

TOWN OF GOLDEN BEACH, FLORIDA
BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2014

TOWN OF GOLDEN BEACH, FLORIDA
BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

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BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

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**BASIC
FINANCIAL STATEMENTS**

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Council Members
Town of Golden Beach, Florida
Golden Beach, 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 Town of Golden Beach, Florida (the "Town"), as of and for the fiscal year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation 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.

Auditor's 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 the 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 auditor's judgment, including assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessment, the auditor considers internal control relevant to the entity'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 entity'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 Town as of September 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management’s discussion and analysis and budgetary comparison information on pages 3 through 9 and 51 through 54 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 Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 10, 2015, on our consideration of the Town’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town’s internal control over financial reporting and compliance.

KEEFE McCULLOUGH

Fort Lauderdale, Florida
June 10, 2015

MANAGEMENT'S DISCUSSION AND ANALYSIS

(NOT COVERED BY
INDEPENDENT AUDITORS' REPORT)

TOWN OF GOLDEN BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
September 30, 2014

Our discussion and analysis of the financial performance of Town of Golden Beach, Florida (the "Town") provides an overview of the Town's financial activities for the fiscal years ended September 30, 2014 and 2013. Please read it in conjunction with the Town's financial statements, which immediately follow this discussion.

FINANCIAL HIGHLIGHTS

The following are highlights of financial activities for the fiscal year ended September 30, 2014:

- The Town's net position, which total assets less liabilities, were \$ 26,315,581. Governmental net position totaled \$ 16,001,970 and business-type net position totaled \$ 10,313,611.
- Governmental activities revenues were \$ 9,082,097. The expenses of governmental activities were \$ 7,913,822.
- Business-type activities revenues were 566,488 and business-type expenses amounted to \$ 633,279.
- The General Fund's expenditures, which accounts for the vast majority of the operations of the government, were under the final budgeted appropriations.

TOWN HIGHLIGHTS

The Town focused most of 2013-2014 on delivering a few projects to further the objective of making Golden Beach one of the most desired places to live in South Florida.

In the coming year, the Town will focus on the beach and the beach pavilion as its capital project for the year.

It is also important to mention that the Town Council increased the Stormwater Fee as a means to start re-paying the funds owed by the Stormwater Fund to the General Fund.

The Town Council during the fiscal year 2013-2014 planned for a canal maintenance program, a new gate arm system and a civic center master plan. All of which will begin to be implemented during fiscal year 2014-2015..

OVERVIEW OF THE FINANCIAL STATEMENTS

In fiscal year 2014, we generated 37 applications for the Building Advisory Board; 13 were for approval of a new home and 15 were approval of renovations to an existing homes. In addition, 342 Building Permit Applications were issued and of that 12 were new homes, 3 additions and remodels, and 5 permits for demolition of an existing homes.

TOWN OF GOLDEN BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
September 30, 2014

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

Government-wide financial statements:

The government-wide financial statements, which consist of the following two statements, are designed to provide readers with a broad overview of the Town's finances, in a manner similar to a private sector business:

Statement of net position:

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

Statement of activities:

The statement of activities presents information showing how the Town's net position changed during the year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods. The government-wide financial statements can be found on pages 10 through 12 of this report.

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 Town categorizes funds into three basic fund types: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as balances of spendable resources available at the end of the year. Such information may be useful in evaluating the Town'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 Town'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 reconciliations to facilitate this comparison between governmental funds and governmental activities. The governmental fund financial statements can be found on pages 13 through 20 of this report.

TOWN OF GOLDEN BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
September 30, 2014

The *proprietary fund* beginning on page 25 is comprised of an enterprise fund which is the equivalent of the business-type activities in the government-wide statements. The sole enterprise fund is the Stormwater Utility Fund.

