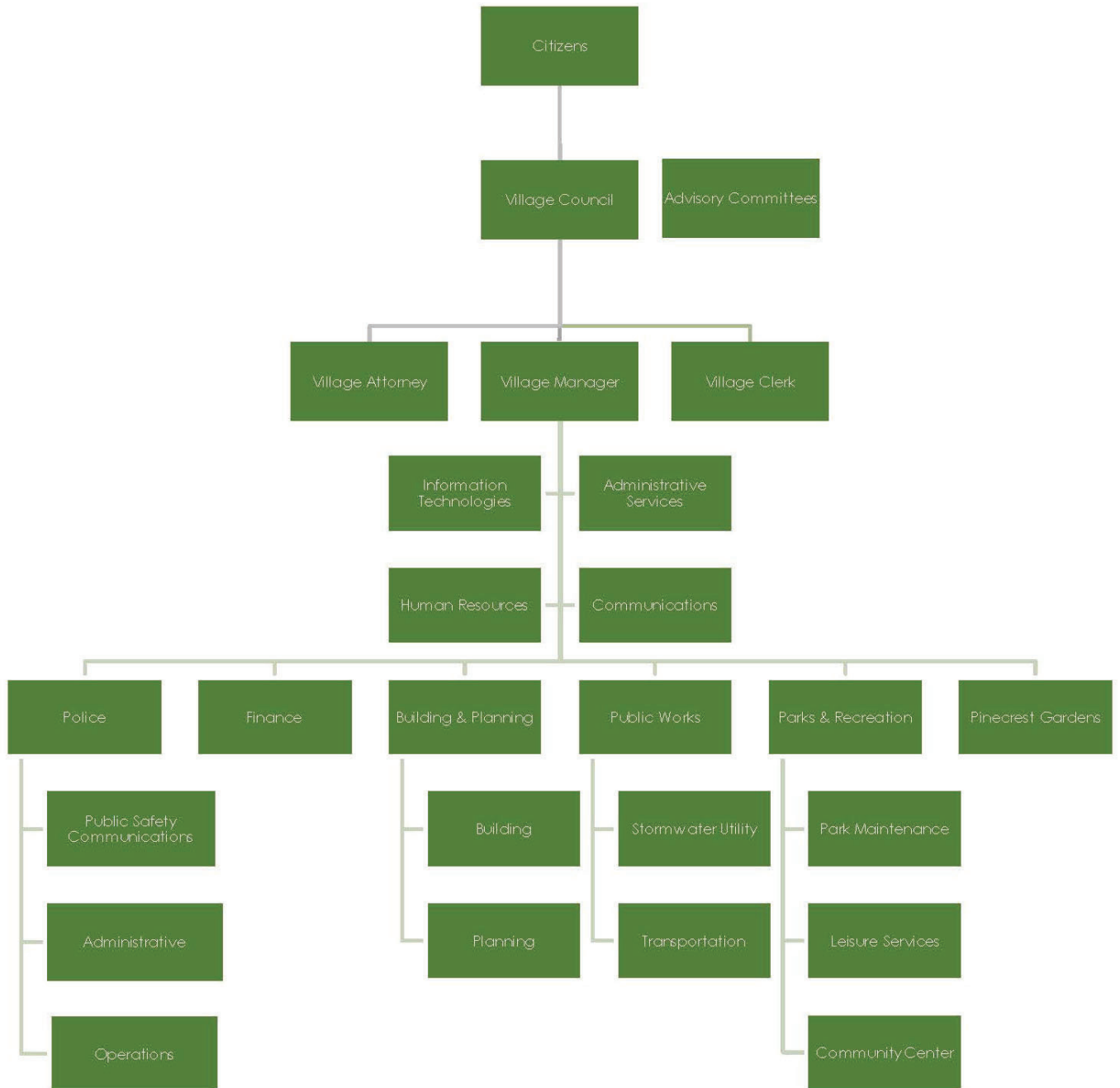
September 30, 2020

Christopher P. Morrill

Executive Director/CEO

Organizational Chart

2020-2021





VILLAGE OF PINECREST

2020-2021 Village Council and Charter Officers



Joseph M. Corradino
Mayor
jcorradino@pinecrest-fl.gov
Term Ends 11/2026



Doug Kraft
Vice Mayor - Seat 2
dkraft@pinecrest-fl.gov
Term Ends 11/2022



Katie Abbott
Councilmember - At-Large
kabbott@pinecrest-fl.gov
Term Ends 11/2022



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



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



Guido H. Inguanzo, Jr., CMC
Village Clerk
clerk@pinecrest-fl.gov
Serves at the Pleasure of the Village Council



Mitchell Bierman
Village Attorney
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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 Financial Statements

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, 2021, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Village's preparation and fair presentation of the financial statements 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, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

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, 2021, and the respective changes in financial position, and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

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, 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.

Other 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 introductory section, combining and individual nonmajor fund financial statements, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 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.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 2, 2022, 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 2, 2022

MANAGEMENT'S DISCUSSION AND ANALYSIS
(Required Supplementary Information)

VILLAGE OF PINECREST, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2021

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, 2021. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

This was our second year operating under the Coronavirus (COVID-19) pandemic. Business as usual ceased to exist as we adapted to the new reality. Programs and funding sources were reduced and while spending was cut in areas such as travel and office supplies, many vendor contracts could not be paused or cancelled. The Village also had to undertake many steps to protect lives from the threat of the virus, which resulted in unbudgeted expenditures. This was coupled with increased demand for materials and price pressures. Despite the challenges the pandemic presented, the Village managed to maintain excellent stability.

Financial Highlights

- The assets and deferred outflows of resources of the Village exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$82,129,880 (net position).
- The Village's total net position increased by \$1,109,261. While liabilities remained relatively consistent, the cash and cash equivalents grew by almost \$7 million. This was due to two debt issuances used for debt repayment and capital asset purchases. As well as revenues exceeding expenses by about \$1 Million.
- At the close of the current fiscal year, the Village's government funds reported combined ending fund balances of \$13,818,512, an increase of \$5,677,294 in comparison with the prior year. Approximately 52.2% of this total amount, \$7,216,677 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 COVID-19 funds received as well as a catch up of the prior year of COVID-19 related expenses.
- At the end of the current fiscal year, the Unassigned Fund balance for the General Fund was \$7,216,677 or 28.4% of the total General Fund expenditures and transfers.
- The Village total bonded and bank debt increased by \$10,602,372 or 116.7% during the current fiscal year. The Village had two debt issuances. One in the amount of \$7,921,446 which included the purchase of a land for a passive park, Gary Matzner Park, and capital purchases and improvements, and a second for \$5,750,526 which included a loan payoff to take advantage of lower interest rates and further capital purchases and improvements.
- The Village received federal funding from the Cares Act of \$827,130 and has a receivable of \$213,396 for expended COVID-19 related expenditures. The Village also has a receivable of \$99,325 for COVID-19 Related expenditures from the Federal Emergency Management Agency (FEMA). The FEMA Hurricane Irma receivable is now at \$65,911 due to receipt of \$120,556 in the current year.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the Village's basic financial statements. The Village's basic financial statements 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.

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

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

VILLAGE OF PINECREST, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2021

Overview of the Financial Statements (Continued)

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, 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 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 eleven (11) 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 Public Transit, Capital Projects, six (6) non-major Special Revenue funds and a Debt Service Fund. Only the General Fund, Transportation Fund, CITT Public Transit Fund and Capital Projects Fund 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 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 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 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.

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.

VILLAGE OF PINECREST, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2021

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 \$82,129,880 at the close of the most recent fiscal year.

By far the largest portion of the Village's net position \$81,977,478 or 99.8% 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.

	Governmental Activities		Business-type Activities		Total	
	2020	2021	2020	2021	2020	2021
Current and other assets	\$ 10,001,851	\$ 16,809,506	\$ 2,191,680	\$ 2,549,542	\$ 12,193,531	\$ 19,359,048
Capital assets	83,151,654	87,493,825	7,794,676	7,825,445	90,946,330	95,319,270
Total assets	<u>93,153,505</u>	<u>104,303,331</u>	<u>9,986,356</u>	<u>10,374,987</u>	<u>103,139,861</u>	<u>114,678,318</u>
Deferred outflows of resources	<u>4,146,560</u>	<u>8,556,144</u>	-	-	<u>4,146,560</u>	<u>8,556,144</u>
Current and other liabilities	1,638,364	4,596,240	328,076	311,344	1,966,440	4,907,584
Long term bond or bank debt	<u>23,431,317</u>	<u>21,917,840</u>	-	-	<u>23,431,317</u>	<u>21,917,840</u>
Total liabilities	<u>25,069,681</u>	<u>26,514,080</u>	<u>328,076</u>	<u>311,344</u>	<u>25,397,757</u>	<u>26,825,424</u>
Deferred inflows of resources	<u>875,941</u>	<u>14,279,158</u>	-	-	<u>875,941</u>	<u>14,279,158</u>
Net investment in capital assets	74,069,654	74,152,033	7,794,676	7,825,445	81,864,330	81,977,478
Restricted	1,055,112	5,535,866	-	-	1,055,112	5,535,866
Unrestricted	<u>(3,770,323)</u>	<u>(7,621,662)</u>	<u>1,863,604</u>	<u>2,238,198</u>	<u>(1,906,719)</u>	<u>(5,383,464)</u>
Total net position	<u>\$ 71,354,443</u>	<u>\$ 72,066,237</u>	<u>\$ 9,658,280</u>	<u>\$ 10,063,643</u>	<u>\$ 81,012,723</u>	<u>\$ 82,129,880</u>

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VILLAGE OF PINECREST, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2021

Government-wide Financial Analysis (Continued)

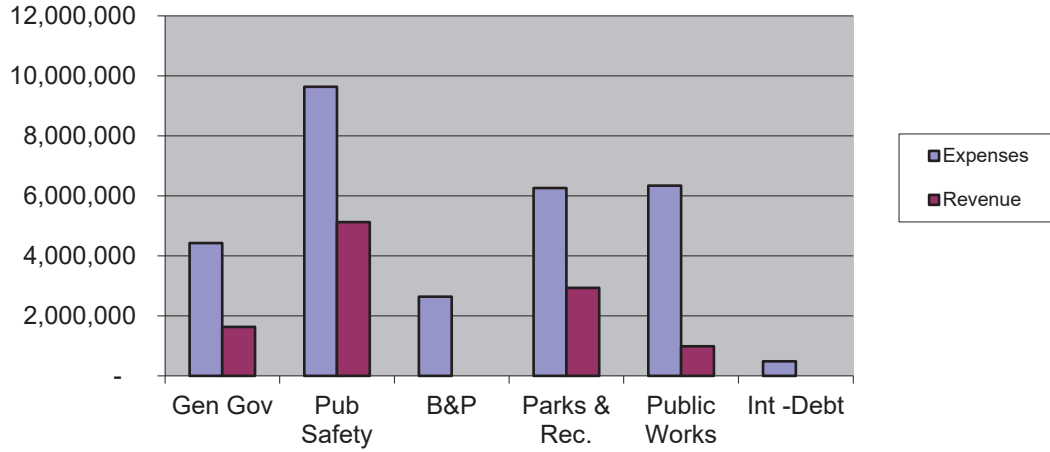
Governmental activities. Governmental activities increased the Village's net position by \$1,117,157, including \$7,896 for a prior period adjustment discussed in Note 12. Key elements in the changes in net position activity are as follows:

	Governmental Activities		Business-Type Activities		Totals	
	2020	2021	2020	2021	2020	2021
Revenues:						
Program revenues:						
Charges for services	\$ 5,698,783	\$ 7,793,829	\$ 1,202,069	\$ 1,241,362	\$ 6,900,852	\$ 9,035,191
Operating grants and contributions	633,533	2,202,645	-	-	633,533	2,202,645
Capital grants and contributions	542,584	673,895	-	-	542,584	673,895
General revenues:						
Taxes	16,268,368	17,419,962	-	-	16,268,368	17,419,962
Other	2,063,841	2,391,729	13,600	2,807	2,077,441	2,394,536
Total Revenues	<u>25,207,109</u>	<u>30,482,060</u>	<u>1,215,669</u>	<u>1,244,169</u>	<u>26,422,778</u>	<u>31,726,229</u>
Operating expenses:						
General government	4,370,432	4,423,341	-	-	4,370,432	4,423,341
Public safety	11,310,631	9,635,511	-	-	11,310,631	9,635,511
Building, planning and zoning	2,430,228	2,636,675	-	-	2,430,228	2,636,675
Parks and recreation	6,920,148	6,257,656	-	-	6,920,148	6,257,656
Public works	6,102,130	6,339,233	-	-	6,102,130	6,339,233
Interest	250,182	485,746	-	-	250,182	485,746
Stormwater	-	-	456,377	838,806	456,377	838,806
Total Expenses	<u>31,383,751</u>	<u>29,778,162</u>	<u>456,377</u>	<u>838,806</u>	<u>31,840,128</u>	<u>30,616,968</u>
Change in net position	(6,176,642)	703,898	759,292	405,363	(5,417,350)	1,109,261
Net position - beginning as previously reported	<u>77,531,085</u>	<u>71,354,443</u>	<u>8,898,988</u>	<u>9,658,280</u>	<u>86,430,073</u>	<u>81,012,723</u>
Prior period adjustment (See Note 12)	-	7,896	-	-	-	7,896
Net Position - beginning, as restated	<u>77,531,085</u>	<u>71,362,339</u>	<u>8,898,988</u>	<u>9,658,280</u>	<u>86,430,073</u>	<u>81,020,619</u>
Net position - ending	<u>\$ 71,354,443</u>	<u>\$ 72,066,237</u>	<u>\$ 9,658,280</u>	<u>\$ 10,063,643</u>	<u>\$ 81,012,723</u>	<u>\$ 82,129,880</u>