The *fiduciary fund* beginning on page 28, which is not included in net position and the government-wide financial statements, is presented in this section as the statements of fiduciary net position and changes in fiduciary net position - Retirement Plan for Employees of the Town of Golden Beach. The Town cannot use the assets in the pension plan to finance its operations; therefore the activities of the Plan are excluded from the Town's government-wide financial statements. The Town is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

Notes to basic financial statements:

The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The notes to basic financial statements can be found on pages 30 through 50 of this report.

Required supplementary information:

In addition to the basic financial statements and accompanying notes, this report also presents certain required and other supplementary information concerning the Town of Golden Beach. Required supplementary information can be found on pages 51 through 54 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The table below presents condensed statements of net position as of September 30, 2014 and 2013:

STATEMENTS OF NET POSITION
September 30, 2014 and 2013

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2014	2013	2014	2013	2014	2013
CURRENT AND OTHER ASSETS	\$ 5,145,916	\$ 6,630,429	\$ 367,172	\$ 289,600	\$ 5,513,088	\$ 6,920,029
CAPITAL ASSETS (NET)	<u>27,398,167</u>	<u>26,753,857</u>	<u>13,493,027</u>	<u>13,832,102</u>	<u>40,891,194</u>	<u>40,585,959</u>
Total assets	<u>32,544,083</u>	<u>33,384,286</u>	<u>13,860,199</u>	<u>14,121,702</u>	<u>46,404,282</u>	<u>47,505,988</u>
CURRENT AND OTHER LIABILITIES	2,900,847	2,158,762	1,943,605	2,008,264	4,844,452	4,167,026
LONG-TERM LIABILITIES	<u>13,641,266</u>	<u>16,391,829</u>	<u>1,602,983</u>	<u>1,733,036</u>	<u>15,244,249</u>	<u>18,124,865</u>
Total liabilities	<u>16,542,113</u>	<u>18,550,591</u>	<u>3,546,588</u>	<u>3,741,300</u>	<u>20,088,701</u>	<u>22,291,891</u>
NET POSITION:						
Net investment in capital assets	14,550,652	13,875,323	11,759,990	11,971,418	26,310,642	25,846,741
Unrestricted (deficit)	<u>1,451,318</u>	<u>958,372</u>	<u>(1,446,379)</u>	<u>(1,591,016)</u>	<u>4,939</u>	<u>(632,644)</u>
Total net position	<u>\$ 16,001,970</u>	<u>\$ 14,833,695</u>	<u>\$ 10,313,611</u>	<u>\$ 10,380,402</u>	<u>\$ 26,315,581</u>	<u>\$ 25,214,097</u>

**TOWN OF GOLDEN BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
September 30, 2014**

The following table presents condensed statements of activities for the years ended September 30, 2014 and 2013:

**STATEMENTS OF ACTIVITIES
For the Years Ended September 30, 2014 and 2013**

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2014	2013	2014	2013	2014	2013
REVENUES:						
Program revenues:						
Charges for services	\$ 1,337,794	\$ 1,129,510	\$ 153,925	\$ 166,104	\$ 1,491,719	\$ 1,295,614
Grants	210,114	477,748	165,405	624,157	375,519	1,101,905
General revenues:						
Property taxes	5,533,936	5,033,706	-	-	5,533,936	5,033,706
Other general revenues	1,837,894	3,364,828	28	296	1,837,922	3,365,124
Other taxes and fees	162,359	165,869	247,130	226,911	409,489	392,780
Total revenues	9,082,097	10,171,661	566,488	1,017,468	9,648,585	11,189,129
PROGRAM EXPENSES:						
General government	1,659,112	1,760,271	-	-	1,659,112	1,760,271
Public safety	3,438,465	3,474,345	-	-	3,438,465	3,474,345
Legislative	52,016	48,553	-	-	52,016	48,553
Physical environment	1,263,861	1,243,780	-	-	1,263,861	1,243,780
Transportation	312,326	219,697	-	-	312,326	219,697
Cultural and recreation	562,349	497,271	-	-	562,349	497,271
Interest expense	625,693	657,261	-	-	625,693	657,261
Stormwater drainage	-	-	633,279	479,615	633,279	479,615
Total expenses	7,913,822	7,901,178	633,279	479,615	8,547,101	8,380,793
Change in net position	\$ <u>1,168,275</u>	\$ <u>2,270,483</u>	\$ <u>(66,791)</u>	\$ <u>537,853</u>	\$ <u>1,101,484</u>	\$ <u>2,808,336</u>

Tax revenues have been moderately increasing as property assessed values continue to rise in most sections of the Town.