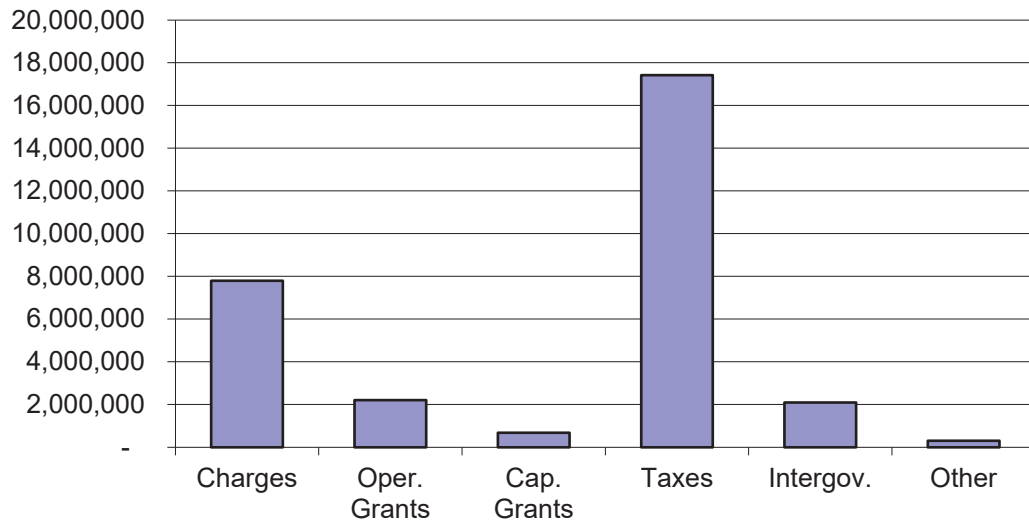
- Revenues increased by \$5,303,451 or 20.1%, while expenses decreased by \$1,223,160 or 3.8% over the prior fiscal year.
- Taxes, \$17,419,962, comprised 57.1% of the total governmental revenues, \$30,482,060 during the fiscal year. Most of this category is property taxes, \$ 11,630,934. The millage rate decreased from 2.399 to 2.351, however the tax base or property values increased. The net increase in ad valorem revenues was only \$15,045.
- Charges for services accounted for \$7,793,829 or 25.6% of total governmental revenues. This category increased by almost \$2.1 million. The building permitting fees increased by almost \$1 million over the prior year. While the Village does not have room for many new housing developments, it experienced a boom in renovation type permitting. This line item was also over budget by almost \$900,000. The parks and recreation line also experienced an increase of about \$860,000 as programs were gradually reopening as COVID-19 rates dropped.
- Operating and capital grants and contributions accounted for \$2,876,540 or 9.0% of total governmental revenues. This line increased by close to \$1.7 million. Almost \$1 million of this figure is for the COVID-19 funding from the federal government. These funds were not included in the revenue budget as their source was unknown at the time. The receivables for the COVID-19 and Hurricane Irma of \$378,634 are also included. These federal grants are one-time events to aid the community in times of an emergency.

VILLAGE OF PINECREST, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2021

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, 2021

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 \$13,818,512 an increase of \$5,677,294 or 69.7% in comparison with the prior year, \$8,141,218. Approximately 54.5% of this total amount, \$7,216,677, 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 COVID-19 pandemic coupled with a managed growth in expenses to continue the investment in infrastructure and the community.

The General Fund had an increase of \$2,135,199. This was accomplished through the excess of revenues over the expenses. The pandemic revenues of about \$1 million, the increased permitting fees due to the renovation boom of our area and an increase in community interest in park recreation were coupled with unfilled personnel positions, especially in the police and parks departments. The Transportation Fund decreased by \$268,342, as the Village continued road projects as planned above and beyond planned revenues and used reserve funds. The CITT Public Transit Fund increased by \$313,102 due to project delays from scarcity of materials. However, those projects are planned and will move forward. The Capital Projects Fund increased \$3,687,774 as capital improvements are planned with the two note proceeds funded in the current fiscal year. The Village added another park with the purchase of land for \$3.8 million and is undergoing a major improvement to an existing park, Pinecrest Gardens. This project is in process and will result in a park that is inviting to special needs and meets and exceeds ADA requirements. The nonmajor governmental funds decreased by \$190,439. The decrease was comprised of \$278,336 for the debt payment from FY20 made in FY21 offset by the impact fee funds increase pending projects in development.

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 \$7,216,677. 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 27.2% of total General Fund expenditures including transfers, while total fund balance represents 29.7% of that same amount.

- The unassigned fund balance of the Village's General Fund increased by \$2,147,214 during the current fiscal year due to the excess of revenues over expenditures previously mentioned.
- The Police expenditures were under budget by \$259,933 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, computer and radio equipment and a wellness application.
- General Government departments combined were under budget by \$18,860 due to a decrease of lobbyist expenses and not traveling to scheduled conferences.
- Public Works was under by \$61,915, caused by a drop in contractual services due to the scarcity of material and by a change in the Director position which brought about savings in the eligible vacation payout.
- Parks and Recreation was under \$136,929 due to a slow restart of the operations offered due to the Covid-19 pandemic. \$54,804 will be carried over in FY 21 for improvements to Pinecrest Gardens, a parks master plan and to cover a shortfall in the 401a funding for an employee.

The Debt Service Fund traditionally has no fund balance. The government transfers the exact amount needed for both principal and interest payments each year. This year, due to the timing of a lost and reissued check in FY20, the fund had a beginning balance for the amount of the reissued check. In the current fiscal year, the transfers in were less than the payments made in the year. This year \$3,069,600 was paid in principal and \$266,006 was paid in interest. One of the debt issuances provided for \$855,000 for the pay off a note to take advantage of lower interest rates. The fund ended with a zero balance.

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 \$1,863,604 to \$2,238,198, an increase of \$374,594. 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.

VILLAGE OF PINECREST, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2021

General Fund Budget Highlights

The budget to actual variances in the General Fund were:

- **Total Taxes, \$474,619.** \$474,619 over budgeted revenues 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.
- **Licenses and Permits, \$999,252.** \$999,252 over the budgeted revenues due to an increase in permitting fees for \$855,334. 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, \$578,779.** \$578,779 over the budgeted amount due to a larger than expected demand stemming from the removal of the stay at home orders and easing up of distancing for social interactions. The reinstatement of programming in the parks, Community Center and Pinecrest Gardens was highly successful.
- **Intergovernmental revenue, \$1,342,550.** \$1,350,204 was earned in excess of the budgeted revenues. The receipt of the FEMA Hurricane Irma funds incurred in FY 18 was \$120,556 and Cares was \$827,130. This income, was not budgeted and provided for the overage in this category.

During the year, actual revenues in were more than actual expenditures, increasing the fund balance by \$5,266,928 or \$2,072,611 when including the transfers in and out. This increased the General Fund balance from \$5,792,703 to \$7,865,314.

The amended budget had planned for expenditures over revenues of \$3,873,333.

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

- Covid-19 Emergency Protective Measures, \$416,392, reimbursable by the Cares Act
- Transfers to 911 funds for delays in funding, \$45,969
- Transfer from General Fund to Capital funds for Pinecrest Gardens Project, \$522,914
- Community Center repairs funded by 3rd party insurance, \$47,750
- Gary Matzner Park Land purchase and improvements funded by debt issuance, \$3,850,000
- Pinecrest Gardens Upper Garden Improvements, funded by debit issuance, \$1,000,000
- Potable Water Project, funded by the American Recovery Plan, \$32,126
- Attorney Fees and professional fees, \$197,225
- Clerk Sick Pay out, \$9,566
- Pinecrest Gardens Cypress Kitchen, funded by Shuttered Venue Grant, \$319,614
- Transfer to Debt Fund for FY20 payment that was voided and reissued, \$278,366
- Village Council Audiovisual system, \$39,505
- Transfer from CITT to General Fund. Repayment from FY20 CITT fund shortage due to the loss of the FDOT grant for on demand transport. Eligibility was lost due to Covid-19 when the service was halted but the vendor agreement was still in effect, \$27,000

VILLAGE OF PINECREST, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2021

General Fund Budget Highlights (Continued)

- Transfer from Transportation to CITT for invoice paid, \$51,038
- ADA Sidewalk Capital Project funded by grant, \$200,000

Capital Asset and Debt Administration

Capital assets. The Village's investment in capital assets for its governmental activities as of September 30th amounts to \$95,319,270 (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 4.8%.

- Major capital asset events during the current fiscal year included the following:
- Stormwater improvements
- Gary Matzner Park: Land purchase and improvements
- Village Council Audio Visual System
- Renovations and improvements at Pinecrest Gardens, the Community Center and various parks
- Village-wide road improvement
- Police and building and planning vehicles
- Construction in Progress
- Flagler Grove: Artificial Turf
- Pinecrest Gardens: Upper Garden Construction and Lower Garden Path Lighting

	Governmental Activities		Business-type Activities		Total	
	2020	2021	2020	2021	2020	2021
General government	\$ 5,357,717	\$ 5,325,416	\$ -	\$ -	\$ 5,357,717	\$ 5,325,416
Public safety	1,049,587	1,031,167	-	-	1,049,587	1,031,167
Building and planning	85,174	83,540	-	-	85,174	83,540
Parks	37,699,941	47,357,295	-	-	37,699,941	47,357,295
Public works	38,959,235	33,696,407	-	-	38,959,235	33,696,407
Stormwater	-	-	7,794,676	7,825,445	7,794,676	7,825,445
Totals	<u>\$ 83,151,654</u>	<u>\$ 87,493,825</u>	<u>\$ 7,794,676</u>	<u>\$ 7,825,445</u>	<u>\$ 90,946,330</u>	<u>\$ 95,319,270</u>

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 \$19,684,372.

Village of Pinecrest's Outstanding Debt

	Governmental Activities	
	2020	2021
Revenue bonds	\$ 9,082,000	\$ 19,684,372

The Village increased its total debt by \$10,602,372 or 116.7% during the current fiscal year. There are five loan issues outstanding: the Library/Community Center, \$621,000, which matures in FY 2024, Community Center/Coral Pine Park \$3,428,300, which matures in FY 2029 and a Capital Improvements loan with an outstanding balance of \$1,963,100 which matures in FY 2028. Two new loans were issued in the current fiscal year: Capital Improvements \$7,921,446 that matures in FY 2041 and Refund and Capital Improvements \$5,750,526 that matures in FY 2036. The funds from the second loan issued in FY21 were used to refund Pinecrest Gardens Improvements, \$855,000 (Series 2011B) that matured in FY 2030.

VILLAGE OF PINECREST, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2021

Capital Asset and Debt Administration (Continued)

The Series 2011B bonds carried the following bond rating:

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

This bond was refunded to take advantage of lower interest rates. Additional information on the Village's long-term debt can be found in Note 6.

Economic Factors and Next Year's Budgets and Rates

- The COVID-19 pandemic continues to be of concern, although the fiscal year 2022 budget was made with an expectation of that the Village will return to somewhat "normal" operation; yet some uncertainty still lingers.
- Property values in the Village continue to grow and have allowed the Village to keep the reduction in the millage rate from 2.399 to 2.35 from 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.