Business-type activities net position decreased from \$ 10,380,402 to \$ 10,313,611 primarily due to lower capital grant revenues for stormwater projects.

General discussion on revenues:

Several areas can be identified which directly impact this current reporting period and the next fiscal year's revenues. Property tax revenue is the major revenue source in the governmental activities, accounting for approximately 61% of all governmental activities revenue during fiscal year 2014. The millage rate established by the Town Council during the budget process determines how much property tax revenue is generated. One mill of tax equals one dollar for each one thousand dollars of assessed property value as determined by the Miami-Dade County Property Assessor. The ad valorem (property tax) rate was at 7.113 mills during the 2013-2014 fiscal year. Property values have increased by approximately 0.12% over the previous year. This increase is a direct reflection of the current economic climate of the United States. During prosperous economic periods, property values generally increase, which correspondingly increases property tax revenue.

TOWN OF GOLDEN BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
September 30, 2014

General discussion on expenses:

Expenses for governmental activities were 7,913,822 and \$ 633,279 for business-type activities. The Town is predominantly a service provider and, therefore, its major expense is salaries and benefits. The salaries are specifically affected by cost of living, merit adjustments, and collective bargaining agreements while benefit costs are closely linked to health insurance rates.

ANALYSIS OF THE GOVERNMENTAL FUNDS

The Town uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds:

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

As of the end of the current fiscal year, the Town's governmental funds reported a combined ending fund balance of \$ 4,056,904, a decrease of \$ 331,597. The decrease was primarily due to the spending of monies collected in the past and used this year for capital outlay projects.

The General Fund balance decreased to \$ 3,598,142 during the current fiscal year, a decrease of \$ 980,142.

Proprietary fund:

The Town's proprietary fund provides the same type of information found in the government-wide financial statements, but in more detail. Net position of the Stormwater Utility Fund amounted to \$ 10,313,611 at the end of 2014, a decrease of \$ 66,791 from the prior fiscal year. Factors concerning the finances of this Fund are covered in more detail in the discussion of the Town of Golden Beach's business-type activities in the Government-wide Financial Analysis section of Management's Discussion and Analysis.

GENERAL FUND BUDGETARY HIGHLIGHTS

General Fund revenues were \$ 172,106 more than the final budget projections and total expenditures were \$ 119,351 less than final budget projections. Major variances between budgeted and actual amounts in the General Fund are as follows:

- a. Building permit revenues and other license fee revenues were \$ 692,968 above budgeted amounts due to new construction during the year.
- b. Legal counsel was below the budgeted amount due to staff providing most items.

In addition the budget was amended to reallocate salaries in order to meet staffing requirements.

TOWN OF GOLDEN BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
September 30, 2014

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital assets:

The Town had capital assets of \$ 40,891,194 and \$ 40,585,959, net of depreciation, as of September 30, 2014 and 2013, respectively. The following schedule summarizes net capital assets as of those dates:

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2014	2013	2014	2013	2014	2013
Land	\$ 1,878,598	\$ 1,878,598	\$ -	\$ -	\$ 1,878,598	\$ 1,878,598
Buildings	890,836	914,858	-	-	890,836	914,858
Equipment and vehicles	820,332	852,693	-	-	820,332	852,693
Infrastructure	23,008,192	16,071,611	-	-	23,008,192	16,071,611
Improvements other than buildings	557,507	423,077	13,493,027	12,814,193	14,050,534	13,237,270
Construction in progress	242,702	6,613,020	-	1,017,909	242,702	7,630,929
	<u>\$ 27,398,167</u>	<u>\$ 26,753,857</u>	<u>\$ 13,493,027</u>	<u>\$ 13,832,102</u>	<u>\$ 40,891,194</u>	<u>\$ 40,585,959</u>

The Town continues its capital outlay efforts with improvements to the stormwater system. Wastewater line improvements projects are nearing completion and the amount spent on these infrastructure improvements is expected to decrease in coming years.