During the current fiscal year, the unassigned fund balance for governmental funds increased to \$7,534,482, which allows the Village Financial flexibility. The Village also has \$5,043,765 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, 2021

	Governmental <u>Activities</u>	Business- Type <u>Activities</u>	<u>Total</u>
<u>ASSETS</u>			
Cash and equivalents	\$ 15,099,838	\$ 2,503,940	\$ 17,603,778
Receivables, net	1,576,491	45,602	1,622,093
Prepaid items	133,177	-	133,177
Capital assets:			
Non-depreciable	25,342,614	-	25,342,614
Depreciable, net	62,151,211	7,825,445	69,976,656
Total assets	<u>104,303,331</u>	<u>10,374,987</u>	<u>114,678,318</u>
 <u>DEFERRED OUTFLOWS OF RESOURCES</u>			
OPEB	113,235	-	113,235
Pensions	2,162,985	-	2,162,985
Deferred Outflows Special Master	6,279,924	-	6,279,924
Total deferred outflows of resources	<u>8,556,144</u>	<u>-</u>	<u>8,556,144</u>
 <u>LIABILITIES</u>			
Accounts payable	1,080,689	-	1,080,689
Accrued liabilities	1,221,174	-	1,221,174
Accrued interest payable	140,994	-	140,994
Unearned revenue	155,784	311,344	467,128
Noncurrent liabilities:			
Due within one year	1,997,599	-	1,997,599
Due in more than one year	21,917,840	-	21,917,840
Total liabilities	<u>26,514,080</u>	<u>311,344</u>	<u>26,825,424</u>
 <u>DEFERRED INFLOWS OF RESOURCES</u>			
OPEB	92,266	-	92,266
Pensions	7,900,424	-	7,900,424
Deferred Inflows Special Master	6,279,924	-	6,279,924
Deferred gain on refunding	6,544	-	6,544
Total deferred inflows of resources	<u>14,279,158</u>	<u>-</u>	<u>14,279,158</u>
 <u>NET POSITION</u>			
Net investment in capital assets	74,152,033	7,825,445	81,977,478
Restricted for:			
Transportation	622,280	-	622,280
Public safety	74,763	-	74,763
General government	42,924	-	42,924
Stormwater	102,414	-	102,414
Parks	67,052	-	67,052
Capital improvements	4,626,433	-	4,626,433
Unrestricted	(7,621,662)	2,238,198	(5,383,464)
Total net position	<u>\$ 72,066,237</u>	<u>\$ 10,063,643</u>	<u>\$ 82,129,880</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, 2021

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business- Type Activities	Total
Governmental activities:						
General government	\$ 4,423,341	\$ 1,087,763	\$ 93,660	\$ (2,793,457)	\$ -	\$ (2,793,457)
Public safety	9,635,511	158,413	130,672	(4,510,951)	-	(4,510,951)
Building, planning and zoning	2,636,675	-	-	(2,636,675)	-	(2,636,675)
Public works	6,339,233	7,876	18,910	(5,355,978)	-	(5,355,978)
Parks and recreation	6,257,656	2,502,017	430,653	(3,324,986)	-	(3,324,986)
Interest on long-term debt	485,746	-	-	(485,746)	-	(485,746)
Total governmental activities	29,778,162	7,793,829	673,895	(19,107,793)	-	(19,107,793)
Business-type activities:						
Stormwater	838,806	1,241,362	-	-	402,556	402,556
Total business-type activities	838,806	1,241,362	-	-	402,556	402,556
Total primary government	30,616,968	9,035,191	673,895	(19,107,793)	402,556	(18,705,237)
General revenues:						
Property taxes, levied for general purposes				11,630,934	-	11,630,934
Franchise fees on gross receipts				1,780,987	-	1,780,987
Utilities taxes				2,586,346	-	2,586,346
Communications services tab				845,303	-	845,303
Transportation tax				435,123	-	435,123
Business tax				141,269	-	141,269
Intergovernmental, not restricted to specific programs				2,090,872	-	2,090,872
Impact fees				86,953	-	86,953
Investment earnings				15,859	2,772	18,631
Miscellaneous				198,045	35	198,080
Total general revenues, special items, and transfers				19,811,691	2,807	19,814,498
Change in net position				703,898	405,363	1,109,261
Net position - beginning, as previously reported				71,354,443	9,658,280	81,012,723
Prior period adjustment (See Note 12)				7,896	-	7,896
Net position - as restated				71,362,339	9,658,280	81,020,619
Net position - end of year				\$ 72,066,237	\$ 10,063,643	\$ 82,129,880

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

VILLAGE OF PINECREST, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2021

	Major Funds					Total Governmental Funds
	General Fund	Transportation Fund	CITT Public Transit Fund	Capital Projects Fund	Nonmajor Governmental Funds	
ASSETS						
Cash and cash equivalents	\$ 8,622,629	\$ 159,984	\$ 405,596	\$ 5,660,646	\$ 250,983	\$ 15,099,838
Receivables, net	1,279,091	39,163	221,737	-	36,500	1,576,491
Prepaid items	133,177	-	-	-	-	133,177
Total assets	<u>10,034,897</u>	<u>199,147</u>	<u>627,333</u>	<u>5,660,646</u>	<u>287,483</u>	<u>16,809,506</u>
DEFERRED OUTFLOWS OF RESOURCES						
Special masters violations	6,279,924	-	-	-	-	6,279,924
Total deferred outflows of resources	<u>6,279,924</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,279,924</u>
Total assets and deferred outflows of resources	<u>\$ 16,314,821</u>	<u>\$ 199,147</u>	<u>\$ 627,333</u>	<u>\$ 5,660,646</u>	<u>\$ 287,483</u>	<u>\$ 23,089,430</u>
LIABILITIES						
Accounts payable	\$ 413,991	\$ 22,800	\$ 26,687	\$ 616,881	\$ 330	\$ 1,080,689
Accrued liabilities	1,221,174	-	-	-	-	1,221,174
Unearned revenue	155,784	-	-	-	-	155,784
Total liabilities	<u>1,790,949</u>	<u>22,800</u>	<u>26,687</u>	<u>616,881</u>	<u>330</u>	<u>2,457,647</u>
DEFERRED INFLOWS OF RESOURCES						
Special masters violations	6,279,924	-	-	-	-	6,279,924
Unavailable revenue	378,634	-	154,713	-	-	533,347
Total deferred inflows of resources	<u>6,658,558</u>	<u>-</u>	<u>154,713</u>	<u>-</u>	<u>-</u>	<u>6,813,271</u>
FUND BALANCES						
Nonspendable:						
Prepaid expenses	133,177	-	-	-	-	133,177
Restricted for:						
Transportation	-	176,347	445,933	-	-	622,280
Public safety	-	-	-	-	74,763	74,763
General government	-	-	-	-	42,924	42,924
Stormwater	-	-	-	-	102,414	102,414
Parks	-	-	-	-	67,052	67,052
Capital improvements	-	-	-	4,626,433	-	4,626,433
Assigned for:						
Health care	317,805	-	-	-	-	317,805
Capital improvements	197,655	-	-	417,332	-	614,987
Unassigned:						
Unassigned	7,216,677	-	-	-	-	7,216,677
Total fund balances	<u>7,865,314</u>	<u>176,347</u>	<u>445,933</u>	<u>5,043,765</u>	<u>287,153</u>	<u>13,818,512</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 16,314,821</u>	<u>\$ 199,147</u>	<u>\$ 627,333</u>	<u>\$ 5,660,646</u>	<u>\$ 287,483</u>	<u>\$ 23,089,430</u>

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, 2021

Fund balances - total government funds (Page 14) \$ 13,818,512

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

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

Governmental capital assets	236,798,217	
Less accumulated depreciation	<u>(149,304,392)</u>	87,493,825

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.

Bonds payable	(19,684,372)	
Net pension liability	(3,319,104)	
Total OPEB liability	(276,557)	
Deferred gain on refunding	(6,544)	
Deferred outflows of resources - pension	2,162,985	
Deferred inflows of resources - pension	(7,900,424)	
Deferred outflows of resources - OPEB	113,235	
Deferred inflows of resources - OPEB	(92,266)	
Revenue collected outside of period of availability	<u>533,347</u>	(28,469,700)

Certain liabilities are not due and payable in the current period and therefore are not reported in the funds.

Accrued interest payable	(140,994)	
Compensated absences	<u>(635,406)</u>	<u>(776,400)</u>

Net position of governmental activities (Page 12) \$ 72,066,237

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, 2021

	Major Funds					Total Governmental Funds
	General Fund	Transportation Fund	CITT Public Transit Fund	Capital Projects Fund	Nonmajor Governmental Funds	
REVENUES:						
Taxes	\$ 16,984,839	\$ 435,123	\$ -	\$ -	\$ -	\$ 17,419,962
Licenses and permits	3,234,252	-	-	-	163,424	3,397,676
Intergovernmental revenues	3,649,170	18,910	801,756	50,000	61,054	4,580,890
Charges for services	3,116,839	-	-	-	-	3,116,839
Fines and forfeitures	1,425,717	-	-	-	19,220	1,444,937
Investment earnings	11,952	400	156	3,328	23	15,859
Miscellaneous	161,592	-	-	47,749	-	209,341
Total revenues	<u>28,584,361</u>	<u>454,433</u>	<u>801,912</u>	<u>101,077</u>	<u>243,721</u>	<u>30,185,504</u>
EXPENDITURES:						
Current:						
General government	4,308,327	-	-	-	-	4,308,327
Public safety	9,435,625	-	-	-	158,164	9,593,789
Emergency and disaster relief	416,391	-	-	-	-	416,391
Building, planning and zoning	2,595,413	-	-	-	-	2,595,413
Public works	703,518	342,200	278,581	-	-	1,324,299
Parks and recreation	5,323,211	-	-	-	-	5,323,211
Debt service:						
Principal	-	-	-	-	3,069,600	3,069,600
Interest and other charges	-	-	-	86,972	266,006	352,978
Capital outlay	534,948	339,107	144,015	10,107,184	78,816	11,204,070
Total expenditures	<u>23,317,433</u>	<u>681,307</u>	<u>422,596</u>	<u>10,194,156</u>	<u>3,572,586</u>	<u>38,188,078</u>
Excess (deficiency) of revenues over expenditures	<u>5,266,928</u>	<u>(226,874)</u>	<u>379,316</u>	<u>(10,093,079)</u>	<u>(3,328,865)</u>	<u>(8,002,574)</u>
OTHER FINANCING SOURCES (USES):						
Proceeds from long-term debt	-	-	-	12,816,972	855,000	13,671,972
Transfers in	27,000	-	48,880	963,881	2,283,426	3,323,187
Transfers out	(3,221,317)	(74,870)	(27,000)	-	-	(3,323,187)
Total other financing sources and uses	<u>(3,194,317)</u>	<u>(74,870)</u>	<u>21,880</u>	<u>13,780,853</u>	<u>3,138,426</u>	<u>13,671,972</u>
Net change in fund balances	<u>2,072,611</u>	<u>(301,744)</u>	<u>401,196</u>	<u>3,687,774</u>	<u>(190,439)</u>	<u>5,669,398</u>
Fund balances - beginning, as previously reported	5,730,115	444,689	132,831	1,355,991	477,592	8,141,218
Prior period adjustment (See Note 12)	62,588	33,402	(88,094)	-	-	7,896
Fund balances - beginning, as restated	<u>5,792,703</u>	<u>478,091</u>	<u>44,737</u>	<u>1,355,991</u>	<u>477,592</u>	<u>8,149,114</u>
Fund balances - ending	<u>\$ 7,865,314</u>	<u>\$ 176,347</u>	<u>\$ 445,933</u>	<u>\$ 5,043,765</u>	<u>\$ 287,153</u>	<u>\$ 13,818,512</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, 2021

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 16)		\$ 5,669,398
<p>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.</p>		
Capital outlay	11,204,070	
Less: Items not meeting the threshold for capitalization	(40,994)	
Less: Loss on disposal of capital assets	(2,003)	
Less current year depreciation	<u>(6,818,902)</u>	4,342,171
<p>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.</p>		
Proceeds from issuance of debt	(13,671,972)	
Principal payments	<u>3,069,600</u>	(10,602,372)
<p>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.</p>		
Change in compensated absences		(5,714)
Change in accrued interest		(126,471)
Amortization of deferred charge and gain on refunding		(6,297)
OPEB expense		(12,159)
Pension expense		1,148,787
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.		296,555
Change in net position of governmental activities (Page 13)		<u>\$ 703,898</u>

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, 2021

	<u>Stormwater Fund</u>
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 2,503,940
Accounts receivable	45,602
Total current assets	2,549,542
Non-current assets:	
Capital assets:	
Capital assets, depreciable, net	7,825,445
Total non-current assets	7,825,445
Total assets	\$ 10,374,987
 LIABILITIES	
Current liabilities:	
Unearned revenue	\$ 311,344
Total liabilities	311,344
 NET POSITION	
Investment in capital assets	7,825,445
Unrestricted	2,238,198
Total net position	\$ 10,063,643

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, 2021

	Stormwater Fund
Operating revenues:	
Charges for services	\$ 1,241,362
Total operating revenues	1,241,362
Operating expenses:	
Cost of sales	637,803
Depreciation	201,003
Total Operating Expenses	838,806
Operating income	402,556
Non-operating revenues:	
Investment earnings	2,772
Miscellaneous revenue	35
Total non-operating revenue	2,807
Income before contributions and transfers	405,363
Change in net position	405,363
Total net position - beginning of year	9,658,280
Total net position - ending of year	\$ 10,063,643

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, 2021

	<u>Stormwater</u>
Cash flows from operating activities:	
Cash received from customers	\$ 1,267,898
Cash paid to suppliers for goods and services	<u>(660,621)</u>
Net cash provided by operating activities	<u>607,277</u>
Cash flows from capital and related financing activities:	
Acquisition and construction of capital assets	<u>(231,772)</u>
Net cash used in capital and related financing activities	<u>(231,772)</u>
Cash flows from investing activities	
Interest received	<u>2,807</u>
Net cash provided by investing activities	<u>2,807</u>
Net change in Cash	378,312
Cash and cash equivalents, beginning of year	<u>2,125,628</u>
Cash and cash equivalents, end of year	<u><u>\$ 2,503,940</u></u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:	
Operating income (loss)	<u>\$ 402,556</u>
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:	
Depreciation	201,003
Change in operating assets and liabilities:	
Accounts receivable	20,450
Accounts payable	(22,818)
Unearned revenue	<u>6,086</u>
Net cash provided by operating activities	<u><u>\$ 607,277</u></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, 2021

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, 2021

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 30 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.

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. The primary sources of revenue are intergovernmental grants from a portion of the gasoline sales tax and a Miami-Dade County share of a half cent sales tax to be used for non-public transportation.

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

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.

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.
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

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

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 – 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 position 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 position 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.

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 on properties subject to enforcement measures. The balance for total violations under the Special Masters process on September 30, 2021 is approximately \$6,280,000.

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.

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

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 – 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, 2021, was 2.399 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.

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, 2021.

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.

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

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)

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.

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, 2021, 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.

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

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 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.

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, 2021:

Investment	Fair Value
Florida Prime	\$ 6,371,038

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 2 – DEPOSITS AND INVESTMENTS (CONTINUED)

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 49 days. The weighted average life (WAL) of Florida PRIME is 64 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. 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, 2021, 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 are exempt from Concentration and Interest Rate Risk disclosures.

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.

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 3 – RECEIVABLES

As of September 30, 2021, receivables for the Village's individual major and nonmajor funds, in the aggregate including applicable allowances for uncollectible accounts, are as follows:

	General Fund	Transportation Fund	CITT		Nonmajor Governmental Funds	Stormwater Fund	Total
			Public Transit Fund				
Receivables							
Intergovernmental	\$ 585,685	\$ 39,163	\$ 221,737		\$ 36,339	-	\$ 882,924
Franchise and utility	635,396	-	-		-	-	635,396
Ad-valorem taxes	36,172	-	-		-	-	36,172
Fines	6,421	-	-		161	-	6,582
Accounts	1,600	-	-		-	45,602	47,202
Other	29,932	-	-		-	-	29,932
Allowance for uncollectible accounts	(16,115)	-	-		-	-	(16,115)
	<u>\$ 1,279,091</u>	<u>\$ 39,163</u>	<u>\$ 221,737</u>		<u>\$ 36,500</u>	<u>\$ 45,602</u>	<u>\$ 1,622,093</u>

Total unearned revenues as of September 30, 2021, are as follows:

Occupational taxes collected in advance	\$ 108,284
Sponsorships collected in advance	47,500
Stormwater utility charges collected in advance	311,344
	<u>\$ 467,128</u>

NOTE 4 – CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2021, was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 16,959,440	\$ 3,822,725	\$ -	\$ 20,782,165
Construction in progress	60,514	4,560,449	(60,514)	4,560,449
Total capital assets, not being depreciated	<u>17,019,954</u>	<u>8,383,174</u>	<u>(60,514)</u>	<u>25,342,614</u>
Capital assets, being depreciated:				
Buildings	28,256,519	-	-	28,256,519
Improvements other than buildings	11,559,300	1,162,314	(12,141)	12,709,473
Machinery and equipment	5,718,486	633,546	(42,673)	6,309,359
Computer software	274,711	58,607	-	333,318
Infrastructure	162,848,844	998,090	-	163,846,934
Total capital assets, being depreciated	<u>208,657,860</u>	<u>2,852,557</u>	<u>(54,814)</u>	<u>211,455,603</u>
Less accumulated depreciation for:				
Buildings	(6,865,927)	(665,624)	-	(7,531,551)
Improvements other than buildings	(5,798,943)	(606,773)	-	(6,405,716)
Machinery and equipment	(4,199,648)	(509,815)	40,670	(4,668,793)
Computer software	(251,010)	(8,861)	-	(259,871)
Infrastructure	(125,410,632)	(5,027,829)	-	(130,438,461)
Total accumulated depreciation	<u>(142,526,160)</u>	<u>(6,818,902)</u>	<u>40,670</u>	<u>(149,304,392)</u>
Total capital assets, being depreciated, net	<u>66,131,700</u>	<u>(3,966,345)</u>	<u>(14,144)</u>	<u>62,151,211</u>
Governmental activities capital assets, net	<u>\$ 83,151,654</u>	<u>\$ 4,416,829</u>	<u>\$ (74,658)</u>	<u>\$ 87,493,825</u>

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 4 – CAPITAL ASSETS (CONTINUED)

	Beginning Balance	Additions	Deletions	Ending Balance
Business-type activities:				
Capital assets, being depreciated:				
Infrastructure	\$ 10,593,478	\$ 231,772	\$ -	\$ 10,825,250
Total capital assets being depreciated	<u>10,593,478</u>	<u>231,772</u>	<u>-</u>	<u>10,825,250</u>
Less accumulated depreciation for:				
Infrastructure	(2,798,802)	(201,003)	-	(2,999,805)
Total accumulated depreciation	<u>(2,798,802)</u>	<u>(201,003)</u>	<u>-</u>	<u>(2,999,805)</u>
Total capital assets, being depreciated, net	7,794,676	30,769	-	7,825,445
Business-type activities capital assets, net	<u>\$ 7,794,676</u>	<u>\$ 30,769</u>	<u>\$ -</u>	<u>\$ 7,825,445</u>

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

Governmental Activities:	
General Government	\$ 224,311
Public Safety	366,089
Public Works	5,064,656
Building and Planning	20,897
Parks & Recreation	<u>1,142,949</u>
Total depreciation expense - governmental activities	<u>\$ 6,818,902</u>
Business-Type Activities:	
Stormwater utility	<u>\$ 201,003</u>
Total depreciation expense - business-type activities	<u>\$ 201,003</u>

NOTE 5 – INTERFUND TRANSFERS

The composition of interfund transfers as of September 30, 2021, is as follows:

Transfers Out	Transfers In	Amount	Purpose
General Fund	Debt Service Fund	\$ 2,176,250	To provide debt service funds
General Fund	Capital Projects Fund	963,881	To provide capital funds
General Fund	Hardwire Fund	54,457	To provide operational funds
General Fund	Wireless Fund	22,981	To provide operational funds
General Fund	Prepaid Fund	3,748	To provide operational funds
Total General Fund		<u>\$ 3,221,317</u>	
CITT Public Transit Fund	General Fund	<u>\$ 27,000</u>	To provide operational funds
Transportation Fund	CITT Public Transit Fund	\$ 48,880	To provide operational funds
Transportation Fund	Debt Service Fund	25,990	To provide debt service funds
Total Transportation Fund		<u>\$ 74,870</u>	

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 6 – LONG-TERM DEBT

The Village has five debt issues outstanding at September 30, 2021, 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 2014 is for refunding the construction costs of the Library/Community Center at Pinecrest Gardens, \$3,075,000 and bears interest at 2.10%. 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 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.

The 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.

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.

Maturities of these direct borrowings are as follows:

Year ending September 30,	Principal	Interest	Total
2022	\$ 1,449,627	\$ 541,691	\$ 1,991,318
2023	1,585,757	406,382	1,992,139
2024	1,621,557	370,864	1,992,421
2025	1,443,225	333,056	1,776,281
2026	1,476,163	300,491	1,776,654
2027-2031	5,872,321	1,007,437	6,879,758
2032-2036	3,891,273	501,092	4,392,365
2037-2041	2,344,449	145,927	2,490,376
	<u>\$ 19,684,372</u>	<u>\$ 3,606,940</u>	<u>\$ 23,291,312</u>

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 6 – LONG-TERM DEBT (CONTINUED)

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	\$ 9,082,000	\$ 13,671,972	\$ (3,069,600)	\$ 19,684,372	\$ 1,449,627
Total OPEB liability	305,958	16,835	(46,236)	276,557	-
Net pension liability	13,413,667	-	(10,094,563)	3,319,104	7,877
Compensated absences	629,692	777,189	(771,475)	635,406	540,095
Total governmental activities	<u>\$23,431,317</u>	<u>\$14,465,996</u>	<u>\$(13,981,874)</u>	<u>\$23,915,439</u>	<u>\$ 1,997,599</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.

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:

	General Fund	Transportation Fund	CITT Public Transit Fund	Capital Projects Fund	Nonmajor Governmental Funds	Total
Payables:						
Payroll	\$ 620,055	\$ -	\$ -	\$ -	\$ -	\$ 620,055
Vendors	413,991	22,800	26,687	616,881	330	1,080,689
Security deposits	274,937	-	-	-	-	274,937
Other	326,182	-	-	-	-	326,182
Total payables	<u>\$ 1,635,165</u>	<u>\$ 22,800</u>	<u>\$ 26,687</u>	<u>\$ 616,881</u>	<u>\$ 330</u>	<u>\$ 2,301,863</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 \$722,843. Employee contributions were \$380,087 for the fiscal year ended September 30, 2021.

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, 2021, the Village made no contributions and employees contributed \$463,298. 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.

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

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

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.

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 9 – RETIREMENT PLAN (CONTINUED)

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, 2020 through June 30, 2021, and from July 1, 2021 through September 30, 2021, respectively, were as follows: Regular Class – 10.00% and 10.82%; Senior Management – 27.29% and 29.01%; and DROP participants – 16.98% and 18.34%. These employer contribution rates do not include the 1.66% HIS Plan subsidy for the periods October 1, 2020 through June 30, 2021, and from July 1, 2021 through September 30, 2021, respectively.

The Village's contributions, including employee contributions, to the Pension Plan totaled \$928,571 for the fiscal year ended September 30, 2021.

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

At September 30, 2021, the Village reported a liability of \$1,841,231 for its proportionate share of the Pension Plan's net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2020. The Village's proportion of the net pension liability was based on a projection of the Village's 2020-2021 fiscal year contributions relative to the 2020-2021 fiscal year contributions of all participating members. At June 30, 2021, the Village's proportion was 0.0244%, which was a decrease from its proportion measured as of June 30, 2020, of 0.0277%.

For the fiscal year ended September 30, 2021, the Village recognized pension expense of \$(230,260). 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	\$ 315,590	\$ -
Change of assumptions	1,259,862	-
Net difference between projected and actual earnings on FRS pension plan investments	-	6,423,594
Changes in proportion and differences between the Village FRS contributions and proportionate share of contributions	59,050	1,315,577
Village FRS pension plan contributions subsequent to the measurement date	264,164	-
Total	<u>\$ 1,898,666</u>	<u>\$ 7,739,171</u>

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 9 – RETIREMENT PLAN (CONTINUED)

The deferred outflows of resources related to the Pension Plan, totaling \$264,164 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, 2021. 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:

Fiscal Year Ending September 30	Deferred outflows/(inflows), net
2022	\$ (1,123,347)
2023	(1,306,759)
2024	(1,632,539)
2025	(1,925,466)
2026	(116,558)
Thereafter	-

Actuarial assumptions

The total pension liability in the June 30, 2021, 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:	6.80%, 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.

The actuarial assumptions used in the July 1, 2021, 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%	2.1%	2.1%	1.1%
Fixed income	20.0%	3.8%	3.7%	3.3%
Global equity	54.2%	8.2%	6.7%	17.8%
Real estate	10.3%	7.1%	6.2%	13.8%
Private equity	10.8%	11.7%	8.5%	26.4%
Strategic investments	3.7%	5.7%	5.4%	8.4%
	100%			
Assumed inflation-mean			2.4%	1.2%

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

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 9 – RETIREMENT PLAN (CONTINUED)

Discount rate

The discount rate used to measure the total pension liability was 6.80%. 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 6.80%, 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 5.80%	Current Discount Rate 6.80%	1% Increase 7.80%
Village's proportionate share of the net pension liability	\$ 8,234,110	\$ 1,841,231	\$ (3,502,499)

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, 2021, 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, 2021.

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, 2021, 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, 2020 through September 30, 2021, was 1.66%. The Village contributed 100% of its statutorily required contributions for the current and preceding three years. HIS Plan contribution 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 \$70,818 for the current year.

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 9 – RETIREMENT PLAN (CONTINUED)

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

At September 30, 2021, the Village reported a liability of \$1,477,873 for its proportionate share of the HIS Plan's net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2020. The Village's proportionate share of the net pension liability was based on the Village's 2020-2021 fiscal year contributions relative to the 2020-2021 fiscal year contributions of all participating members. At June 30, 2021, the Village's proportionate share was 0.0120%, which was an increase from its proportionate share measured as of June 30, 2020, of 0.0116%.

For the fiscal year ended September 30, 2021, the Village recognized pension expense of \$104,927. 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	\$ 49,453	\$ 619
Change of assumptions	116,128	60,892
Net difference between projected and actual earnings on HIS investments	1,541	-
Changes in proportion and differences between the Village HIS contributions and proportionate share of contributions	78,180	99,742
Village HIS contributions subsequent to the measurement date	19,017	-
Total	<u>\$ 264,319</u>	<u>\$ 161,253</u>

The deferred outflows of resources related to the HIS Plan, totaling \$19,017 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, 2021. 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:

<u>Fiscal Year Ending September 30</u>	<u>Deferred outflows/(inflows), net</u>
2022	\$ 28,141
2023	7,678
2024	12,134
2025	12,138
2026	18,089
Thereafter	5,869

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 9 – RETIREMENT PLAN (CONTINUED)

The total pension liability in the July 1, 2021, 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 BB tables.