Debt:

The Town had debt of approximately \$ 16.67 million at September 30, 2014. Total debt outstanding at the end of the prior fiscal year was approximately \$ 17.67 million. The net decrease of approximately \$ 1 million was a result of the payoff of the 2012 capital improvement refunding note in the current year combined with the principal payments on other debt of approximately \$ 438,000. The following schedule summarizes long-term debt for the year ended September 30, 2014:

	October 1, 2013	Additions	Deletions	September 30, 2014	Within One Year
Governmental activities:					
Special assessment general obligation bonds, Series 2008	\$ 13,205,000	\$ -	\$ 310,000	\$ 12,895,000	\$ 320,000
Grant Anticipation Note Series 2012B	2,000,000	-	-	2,000,000	2,000,000
Capital Improvement Refunding Revenue Note, Series 2012	560,000	-	560,000	-	-
Northern Trust Series 2012B	45,136	-	1,736	43,400	-
Total governmental activities	<u>15,810,136</u>	<u>-</u>	<u>871,736</u>	<u>14,938,400</u>	<u>2,320,000</u>
Business-type activities:					
Department of Environmental Protection, Revolving Loan	1,860,684	-	127,647	1,733,037	130,054
Total business-type activities	<u>1,860,684</u>	<u>-</u>	<u>127,647</u>	<u>1,733,037</u>	<u>130,054</u>
Total governmental and business-type activities	<u>\$ 17,670,820</u>	<u>\$ -</u>	<u>\$ 999,383</u>	<u>\$ 16,671,437</u>	<u>\$ 2,450,054</u>

TOWN OF GOLDEN BEACH, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
September 30, 2014

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Economic factors:

The Town's primary sources of revenue are and will continue to be property taxes and enterprise fund charges for services. State shared revenues, which include telecommunication taxes and sales taxes, account for another large source of revenue.

REQUESTS FOR INFORMATION

This entire report has been prepared by the Finance Department of the Town of Golden Beach, Florida with the assistance of the Town's external auditors. Every effort has been made to make this report understandable to the reader. Any questions or comments about this report are welcomed and may be directed to the Finance Director, Town of Golden Beach; 1 Golden Beach Drive; Golden Beach, Florida 33160.

TOWN OF GOLDEN BEACH, FLORIDA
STATEMENT OF NET POSITION
September 30, 2014

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS:			
Cash and cash equivalents	\$ 2,179,949	\$ 285,811	\$ 2,465,760
Investments	798,766	14,730	813,496
Accounts receivable	252,077	66,631	318,708
Prepaid expenses	80,060	-	80,060
Other assets	15,658	-	15,658
Net pension asset	15,338	-	15,338
Capital assets, non-depreciable	2,121,300	-	2,121,300
Capital assets, depreciable	25,276,867	13,493,027	38,769,894
Internal balance	1,804,068	(1,804,068)	-
	<u>32,544,083</u>	<u>12,056,131</u>	<u>44,600,214</u>
LIABILITIES:			
Accounts payable	197,939	-	197,939
Accrued interest payable	158,034	9,483	167,517
Accrued expenses	224,874	-	224,874
Due within one year:			
Bonds and notes payable	2,320,000	130,054	2,450,054
Due in more than one year:			
Builder bond deposits	545,300	-	545,300
Other deposits	105,561	-	105,561
Compensated absences payable	275,005	-	275,005
Bonds and notes payable	12,618,400	1,602,983	14,221,383
Other post-employment benefit liability	97,000	-	97,000
	<u>16,542,113</u>	<u>1,742,520</u>	<u>18,284,633</u>
NET POSITION:			
Net investment in capital assets	14,550,652	11,759,990	26,310,642
Unrestricted (deficit)	1,451,318	(1,446,379)	4,939
	<u>\$ 16,001,970</u>	<u>\$ 10,313,611</u>	<u>\$ 26,315,581</u>

The accompanying notes to basic financial statements are an integral part of these statements.