The actuarial assumptions used in the July 1, 2021, valuation were based on the results of an actuarial experience study for the period July 1, 2013 through June 30, 2018.

Discount rate

The discount rate used to measure the total pension liability was 2.16%. 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 1.16%	Current Discount Rate 2.16%	1% Increase 3.16%
Village's proportionate share of the net pension liability	\$ 1,708,564	\$ 1,477,873	\$ 1,288,873

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, 2021, 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, 2021.

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	\$ 1,841,231	\$ 1,477,873	\$ 3,319,104
Deferred outflows of resources	1,898,666	264,319	2,162,985
Deferred inflows of resources	7,739,171	161,253	7,900,424
Pension expense/expenditure	(230,260)	104,927	(125,333)

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

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.

Membership in the plan consisted of the following at September 30, 2021:

Retirees and beneficiaries currently receiving benefits	2
Inactive plan members entitled to but not yet receiving benefits	-
Active employees	129
Total	131

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, 2020 and was determined by an actuarial valuation as of October 1, 2019, 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, 2019, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation Rate:	Same as Healthcare Cost Trend Rates
Salary Increase:	3.00%
Discount Rate:	2.14%
Initial Trend Rate:	6.50%
Ultimate Trend Rate:	5.00% by 2022/2023
Participation Rate:	10%

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 10 – OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

For general employees, mortality rates were based on the PUB-2010 mortality tables. For female lives, 100% of the white-collar table was used. For male lives, a 50% white collar table, 50% blue collar table blend was used. All tables include fully generational adjustments for mortality improvements using improvement scale BB. For disabled lives, mortality rates were based on the PUB-2010 sex-distinct disabled mortality tables with female lives set forward two years, male lives set back four years. Disabled mortality has not been adjusted for mortality improvements.

Discount rate

Given the Village's decision not to fund the program, all future benefit payments were discounted using a municipal bond rate of 2.14%.

Changes in the total OPEB liability for the Village for the year ended September 30, 2021, were as follows:

	Total OPEB Liability
Balance at 9/30/2020	\$ 305,958
Changes for the year:	
Service cost	25,501
Expected interest growth	6,926
Demographic experience	(24,308)
Benefit payments and refunds	(15,695)
Assumption changes	(21,825)
Net changes	(29,401)
Balance at 9/30/2021	\$ 276,557

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 (1.14%) or 1-percentage-point higher (3.14%) than the current discount rate:

	1% Decrease (1.14%)	Current Discount Rate Assumption (2.14%)	1% Increase (3.14%)
Total OPEB liability	\$ 302,255	\$ 276,557	\$ 253,804

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 10 – OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

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 (6.50% graded down to 5.00%)	1% Trend Increase
Total OPEB liability	\$ 245,427	\$ 276,557	\$ 314,094

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, 2021, 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, 2021, the Village recognized OPEB expense of \$16,835. At September 30, 2021, 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	\$ 40,603	\$ 29,054
Change of assumptions	53,256	63,212
Village contributions subsequent to the measurement date	19,376	-
Net changes	\$ 113,235	\$ 92,266

The deferred outflows of resources related to the OPEB Plan, totaling \$19,376 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, 2021. 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	Amount
September 30:	
2022	\$ 103
2023	103
2024	103
2025	103
2026	103
Thereafter	1,078

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

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.

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 \$1,630,409 to the Village for the fiscal year ending September 30, 2021. 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 \$801,756 to the Village for the fiscal year ending September 30, 2021, 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*.

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 11 – COMMITMENTS AND CONTINGENCIES (CONTINUED)

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:	
CRS Project, Building & Planning	\$ 7,412
Ammunition, Police	3,039
Marketing Materials, Police	16,156
License Plate Reader, Police	2,617
Generator, Police	8,142
Radio Antenna Install, Police	1,415
Air Filters, Police	1,920
Patrol Bicycle, Police	1,125
Radio Equipment, Police	5,377
Computer Equipment, Police	8,531
CSA Dodge Ram Vehicle Wrap, Police	1,750
Ice Machine, Police	6,821
Wellness Application, Police	15,000
401a Employer Contribution, HR	28,350
Master Plan, Parks	90,000
Total General Fund Carryovers	\$ 197,655
Capital Fund:	
License Plate Reader	\$ 330,963
Monument Sign	205,000
Middle School Basketball Court	30,000
Gary Matzner Park Improvements	27,275
Community Center	7,854
Greer Park Improvements	407,456
Coral Pine Park Improvements	2,500,100
Flagler Grove Park Improvements	396,893
Pinecrest Gardens Improvements	3,009,178
Total Capital Fund Carryovers	\$ 6,914,719

VILLAGE OF PINECREST, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2021

NOTE 12 – PRIOR PERIOD ADJUSTMENTS

During the fiscal year ended September 30, 2021, the net position of the Government-Wide Governmental Activities Business-Type Activities and Utility Fund have been adjusted to correct revenues State and County revenues, accounts receivable, and unavailable revenues. In addition, the opening fund balance of the General Fund, the Transportation Fund, and the CITT Public Transit Fund were restated at the fund level of the governmental funds.

	Government-Wide Financial Statements Governmental Activities			
Net position, beginning, as previously reported	\$	71,354,443		
Correction of corresponding State and County receivables, revenues, and unavailable revenues		7,896		
Net position - beginning, as restated	\$	71,362,339		
		Fund Financial Statements		
		General Fund	Building Fees Fund	CITT Public Transit Fund
Fund balances - beginning, as previously reported	\$	5,730,115	\$ 444,689	\$ 132,831
Correction of accrual for State related revenues and receivables		62,588	33,402	-
Correction of accrual for County related revenues, receivables, and unavailable revenues		-	-	(88,094)
Fund balances - beginning, as restated	\$	5,792,703	\$ 478,091	\$ 44,737

NOTE 13 – SUBSEQUENT EVENTS

On October 19, 2021, the Village amended and restated a final assessment resolution 2021-75 impacting the Potable Water Improvements Project. The special assessment imposed by the Village will share the cost of the project including but not limited to, the acquisition, design, construction and installation of potable water mains and water distribution facilities within the incorporated area of the Village, as described in Section 1.3 of the Village Charter. The remaining funding for the project will be provided from debt proceeds through the issuance of new debt during the fiscal year ending September 30, 2022.

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF PINECREST, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive/(Negative)
	Original	Final		
Revenues:				
Ad valorem taxes	\$ 11,757,635	\$ 11,757,635	\$ 11,630,934	\$ (126,701)
Franchise fees	1,377,780	1,377,780	1,780,987	403,207
Utility taxes	2,535,000	2,535,000	2,586,346	51,346
Communications services tax	729,305	729,305	845,303	115,998
Business tax	110,500	110,500	141,269	30,769
Total taxes	<u>16,510,220</u>	<u>16,510,220</u>	<u>16,984,839</u>	<u>474,619</u>
Licenses and permits	2,235,000	2,235,000	3,234,252	999,252
Intergovernmental revenue	2,306,620	2,306,620	3,649,170	1,342,550
Charges for services	2,538,060	2,538,060	3,116,839	578,779
Fines and forfeitures	1,487,100	1,487,100	1,425,717	(61,383)
Investment earnings	130,000	130,000	11,952	(118,048)
Miscellaneous revenues	162,500	162,500	161,592	(908)
Total revenues	<u>25,369,500</u>	<u>25,369,500</u>	<u>28,584,361</u>	<u>3,214,861</u>
Expenditures:				
Current				
General government				
Village council	170,095	204,095	179,608	24,487
Village manager	779,345	779,345	792,470	(13,125)
Village clerk	399,580	409,146	419,367	(10,221)
Finance department	378,930	387,930	375,145	12,785
Village attorney	445,000	618,225	618,225	-
General government	1,418,245	1,466,245	1,463,729	2,516
Information technology	513,295	513,295	510,877	2,418
Total general government	<u>4,104,490</u>	<u>4,378,281</u>	<u>4,359,421</u>	<u>18,860</u>
Public safety - police	9,954,530	10,144,630	9,884,697	259,933
Emergency and disaster relief	-	416,392	416,391	1
Building, planning and zoning	2,620,485	2,620,485	2,615,778	4,707
Public works	765,470	765,470	703,555	61,915
Parks and recreation	5,440,825	5,474,520	5,337,591	136,929
Total expenditures	<u>22,885,800</u>	<u>23,799,778</u>	<u>23,317,433</u>	<u>482,345</u>
Excess (deficiency) of revenues over expenditures	<u>2,483,700</u>	<u>1,569,722</u>	<u>5,266,928</u>	<u>3,697,206</u>
Other financing sources (uses):				
Transfers in	-	-	27,000	27,000
Transfers out	(2,483,690)	(3,370,444)	(3,221,317)	149,127
Total other financing sources (uses)	<u>(2,483,690)</u>	<u>(3,370,444)</u>	<u>(3,194,317)</u>	<u>176,127</u>
Revenues over (under) expenditures and other financing sources (uses)	10	(1,800,722)	2,072,611	3,873,333
Fund balance appropriated	(10)	1,800,722	-	(1,800,722)
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>2,072,611</u>	<u>\$ 2,072,611</u>
Fund balance - beginning, as restated (See Note 12)			<u>5,792,703</u>	
Fund balance - ending			<u>\$ 7,865,314</u>	

See notes to budgetary comparison schedule.

VILLAGE OF PINECREST, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - TRANSPORTATION FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Transportation taxes	\$ 423,385	\$ 423,385	\$ 435,123	\$ 11,738
Investment earnings	-	-	18,910	18,910
Miscellaneous revenues	<u>12,000</u>	<u>12,000</u>	<u>400</u>	<u>(11,600)</u>
Total revenues	<u>435,385</u>	<u>435,385</u>	<u>454,433</u>	<u>11,738</u>
Expenditures:				
Current:				
Public works	429,085	439,035	342,200	96,835
Capital outlay:				
Public works	<u>476,000</u>	<u>476,000</u>	<u>339,107</u>	<u>136,893</u>
Total expenditures	<u>905,085</u>	<u>915,035</u>	<u>681,307</u>	<u>233,728</u>
Excess (deficiency) of revenues over expenditures	<u>(469,700)</u>	<u>(479,650)</u>	<u>(226,874)</u>	<u>252,776</u>
Other financing sources (uses) :				
Transfers out	<u>(25,990)</u>	<u>(74,870)</u>	<u>(74,870)</u>	<u>-</u>
Total other financing sources (uses)	<u>(25,990)</u>	<u>(74,870)</u>	<u>(74,870)</u>	<u>-</u>
Revenues over (under) expenditures and other financing sources (uses)	(495,690)	(554,520)	(301,744)	252,776
Fund balance appropriated	<u>495,690</u>	<u>554,520</u>	<u>-</u>	<u>(554,520)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>(301,744)</u>	<u>\$ (301,744)</u>
Fund balance - beginning, as restated (See Note 12)			<u>478,091</u>	
Fund balance - ending			<u>\$ 176,347</u>	

See notes to budgetary comparison schedule.

VILLAGE OF PINECREST, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE - CITT PUBLIC TRANSIT FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental revenue	\$ 831,098	\$ 831,098	\$ 801,756	\$ (29,342)
Investment earnings	3,000	3,000	156	(2,844)
Total revenues	834,098	834,098	801,912	(29,342)
Expenditures:				
Current:				
Public works	360,980	360,980	278,581	82,399
Capital outlay:				
Public works	420,000	420,000	144,015	275,985
Total expenditures	780,980	780,980	422,596	358,384
Excess (deficiency) of revenues over expenditures	53,118	53,118	379,316	326,198
Other financing sources (uses) :				
Transfers in	-	-	48,880	48,880
Transfers out	-	-	(27,000)	(27,000)
Total other financing sources (uses)	-	-	21,880	21,880
Revenues over (under) expenditures and other financing sources (uses)	53,118	53,118	401,196	348,078
Fund balance appropriated	(53,118)	(53,118)	-	53,118
Net change in fund balance	\$ -	\$ -	401,196	\$ 401,196
Fund balance - beginning, as restated (See Note 12)			44,737	
Fund balance - ending			\$ 445,933	

See notes to budgetary comparison schedule.

VILLAGE OF PINECREST, FLORIDA
NOTES TO BUDGETARY COMPARISON SCHEDULES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

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 \$321,290 during the fiscal year ended September 30, 2021.
- 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.

NOTE 2 – RECONCILIATION OF BUDGETED AND ACTUAL RESULTS

For the year ended September 30, 2021, expenditures exceeded appropriations in the following:

General Fund - Village manager	\$	13,125
General Fund - Village clerk		10,221

These unfavorable variances were caused by unbudgeted costs related to unforeseen circumstances and occurrences during the year and were covered by revenues in excess of budget and unassigned fund balance.