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TOWN OF GOLDEN BEACH, FLORIDA
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2014

	<u>Expenses</u>	<u>Program Revenues</u>	
		<u>Charges for Services</u>	<u>Capital Grants and Contributions</u>
FUNCTIONS/PROGRAMS:			
Primary government:			
Governmental activities:			
General government	\$ 1,659,112	\$ 1,301,001	\$ -
Public safety	3,438,465	-	210,114
Physical environment	1,263,861	33,053	-
Legislative	52,016	-	-
Transportation	312,326	-	-
Cultural and recreation	562,349	3,740	-
Interest expense and other financing costs	625,693	-	-
	<u>7,913,822</u>	<u>1,337,794</u>	<u>210,114</u>
Business-type activities:			
Stormwater drainage	<u>633,279</u>	<u>153,925</u>	<u>165,405</u>
	<u>633,279</u>	<u>153,925</u>	<u>165,405</u>
	<u>\$ 8,547,101</u>	<u>\$ 1,491,719</u>	<u>\$ 375,519</u>
General revenues:			
Taxes:			
Ad valorem taxes			
Utility service taxes			
Franchise fees			
Sales, use and fuel taxes			
Other:			
Intergovernmental revenue			
Miscellaneous			
State shared revenues			
Investment income			
Total general revenues			
Change in net position			
Net position, beginning of year			
Net position, end of year			

The accompanying notes to basic financial statements are an integral part of these statements.

Net (Expenses) Revenues and
Changes in Net Position
Primary Government

<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
\$ (358,111)	\$ -	\$ (358,111)
(3,228,351)	-	(3,228,351)
(1,230,808)	-	(1,230,808)
(52,016)	-	(52,016)
(312,326)	-	(312,326)
(558,609)	-	(558,609)
(625,693)	-	(625,693)
<u>(6,365,914)</u>	<u>-</u>	<u>(6,365,914)</u>
<u>-</u>	<u>(313,949)</u>	<u>(313,949)</u>
<u>-</u>	<u>(313,949)</u>	<u>(313,949)</u>
<u>(6,365,914)</u>	<u>(313,949)</u>	<u>(6,679,863)</u>
5,533,936	-	5,533,936
28,182	129,828	158,010
8,562	117,302	125,864
125,615	-	125,615
1,528,540	-	1,528,540
285,395	-	285,395
22,350	-	22,350
1,609	28	1,637
<u>7,534,189</u>	<u>247,158</u>	<u>7,781,347</u>
1,168,275	(66,791)	1,101,484
<u>14,833,695</u>	<u>10,380,402</u>	<u>25,214,097</u>
\$ <u><u>16,001,970</u></u>	\$ <u><u>10,313,611</u></u>	\$ <u><u>26,315,581</u></u>

The accompanying notes to basic financial statements are an integral part of these statements.