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, 2021

Reporting period ending Measurement date	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 FRS net pension liability	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	\$ 1,841,231	\$ 11,988,695	\$ 9,576,699	\$ 9,549,770	\$ 9,487,370	\$ 7,871,188	\$ 3,608,378	\$ 1,728,668
Village's covered payroll	\$ 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	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	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, 2021

Reporting period ending Measurement date Contractually required FRS contribution	9/30/2021	9/30/2020	9/30/2019	9/30/2018	9/30/2017	9/30/2016	9/30/2015	9/30/2014
	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>(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	\$ 4,310,365	\$ 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	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, 2021

Reporting period ending Measurement date	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	0.012048%	0.011589%	0.011957%	0.013136%	0.012697%	0.012216%	0.012164%	0.012125%
Village's proportionate share of the HIS net pension liability	\$ 1,477,873	\$ 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	\$ 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	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	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, 2021

Reporting period ending Measurement date	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
Contractually required HIS contribution	\$ 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>(70,818)</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)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Village's covered payroll	\$ 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	1.75%	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, 2021

Reporting period ending Measurement date	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	\$ 25,501	\$ 25,752	\$ 17,496	\$ 24,009
Interest	6,926	8,898	8,400	6,051
Changes of benefit terms	-	-	55,678	-
Differences between expected and actual experience	(24,308)	(8,545)	-	-
Changes of assumptions	(21,825)	64,444	(59,606)	-
Benefit payments	<u>(15,695)</u>	<u>(14,644)</u>	<u>(10,268)</u>	<u>(7,548)</u>
Net change in total OPEB liability	\$ (29,401)	\$ 75,905	\$ 11,700	\$ 22,512
Total OPEB liability-beginning	<u>305,958</u>	<u>230,053</u>	<u>218,353</u>	<u>195,841</u>
Total OPEB liability-ending	<u>\$ 276,557</u>	<u>\$ 305,958</u>	<u>\$ 230,053</u>	<u>\$ 218,353</u>
Covered payroll	\$ 8,605,208	\$ 9,205,450	\$ 7,885,136	\$ 6,991,252
Total OPEB liability as a percentage of covered payroll	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.

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.

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.

DEBT SERVICE FUND

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

VILLAGE OF PINECREST, FLORIDA
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2021

	Special Revenue Funds										Total Nonmajor Governmental Funds
	Police Education Fund	Police Forfeiture Fund	Hardwire Fund	Wireless Fund	Prepaid 911 Fund	Impact Fees Fund	Debt Service Fund				
<u>ASSETS</u>											
Cash and cash equivalents	\$ 17,164	\$ 10,506	\$ 1	\$ -	\$ 1	\$ 223,311	\$ -	\$ 250,983			
Accounts receivable, net	161	-	14,865	17,215	4,259	-	-	36,500			
Total assets	\$ 17,325	\$ 10,506	\$ 14,866	\$ 17,215	\$ 4,260	\$ 223,311	\$ -	\$ 287,483			
<u>LIABILITIES</u>											
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 330	\$ -	\$ 330			
Total liabilities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 330	\$ -	\$ 330			
<u>FUND BALANCES</u>											
Restricted for:											
Public safety	17,325	10,506	14,866	17,215	4,260	10,591	-	74,763			
General government	-	-	-	-	-	42,924	-	42,924			
Stormwater	-	-	-	-	-	102,414	-	102,414			
Parks	-	-	-	-	-	67,052	-	67,052			
Total fund balances	17,325	10,506	14,866	17,215	4,260	222,981	-	287,153			
Total liabilities and fund balances	\$ 17,325	\$ 10,506	\$ 14,866	\$ 17,215	\$ 4,260	\$ 223,311	\$ -	\$ 287,483			

VILLAGE OF PINECREST, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Special Revenue Funds							Total Nonmajor Governmental Funds
	Police Education Fund	Police Forfeiture Fund	Hardwire Fund	Wireless Fund	Prepaid 911 Fund	Impact Fees Fund	Debt Service Fund	
REVENUES:								
Licenses and permits	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 163,424	\$ -	\$ 163,424
Intergovernmental revenues	-	-	25,618	28,242	7,194	-	-	61,054
Fines and forfeitures	3,965	15,255	-	-	-	-	-	19,220
Investment earnings	14	16	(9)	2	-	-	-	23
Total revenues	3,979	15,271	25,609	28,244	7,194	163,424	-	243,721
EXPENDITURES:								
Current:								
Public safety	6,565	-	71,239	62,062	18,298	-	-	158,164
Debt Service	-	-	-	-	-	-	3,069,600	3,069,600
Principal retirement	-	-	-	-	-	-	266,006	266,006
Interest	-	-	4,805	-	-	43,302	-	78,816
Capital Outlay	-	30,709	76,044	62,062	18,298	43,302	3,335,606	3,572,586
Total expenditures	6,565	30,709	76,044	62,062	18,298	43,302	(3,335,606)	(3,328,865)
Excess (deficiency) of revenues over expenditures	(2,586)	(15,438)	(50,435)	(33,818)	(11,104)	120,122	(278,366)	(190,439)
OTHER FINANCING SOURCES (USES):								
Proceeds from long-term debt, net	-	-	-	-	-	-	855,000	855,000
Transfers in	-	-	54,457	22,981	3,748	-	2,202,240	2,283,426
Total other financing sources and uses	-	-	54,457	22,981	3,748	-	3,057,240	3,138,426
Net change in fund balances	(2,586)	(15,438)	4,022	(10,837)	(7,356)	120,122	(278,366)	(190,439)
Fund balances, beginning of year	19,911	25,944	10,844	28,052	11,616	102,859	278,366	477,592
Fund balances, end of year	\$ 17,325	\$ 10,506	\$ 14,866	\$ 17,215	\$ 4,260	\$ 222,981	\$ -	\$ 287,153

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, 2021

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fines and forfeitures	\$ 3,180	\$ 3,180	\$ 3,965	\$ 785
Investment earnings	<u>20</u>	<u>20</u>	<u>14</u>	<u>(6)</u>
Total revenues	<u>3,200</u>	<u>3,200</u>	<u>3,979</u>	<u>785</u>
Expenditures:				
Current:				
Public safety	<u>6,690</u>	<u>6,690</u>	<u>6,565</u>	<u>125</u>
Total expenditures	<u>6,690</u>	<u>6,690</u>	<u>6,565</u>	<u>125</u>
Excess (deficiency) of revenues over expenditures	<u>(3,490)</u>	<u>(3,490)</u>	<u>(2,586)</u>	<u>904</u>
Fund balance appropriated	<u>3,490</u>	<u>3,490</u>	<u>-</u>	<u>(3,490)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>(2,586)</u>	<u>\$ (2,586)</u>
Fund balance - beginning			<u>19,911</u>	
Fund balance - ending			<u>\$ 17,325</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, 2021

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fines and forfeitures	\$ 3,500	\$ 3,500	\$ 15,255	\$ 11,755
Investment earnings	<u>-</u>	<u>-</u>	<u>16</u>	<u>16</u>
Total revenues	<u>3,500</u>	<u>3,500</u>	<u>15,271</u>	<u>11,755</u>
Expenditures:				
Capital outlay:				
Public safety	<u>20,000</u>	<u>20,000</u>	<u>30,709</u>	<u>(10,709)</u>
Total expenditures	<u>20,000</u>	<u>20,000</u>	<u>30,709</u>	<u>(10,709)</u>
Excess (deficiency) of revenues over expenditures	<u>(16,500)</u>	<u>(16,500)</u>	<u>(15,438)</u>	<u>1,062</u>
Fund balance appropriated	<u>16,500</u>	<u>16,500</u>	<u>-</u>	<u>(16,500)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>(15,438)</u>	<u>\$ (15,438)</u>
Fund balance - beginning			<u>25,944</u>	
Fund balance - ending			<u>\$ 10,506</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, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental revenue	\$ 42,000	\$ 42,000	\$ 25,618	\$ (16,382)
Investment earnings	<u>100</u>	<u>100</u>	<u>(9)</u>	<u>(109)</u>
Total revenues	<u>42,100</u>	<u>42,100</u>	<u>25,609</u>	<u>(16,382)</u>
Expenditures:				
Current:				
Public safety	<u>75,330</u>	<u>75,330</u>	<u>71,239</u>	<u>4,091</u>
Capital outlay:				
Public safety	<u>-</u>	<u>-</u>	<u>4,805</u>	<u>(4,805)</u>
Total expenditures	<u>75,330</u>	<u>75,330</u>	<u>76,044</u>	<u>(714)</u>
Excess (deficiency) of revenues over expenditures	<u>(33,230)</u>	<u>(33,230)</u>	<u>(50,435)</u>	<u>(17,205)</u>
Other financing sources (uses) :				
Transfers in	<u>13,500</u>	<u>13,500</u>	<u>54,457</u>	<u>40,957</u>
Total other financing sources (uses)	<u>13,500</u>	<u>13,500</u>	<u>54,457</u>	<u>40,957</u>
Revenues over (under) expenditures and other financing sources (uses)	(19,730)	(19,730)	4,022	23,752
Fund balance appropriated	<u>19,730</u>	<u>19,730</u>	<u>-</u>	<u>(19,730)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>4,022</u>	<u>\$ 4,022</u>
Fund balance - beginning			<u>10,844</u>	
Fund balance - ending			<u>\$ 14,866</u>	

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, 2021

	<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	\$ 30,000	\$ 30,000	\$ 28,242	\$ (1,758)
Investment earnings	<u>200</u>	<u>200</u>	<u>2</u>	<u>(198)</u>
Total revenues	<u>30,200</u>	<u>30,200</u>	<u>28,244</u>	<u>(1,758)</u>
Expenditures:				
Current:				
Public safety	<u>65,665</u>	<u>65,665</u>	<u>62,062</u>	<u>3,603</u>
Total expenditures	<u>65,665</u>	<u>65,665</u>	<u>62,062</u>	<u>3,603</u>
Excess (deficiency) of revenues over expenditures	<u>(35,465)</u>	<u>(35,465)</u>	<u>(33,818)</u>	<u>1,647</u>
Other financing sources (uses) :				
Transfers in	<u>12,000</u>	<u>12,000</u>	<u>22,981</u>	<u>10,981</u>
Total other financing sources (uses)	<u>12,000</u>	<u>12,000</u>	<u>22,981</u>	<u>10,981</u>
Revenues over (under) expenditures and other financing sources (uses)	(23,465)	(23,465)	(10,837)	12,628
Fund balance appropriated	<u>23,465</u>	<u>23,465</u>	-	<u>(23,465)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	(10,837)	<u>\$ (10,837)</u>
Fund balance - beginning			<u>28,052</u>	
Fund balance - ending			<u>\$ 17,215</u>	

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, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental revenue	\$ 12,000	\$ 12,000	\$ 7,194	\$ (4,806)
Investment earnings	100	100	-	(100)
Total revenues	12,100	12,100	7,194	(4,806)
Expenditures:				
Current:				
Public safety	19,295	19,295	18,298	997
Total expenditures	19,295	19,295	18,298	997
Excess (deficiency) of revenues over expenditures	(7,195)	(7,195)	(11,104)	(3,909)
Other financing sources (uses) :				
Transfers in	-	-	3,748	3,748
Total other financing sources (uses)	-	-	3,748	3,748
Revenues over (under) expenditures and other financing sources (uses)	(7,195)	(7,195)	(7,356)	(161)
Fund balance appropriated	7,195	7,195	-	(7,195)
Net change in fund balance	\$ -	\$ -	(7,356)	\$ (7,356)
Fund balance - beginning			11,616	
Fund balance - ending			\$ 4,260	

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, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Licenses and permits	\$ 71,500	\$ 71,500	\$ 163,424	\$ 91,924
Total revenues	71,500	71,500	163,424	91,924
Expenditures:				
Capital outlay:	71,500	71,500	43,302	28,198
Total expenditures	71,500	71,500	43,302	28,198
Excess (deficiency) of revenues over expenditures	-	-	120,122	120,122
Net change in fund balance	\$ -	\$ -	120,122	\$ 120,122
Fund balance - beginning			102,859	
Fund balance - ending			\$ 222,981	

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, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
Debt service				
Principal retirement	\$ 1,971,600	\$ 2,218,800	\$ 3,069,600	\$ (850,800)
Interest	<u>257,580</u>	<u>288,746</u>	<u>266,006</u>	<u>22,740</u>
Total expenditures	<u>2,229,180</u>	<u>2,507,546</u>	<u>3,335,606</u>	<u>(828,060)</u>
Excess (deficiency) of revenues over expenditures	<u>(2,229,180)</u>	<u>(2,507,546)</u>	<u>(3,335,606)</u>	<u>(828,060)</u>
Other financing sources (uses) :				
Proceeds from long-term debt	-	-	855,000	855,000
Transfers in	<u>2,229,180</u>	<u>2,229,180</u>	<u>2,202,240</u>	<u>(26,940)</u>
Total other financing sources (uses)	<u>2,229,180</u>	<u>2,229,180</u>	<u>3,057,240</u>	<u>828,060</u>
Revenues over (under) expenditures and other financing sources (uses)	-	(278,366)	(278,366)	-
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>(278,366)</u>	<u>\$ (278,366)</u>
Fund balance - beginning			<u>278,366</u>	
Fund balance - ending			<u><u>\$ -</u></u>	

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, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental revenue	\$ 400,000	\$ 400,000	\$ 50,000	\$ (350,000)
Investment earnings	10,000	10,000	3,328	(6,672)
Miscellaneous	-	-	47,749	47,749
Total revenues	410,000	410,000	101,077	(350,000)
Expenditures:				
Current:				
Professional services	-	226,522	-	226,522
Debt service				
Interest	120,000	120,000	86,972	33,028
Capital outlay	8,543,495	16,144,113	10,107,184	6,036,929
Total expenditures	8,663,495	16,490,635	10,194,156	6,296,479
Excess (deficiency) of revenues over expenditures	(8,253,495)	(16,080,635)	(10,093,079)	(6,646,479)
Other financing sources (uses) :				
Proceeds from long-term debt	8,000,000	8,000,000	12,816,972	4,816,972
Transfers in	255,000	255,000	963,881	708,881
Total other financing sources (uses)	8,255,000	8,255,000	13,780,853	5,525,853
Revenues over (under) expenditures and other financing sources (uses)	1,505	(7,825,635)	3,687,774	11,513,409
Fund balance appropriated	(1,505)	7,825,635	-	(7,825,635)
Net change in fund balance	\$ -	\$ -	3,687,774	\$ 3,687,774
Fund balance - beginning			1,355,991	
Fund balance - ending			\$ 5,043,765	

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.