TOWN OF GOLDEN BEACH, FLORIDA
BALANCE SHEET - GOVERNMENTAL FUNDS
September 30, 2014

	Major Governmental Funds			
		Capital		Debt
	General	Improvement	Bridge	Service
	Fund	Project	Fund	Fund
	Fund	Fund	Fund	Fund
ASSETS:				
Cash and cash equivalents	\$ 2,023,426	\$ 4,085	\$ -	\$ -
Investments	273,287	-	-	-
Accounts receivable	12,164	201,916	-	-
Prepaid expenditures	61,382	-	-	-
Due from other funds	2,281,165	-	11,982	-
Other assets	15,658	-	-	-
Total assets	<u>\$ 4,667,082</u>	<u>\$ 206,001</u>	<u>\$ 11,982</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES (DEFICITS):				
Liabilities:				
Accounts payable	\$ 182,983	\$ 11,656	\$ -	\$ -
Accrued liabilities	223,114	-	1,760	-
Due to other funds	11,982	194,345	-	-
Builder bond deposits	545,300	-	-	-
Other deposits	105,561	-	-	-
Total liabilities	<u>1,068,940</u>	<u>206,001</u>	<u>1,760</u>	<u>-</u>
Fund balances:				
Nonspendable				
Prepaid expenditures	61,382	-	-	-
Long-term stormwater interfund receivable	1,804,068	-	-	-
Restricted for:				
Law enforcement	-	-	-	-
Bridge fund	-	-	10,222	-
Special Assessment II fund	-	-	-	-
Assigned:				
Surplus appropriated for following fiscal year	550,000	-	-	-
Building department	350,000	-	-	-
Unassigned:				
General Fund	832,692	-	-	-
Total fund balances	<u>3,598,142</u>	<u>-</u>	<u>10,222</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 4,667,082</u>	<u>\$ 206,001</u>	<u>\$ 11,982</u>	<u>\$ -</u>

The accompanying notes to basic financial statements are an integral part of these statements.

Nonmajor Governmental Funds		
Law Enforcement Trust Fund	Special Assessment II Fund	Total Governmental Funds
\$ 60,663	\$ 91,775	\$ 2,179,949
517,883	7,596	798,766
37,997	-	252,077
18,678	-	80,060
-	-	2,293,147
-	-	15,658
<u>\$ 635,221</u>	<u>\$ 99,371</u>	<u>\$ 5,619,657</u>
\$ 3,300	\$ -	\$ 197,939
-	-	224,874
183,397	99,355	489,079
-	-	545,300
-	-	105,561
<u>186,697</u>	<u>99,355</u>	<u>1,562,753</u>
18,678	-	80,060
-	-	1,804,068
429,846	-	429,846
-	-	10,222
-	16	16
-	-	550,000
-	-	350,000
-	-	832,692
<u>448,524</u>	<u>16</u>	<u>4,056,904</u>
<u>\$ 635,221</u>	<u>\$ 99,371</u>	<u>\$ 5,619,657</u>

The accompanying notes to basic financial statements are an integral part of these statements.

TOWN OF GOLDEN BEACH, FLORIDA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
September 30, 2014

TOTAL FUND BALANCE OF GOVERNMENTAL FUNDS IN THE BALANCE SHEET	\$	4,056,904
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Amounts reported for governmental activities in the statement of net position are different because:

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

The cost of capital assets is	\$ 32,436,639	
Accumulated depreciation is	<u>(5,038,472)</u>	27,398,167

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

Net pension asset		15,338
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Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds as follows:

Accrued interest	(158,034)	
Compensated absences	(275,005)	
Debt	(14,938,400)	
Other post-employment benefit obligation (OPEB)	<u>(97,000)</u>	<u>(15,468,439)</u>

NET POSITION OF GOVERNMENTAL ACTIVITIES	\$	<u><u>16,001,970</u></u>
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The accompanying notes to basic financial statements are an integral part of these statements.

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TOWN OF GOLDEN BEACH, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
For the Year Ended September 30, 2014