TABLE OF CONTENTS

Financial

Trends

Page

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

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Revenue Capacity

These schedules contain information to help the reader assess the Village's most significant local revenue source, the property tax.

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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.

Table 1

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

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental activities:										
Net investment in capital assets	92,221	88,373	84,461	82,757	80,888	78,157	77,087	77,663	74,033	74,152
Restricted	5,365	6,505	6,739	5,597	5,787	4,892	3,767	4,014	1,054	5,536
Unrestricted	7,921	7,426	7,696	1,933	244	(293)	(2,867)	(4,146)	(4,007)	(7,622)
Total governmental activities net position	105,507	102,304	98,896	90,287	86,919	82,756	77,987	77,531	71,080	72,066
Business-type activities:										
Net investment in capital assets	4,756	5,456	6,140	5,842	6,335	6,782	7,266	7,734	7,795	7,826
Unrestricted	2,085	1,317	410	543	355	603	868	1,165	1,864	2,238
Total business-type activities net position	6,841	6,773	6,550	6,385	6,690	7,385	8,134	8,899	9,659	10,064
Primary government:										
Net investment in capital assets	97,004	93,829	90,601	88,599	87,223	84,939	84,353	85,397	81,828	81,978
Restricted	5,365	6,505	6,739	5,597	5,787	4,892	3,767	4,014	1,054	5,536
Unrestricted	9,979	8,743	8,106	2,476	599	310	(1,999)	(2,981)	(2,143)	(5,384)
Total primary government net position	112,348	109,077	105,446	96,672	93,609	90,141	86,121	86,430	80,739	82,130

Note: With the implementation of GASB 63, the Village began reporting "Net Position" in 2012.

Table 2

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

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses:										
Governmental activities:										
General government	3,363	3,857	3,736	3,593	3,659	3,755	3,779	3,983	4,370	4,423
Public Safety	7,203	7,259	7,361	7,310	9,090	10,306	12,381	10,597	11,311	9,635
Building and Planning	1,552	1,604	1,728	1,918	2,019	2,040	2,026	2,240	2,430	2,637
Parks and recreation	4,263	4,652	4,705	4,950	5,015	5,300	5,445	5,656	6,102	6,258
Public Works	5,658	5,889	6,157	5,919	6,099	6,147	6,355	6,620	6,957	6,339
Interest on long-term debt	680	281	377	419	396	397	277	341	250	486
Total governmental activities	22,719	23,542	24,064	24,109	26,278	27,945	30,263	29,437	31,420	29,778
Business-type activities										
Stormwater	566	587	761	841	666	566	729	603	456	839
Total business-type activities	566	587	761	841	666	566	729	603	456	839
Total primary government	23,285	24,129	24,825	24,950	26,944	28,511	30,992	30,040	31,876	30,617
Program Revenues:										
Governmental activities:										
Charges for services:										
General government	185	246	616	122	142	186	287	359	209	448
Public Safety	426	375	350	444	662	3,946	3,822	4,974	3,840	4,835
Building and Planning	1,964	2,172	2,245	2,854	2,960	-	-	-	-	-
Parks and recreation	1,344	1,492	1,669	1,707	1,886	1,700	1,895	2,420	1,642	2,502
Public Works	77	111	131	261	286	8	8	8	8	8
Operating grants and contributions	82	71	196	279	274	620	636	2,487	397	2,203
Capital grants and contributions	189	1,293	603	690	774	934	306	465	543	674
Total governmental activities program revenues	4,267	5,760	5,810	6,357	6,984	7,394	6,954	10,713	6,639	10,670
Business type activities:										
Charges for services:										
Stormwater system	445	514	538	676	969	1,257	1,320	1,333	1,202	1,241
Capital grants and contributions							150			
Total business-type activities program revenues	445	514	538	676	969	1,257	1,320	1,333	1,202	1,241
Total primary government program revenues	4,712	6,274	6,348	7,033	7,953	8,651	8,424	12,046	7,841	11,911
Net (expense)/revenue	(18,452)	(17,782)	(18,254)	(17,752)	(19,294)	(20,551)	(23,309)	(18,724)	(24,781)	(19,108)
Governmental activities	(120)	(73)	(223)	(165)	303	691	741	730	746	402
Business-type activities	(18,572)	(17,855)	(18,477)	(17,917)	(18,991)	(19,860)	(22,568)	(17,994)	(24,035)	(18,706)
Total primary government net expense										

Table 2

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

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Revenues and Other Changes in Net Position										
Governmental activities:										
Ad Valorem Taxes	6,992	7,410	7,818	8,598	9,037	9,629	10,231	11,034	11,616	11,631
Franchise Fees on Gross Receipts	1,074	1,217	894	914	945	772	978	904	797	1,781
Utility Taxes	1,937	1,982	2,227	2,193	2,227	2,342	2,351	2,414	2,507	2,586
Communications Services Tax	1,146	1,108	1,019	977	885	776	869	817	782	846
Transportation Tax	984	956	471	481	481	494	484	484	434	435
Business Tax	122	127	116	114	123	131	126	133	133	141
Intergovernmental grants, not restricted to specific programs	1,755	1,623	1,847	1,876	1,914	1,933	1,987	2,019	1,769	2,091
Impact Fees	-	-	-	-	-	-	-	-	-	87
Investment earnings	61	80	12	56	96	154	143	265	115	16
Miscellaneous	437	353	442	149	218	159	779	198	179	198
Total governmental activities	14,508	14,856	14,846	15,358	15,926	16,390	17,948	18,268	18,332	19,812
Business-type activities										
Interest earnings	6	6	1	1	2	3	7	36	14	3
Total business-type activities	6	6	1	1	2	3	7	36	14	3
Total primary government	14,514	14,862	14,847	15,359	15,928	16,393	17,955	18,304	18,346	19,815
Changes in Net Position										
Prior Period Adjustment	-	-	-	-	-	-	-	-	-	8
Government activities	(3,596)	(3,202)	(3,408)	(2,394)	(3,368)	(4,161)	(5,361)	(456)	(6,449)	704
Business-type activities	(114)	(69)	(222)	(164)	305	694	748	766	760	405
Total primary government	(3,710)	(3,271)	(3,630)	(2,558)	(3,063)	(3,467)	(4,613)	310	(5,689)	1,117

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
2012	7,410	1,217	1,982	1,108	956	127	12,800
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

Table 4

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

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Fund										
Non-spendable	147	160	182	107	108	145	55	53	23	133
Committed	-	-	-	-	-	378	453	557	29	-
Assigned	198	141	556	1,358	1,131	473	-	-	-	515
Unassigned	7,851	7,791	7,420	6,404	6,222	3,968	3,248	5,071	5,678	7,217
Total General Fund	8,196	8,092	8,158	7,869	7,461	4,964	3,756	5,681	5,730	7,865
All Other Governmental Funds										
Restricted										
Special revenue funds	5,365	6,505	6,739	5,597	4,771	4,892	3,767	1,437	1,055	910
Capital project funds	-	-	-	5,803	5,943	-	-	-	-	4,626
Assigned										
Capital project funds	1,078	634	502	807	-	2,687	368	2,952	1,356	417
Unassigned										
Capital project funds										
Total all other Governmental funds	6,443	7,139	7,241	12,207	10,714	7,579	4,135	4,389	2,411	5,953
Fund Balances all Governmental Funds	14,639	15,231	15,399	20,076	18,175	12,543	7,891	10,070	8,141	13,818

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.

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues:										
Taxes	\$ 12,800	\$ 12,389	\$ 12,545	\$ 13,277	\$ 13,698	\$ 14,144	\$ 15,039	\$ 15,786	\$ 16,268	\$ 17,420
Licenses and permits	1,751	2,143	2,415	2,767	2,816	2,644	2,561	3,201	2,228	3,398
Intergovernmental	1,893	3,108	2,646	2,845	2,962	3,535	2,982	3,222	4,433	4,581
Charges for services	1,671	1,868	2,020	2,065	2,267	1,981	2,252	2,834	1,919	3,117
Fines and forfeitures	575	384	576	555	853	1,168	1,146	1,672	1,493	1,445
Impact Fees	-	-	-	-	-	-	-	44	93	-
Interest	79	49	12	57	96	154	143	265	115	16
Miscellaneous	353	398	443	149	218	160	779	198	180	209
Total revenues	19,122	20,339	20,657	21,715	22,910	23,786	24,902	27,222	26,729	30,186
Expenditures:										
Current:										
General government	2,709	3,440	4,003	3,560	3,510	3,572	3,549	3,837	4,040	4,308
Public safety	6,994	7,287	7,384	7,994	8,792	9,287	8,901	9,359	9,508	9,594
Emergency Disaster Relief	-	-	-	-	-	425	2,856	290	383	416
Building, planning & zoning	1,573	1,656	1,695	1,905	1,987	2,030	2,044	2,237	2,409	2,595
Parks and recreation	3,895	4,615	4,352	4,523	5,769	4,543	4,703	4,915	5,108	5,323
Public works	1,085	1,230	1,560	3,039	2,787	1,916	3,153	4,548	2,786	1,325
Capital Outlay	-	-	-	-	-	4,497	2,973	859	3,020	11,204
Debt service:										
Principal	1,020	1,125	1,164	1,545	1,580	2,758	1,107	1,283	1,149	3,070
Interest	590	394	331	371	387	389	269	293	255	353
Issuance costs	32	-	48	39	-	-	-	40	-	-
Total expenditures	17,898	19,747	20,537	22,976	24,812	29,417	29,555	27,661	28,658	38,188
Excess (deficiency) of revenues over expenditures	1,224	592	120	(1,261)	(1,902)	(5,631)	(4,653)	(439)	(1,929)	(8,002)

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.

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Other financing sources (uses):										
Issuance of debt	4,860	-	2,085	5,939	-	-	-	2,617	-	13,672
Payment to refunding escrow agent	(4,828)	-	(2,037)	-	-	-	-	-	-	-
Transfers in	2,069	1,790	1,719	3,434	2,883	3,844	2,026	2,400	3,240	3,323
Transfers out	(2,069)	(1,790)	(1,719)	(3,434)	(2,883)	(3,844)	(2,026)	(2,400)	(3,240)	(3,323)
Total other financing sources (uses)	32	-	48	5,939	-	-	-	2,617	-	13,672
Net change in Fund Balances	1,256	592	168	4,678	(1,902)	(5,631)	(4,653)	2,178	(1,929)	5,670
Debt Service as a percentage of non-capital expenditures	9.31%	8.19%	7.53%	9.45%	9.19%	13.19%	5.64%	6.42%	5.79%	14.53%

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>Impact Fees</u>	<u>Investment</u>	<u>Misc.</u>	<u>Total</u>
2012	12,800,336	1,750,720	1,893,397	1,670,789	574,774	-	79,518	352,699	\$ 19,122,233
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

Source: All governmental funds for fiscal years.

Note: This schedule is prepared on a GAAP basis.
The information reported is from the Comprehensive Annual 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>
2012	\$ 3,601,059,193	\$ 38,903,907	\$ 3,639,963,100	2.2	\$ 3,831,540,105	95%
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%

Table 8

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

Fiscal Year	Direct Operating Millage	School		State			County			Special Districts				Total Direct Millage
		Operating Millage	Debt Service	South Florida Water Management	Okeechobee Basin	FIND (1)	Operating Millage	Debt Service	Child-ren's Trust	Fire Rescue	Fire Debt	Library		
2012	2.104	7.864	0.385	0.0894	0.5346	0.0000	0.0345	5.4275	0.445	0.50	2.575	0.020	0.284	20.2633
2013	2.2000	7.7650	0.2400	0.0624	0.3739	0.0000	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	0.0000	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	0.0000	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	0.0000	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	0.0000	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	0.0000	0.284	18.0273

Data is provided by the Miami-Dade County Appraiser's Office.
http://www.miamidade.gov/pa/millage_tables.asp

VILLAGE OF PINECREST
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL 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>
2012	\$ 7,813,179	\$ 7,410,475	94.8%	*	\$ 7,410,475	94.8%
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%

(1) Data is taken from DR 420 or DR 420MM form submitted to the Miami-Dade County Appraiser'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, 2021

Taxpayer	Type of Use	2021			2012		
		Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Assessed Valuation	Rank	Percentage of Total Assessed Valuation
Spector & Sons	Shopping Center	49,864,409	1	0.86%	28,800,000	1	0.81%
DPF Suniland LLC	Shopping Center	37,560,433	2	0.65%			
Kendall Imports LLC	Shopping Center	26,794,652	3	0.46%	16,310,000	4	0.46%
Limestone Pine Center	Shopping Center	25,300,000	4	0.44%			
Gator Dadeland Partners, LTD	Shopping Center	25,200,000	5	0.44%	18,480,000	3	0.52%
Florida Power	Utility	22,549,194	6	0.39%	13,652,769	5	0.38%
Pinecrest Plaza	Shopping Center	21,315,332	7	0.37%			
Kendall Plaza, LTD	Shopping Center	20,820,932	8	0.36%	18,600,000	2	0.52%
Publix	Supermarket	18,646,060	9	0.32%			
G F B Enterprises	Automotive	17,370,955	10	0.30%	12,710,000	7	0.36%
Pinecrest Realty Associates	Shopping Center				13,090,000	6	0.37%
Suniland Associates	Apartments				11,440,000	8	0.32%
Kendall House Apartments	Apartments				10,736,000	9	0.30%
Burdines Real Estate	Shopping Center				10,560,000	10	0.30%
		<u>265,421,967</u>		<u>4.58%</u>	<u>154,378,769</u>		<u>4.35%</u>

Source: Miami-Dade County Tax Assessor's Office 2021 Tax Roll
Real/Personal Property taxable value - \$5,789,045,244
Miami-Dade County Tax Assessor's Office 2012 Tax Roll
Real/Personal Property taxable value - \$3,551,445,114

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

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

Fiscal Year	<u>Governmental Activities</u>	<u>Business Type Activities</u>	Total Primary Government	Population (1)	Per Capita Income (3)	Percentage of	
	General Obligation Bonds* (2)	Outstanding Bonds				Personal Income	Per Capita Debt
2012	12,140		12,140	18,447	57,702	1.14%	\$ 658
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

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 Pincrest 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
2012	12,140	3,551,445	0.34%	18,447	\$ 658
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

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 OBLIGATION BONDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

Jurisdiction	Bonded Debt Outstanding	Percentage Applicable to Pinecrest (1)	Amount Applicable to Pinecrest	Amount Per Capita Pinecrest (1)
Direct				
Village of Pinecrest	<u>\$ 19,684,372</u>	100.00%	<u>\$ 19,684,372</u>	\$ 1,069
Overlapping				
School Board (2)	\$ 969,024,000	0.67%	6,523,641	\$ 354
County (3)	<u>\$ 2,350,765,000</u>	0.67%	<u>15,825,765</u>	<u>\$ 859</u>
	<u>\$ 3,319,789,000</u>		<u>\$ 22,349,406</u>	<u>\$ 1,210</u>
Total Village & overlapping debt			<u>\$ 42,033,778</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

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)
2011	18,255	\$ 108,403	6,572	5,843	10.3%
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%

Notes: * 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.

Table 15

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

	2021			2012		
	Employees	Rank	Percentage of Total Village Employment	Employees	Rank	Percentage of Total Village Employment
Kendal Toyota	365	1	NA	365	2	NA
Miami Dade Schools	363	2	NA	476	1	NA
The Home Depot	245	3	NA	245	3	NA
Village of Pinecrest	176	4	NA	163	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
Denny's Liquor Store	65	9	NA			
Captain's Tavern Restaurant	65	10	NA			
Whole Foods				137	6	NA
Rockwell Construction				100	9	NA
Wild Oats				80	10	NA
Total	<u><u>1,798</u></u>			<u><u>1,938</u></u>		

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.

Table 16

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

Function	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
General Government	16.0	16.0	16.0	14.0	14.0	14.0	14.0	14.0	13.0	13.0
Public Safety										
Sworn	51.0	51.0	51.0	51.0	51.0	56.0	51.0	51.0	51.0	50.0
Civilians	24.0	24.0	24.0	26.0	26.0	26.0	26.0	25.0	24.0	23.0
Building, Planning & Zoning	18.0	17.0	18.0	18.0	18.0	18.0	16.0	16.0	16.0	15.0
Public Works	9.0	9.0	9.0	9.0	9.0	9.0	6.0	6.0	6.0	6.0
Parks and Recreation	26.0	26.0	26.0	34.0	34.0	34.0	34.0	32.0	32.0	32.0
Pinecrest Gardens	22.0	22.0	22.0	32.0	32.0	32.0	32.0	32.0	29.0	24.0
Total	166.0	165.0	166.0	184.0	184.0	189.0	179.0	176.0	171.0	163.0
Population	18,419	18,619	18,510	18,490	18,467	18,408	18,403	18,496	18,447	18,255
Employees per capita (000)	9.01	8.86	8.97	9.95	9.96	10.27	9.73	9.52	9.27	8.93

Data provided by Village of Pinecrest

VILLAGE OF PINECREST
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

Function	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Population: (1)	18,419	18,619	18,510	18,490	18,467	18,223	18,408	18,403	18,496	18,447
CONSUMER PRICE INDEX (2)	274.3	260.3	256.8	252.4	246.8	202.9	237.9	238.0	234.2	231.4
Plus/Minus Year Ago	5.4%	1.4%	1.7%	2.3%	2.2%	2.1%	1.9%	1.7%	1.2%	2.5%
Police: (3)										
Part 1 crimes*	370	453	468	430	537	583	558	562	684	670
Traffic citations & warnings	5,928	4,245	11,121	10,025	7,453	6,297	6,618	8,347	12,211	14,483
False alarms	1,386	1,343	1,757	2,013	2,259	2,066	2,205	2,113	2,092	2,091
Crashes	749	810	1,073	1,093	1,206	1,553	1,017	956	893	842
Other**	446	125	375	400	357	414	420	424	497	552
Total	8,879	6,976	14,794	13,961	11,812	10,913	10,818	12,402	16,377	18,638

* 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)	9,885	9,401	9,227	8,794	9,146	8,419	7,878	7,289	7,259	7,201
Revenue (Thousands)	1,182	1,134	1,242	927	597	623	524	332	475	528
Net Expenses	8,703	8,267	7,985	7,867	8,549	7,796	7,354	6,957	6,784	6,673
Cost per resident	\$ 472.50	\$ 444.01	\$ 431.39	\$ 425.47	\$ 462.93	\$ 427.81	\$ 399.50	\$ 378.04	\$ 366.78	\$ 361.74
911 calls (3)										
Service calls (911 & non-emergency dispatch calls)	6,440	5,973	6,041	6,444	6,151	6,414	6,857	7,595	7,650	7,930
Percentage of 911 calls to total calls	10,987	13,852	12,772	13,291	13,971	16,937	17,550	18,620	20,011	19,865
	58.6%	43.1%	47.3%	48.5%	44.0%	37.9%	39.1%	40.8%	38.2%	39.9%

BPZ: (5)										
Building Permits:										
Building	1,704	1,337	1,579	1,853	1,798	2,001	1,938	1,902	2,036	1,770
Electrical	606	507	586	565	508	615	534	464	644	525
Mechanical	251	279	301	323	307	328	314	335	285	307
Plumbing & Gas	608	549	587	518	549	610	658	583	488	497
Total	3,169	2,672	3,053	3,259	3,162	3,554	3,444	3,284	3,453	3,099

Parks: (4)										
Pinecrest Gardens										
Expenditures (thousands)	\$ 2,503	\$ 2,430	\$ 2,475	\$ 2,314	\$ 2,095	\$ 1,942	\$ 1,925	\$ 1,739	\$ 1,734	\$ 1,614
Revenue (Thousands)	\$ 1,107	\$ 646	\$ 815	\$ 728	\$ 673	\$ 669	\$ 656	\$ 572	\$ 512	\$ 457
Net Expenses	\$ 1,396	\$ 1,784	\$ 1,660	\$ 1,586	\$ 1,422	\$ 1,273	\$ 1,269	\$ 1,167	\$ 1,222	\$ 1,157
Net cost per resident	\$ 75.79	\$ 95.82	\$ 89.68	\$ 85.78	\$ 77.00	\$ 69.86	\$ 68.94	\$ 63.41	\$ 66.05	\$ 62.72

**VILLAGE OF PINECREST
CAPITAL ASSETS BY FUNCTION
LAST TEN FISCAL YEARS**

Full time Equivalents as of September 30:

Function	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Police:											
Number of Stations	1	1	1	1	1	1	1	1	1	1	1
Number of Police Vehicles	30	29	30	28	32	32	32	32	32	32	32
Number of motorcycles		2	2	2	2	2	2	2	2	2	2
Parks:											
Parks	7	7	7	7	7	7	7	7	7	7	8
Park Acreage	62	62	60	60	60	60	60	60	60	60	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	1	2	2	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 the Village of Pinecrest, Florida (the "Village"), as of and for the fiscal year ended September 30, 2021, 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 2, 2022.

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 may exist that have not been identified.

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 entity'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 2, 2022



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR ITS 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

We have audited the Village of Pinecrest, Florida's (the "Village") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on the Village's major federal program for the fiscal year ended September 30, 2021. The Village's major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal program.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for the Village's major federal program based on our audit of the types of compliance requirements referred to above. 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). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Village's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for the major federal program. However, our audit does not provide a legal determination of the Village's compliance.

Opinion on Its Federal Program

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 program for the fiscal year ended September 30, 2021.

Report on Internal Control over Compliance

Management of the Village is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Village's internal control over compliance with the types of requirements that could have a direct and material effect on the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Village's 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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 2, 2022

VILLAGE OF PINECREST, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

<u>Federal Grantor/Program</u>	<u>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	Z1887	\$ 19,129
<i>Total Department of Homeland Security</i>			<u>19,129</u>
United States Department of the Treasury			
Equitable Sharing	21.016		30,709
Passed through Miami-Dade County COVID 19 - Coronavirus Relief Fund	21.019	COVID-19	686,590
<i>Total United States Department of the Treasury</i>			<u>717,299</u>
Small Business Administration			
Shuttered Venue Operators Grant Program	59.075	SBAHQ21SV011327	148,807
<i>Total Small Business Administration</i>			<u>148,807</u>
United States Department of Justice			
Passed through Florida Department of Law Enforcement			
COVID 19 - Coronavirus Emergency Supplemental Funding Program	16.034		29,128
<i>Total United States Department of Justice</i>			<u>29,128</u>
Total Expenditures of Federal Awards			<u><u>\$ 914,363</u></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, 2021

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, 2021. 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, 2021

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

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

Federal Awards

Internal control over major federal awards:	
Material weakness(es) identified?	_____ Yes <u> X </u> No
Significant deficiencies identified?	_____ Yes <u> X </u> None reported
Type of auditors' report issued on compliance for major federal programs:	<i>Unmodified</i>
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	_____ Yes <u> X </u> No

Identification of major federal program:

<u>Assistance Listing No.</u>	<u>Federal Program or Cluster</u>
21.019	United States Department of the Treasury Coronavirus Relief Fund

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

Auditee qualified as low risk auditee?	_____ Yes <u> X </u> No
--	---------------------------

VILLAGE OF PINECREST, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

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, 2021, and have issued our report thereon dated March 2, 2022.

Auditors' Responsibility

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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 2, 2022, should be considered in conjunction with this management letter.

Prior Audit Findings

Section 10.554(1)(i)1., Rules of the Auditor General, requires that we determine whether or not corrective actions have been taken to address findings and recommendations made in the preceding 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 has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific condition(s) met. In connection with our audit, we determined that the Village did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Pursuant to Sections 10.554(1)(i)5.b. and 10.556(8), Rules of the Auditor General, we applied financial condition assessment procedures for the Village. It is management's responsibility to monitor the Village's financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same. 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 2, 2022



CABALLERO FIERMAN
LLERENA + GARCIA LLP
accountants | advisors

**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, 2020 to September 30, 2021. 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, 2020 to September 30, 2021.

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 2, 2022



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 Marie Arteaga-Nariño, who being duly sworn, deposes and says on oath that:

1. I am the Chief Financial Officer¹ 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 a 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

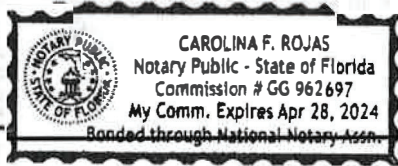
STATE OF FLORIDA COUNTY
OF Miami Dade

SWORN TO AND SUBSCRIBED before me this 1st day of March, 2022.

Carolina F. Rojas
NOTARY PUBLIC
Print Name Carolina F. Rojas

Personally known or produced identification
Type of identification produced: _____

My Commission Expires:



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