	Major Governmental Funds			
	General Fund	Capital Improvement Project Fund	Bridge Fund	Debt Service Fund
REVENUES:				
Ad valorem taxes	\$ 4,635,236	\$ -	\$ -	\$ 898,700
Franchise fees	8,562	-	-	-
Utility service taxes	28,182	-	-	-
Intergovernmental revenues	-	-	1,528,540	-
Licenses and permits	1,301,001	-	-	-
Sales, use and fuel taxes	125,615	-	-	-
State shared revenues	21,352	998	-	-
Physical environment	33,053	-	-	-
Cultural and recreation	3,740	-	-	-
Fines and forfeitures	55,075	-	-	-
Investment income (loss)	(1,442)	7	-	-
Miscellaneous	277,067	-	-	-
Total revenues	<u>6,487,441</u>	<u>1,005</u>	<u>1,528,540</u>	<u>898,700</u>
EXPENDITURES:				
Current:				
General government	1,392,250	-	3,627	-
Public safety	2,916,279	-	-	-
Physical environment	1,031,596	-	-	-
Transportation	312,302	-	-	-
Cultural and recreation	484,713	-	-	-
Legislative	52,016	-	-	-
Capital outlay	66,828	316,298	1,166,889	-
Debt service:				
Principal	-	-	-	870,000
Interest	-	-	30,333	602,475
Total expenditures	<u>6,255,984</u>	<u>316,298</u>	<u>1,200,849</u>	<u>1,472,475</u>
Changes in fund balance before other financing sources (uses)	<u>231,457</u>	<u>(315,293)</u>	<u>327,691</u>	<u>(573,775)</u>

The accompanying notes to basic financial statements are an integral part of these statements.

Nonmajor Governmental Funds		
Law Enforcement Trust Fund	Special Assessment II Fund	Total Governmental Funds
\$ -	\$ -	\$ 5,533,936
-	-	8,562
-	-	28,182
-	-	1,528,540
-	-	1,301,001
-	-	125,615
-	-	22,350
-	-	33,053
-	-	3,740
155,039	-	210,114
3,028	16	1,609
9,637	-	286,704
<u>167,704</u>	<u>16</u>	<u>9,083,406</u>
-	-	1,395,877
152,608	-	3,068,887
-	-	1,031,596
-	-	312,302
-	-	484,713
-	-	52,016
16,789	-	1,566,804
-	-	870,000
-	-	632,808
<u>169,397</u>	<u>-</u>	<u>9,415,003</u>
<u>(1,693)</u>	<u>16</u>	<u>(331,597)</u>

The accompanying notes to basic financial statements are an integral part of these statements.

TOWN OF GOLDEN BEACH, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
(Continued)
For the Year Ended September 30, 2014

	Major Governmental Funds			
	General Fund	Capital Improvement Project Fund	Bridge Fund	Debt Service Fund
OTHER FINANCING SOURCES (USES):				
Transfers in	60,000	315,293	382,531	573,775
Transfers out	<u>(1,271,599)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(1,211,599)</u>	<u>315,293</u>	<u>382,531</u>	<u>573,775</u>
Changes in fund balances	(980,142)	-	710,222	-
FUND BALANCES (DEFICITS), beginning of year	<u>4,578,284</u>	<u>-</u>	<u>(700,000)</u>	<u>-</u>
FUND BALANCES, end of year	<u>\$ 3,598,142</u>	<u>\$ -</u>	<u>\$ 10,222</u>	<u>\$ -</u>

The accompanying notes to basic financial statements are an integral part of these statements.

<u>Law Enforcement Trust Fund</u>	<u>Nonmajor Special Assessment II Fund</u>	<u>Total Governmental Funds</u>
-	-	1,331,599
<u>(60,000)</u>	<u>-</u>	<u>(1,331,599)</u>
<u>(60,000)</u>	<u>-</u>	<u>-</u>
(61,693)	16	(331,597)
<u>510,217</u>	<u>-</u>	<u>4,388,501</u>
<u>\$ 448,524</u>	<u>\$ 16</u>	<u>\$ 4,056,904</u>

The accompanying notes to basic financial statements are an integral part of these statements.

TOWN OF GOLDEN BEACH, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2014

NET CHANGE IN FUND BALANCES -
TOTAL GOVERNMENTAL FUNDS \$ (331,597)

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

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

Expenditures for capital assets	\$ 1,489,188	
Less current year depreciation	<u>(843,569)</u>	645,619

The net effect of various miscellaneous transactions
involving capital assets (trade-ins, retirements) is
to decrease net position. (1,309)

Repayment of debt principal is an expenditure in the
governmental funds, but the repayment reduces liabilities
in the statement of net position:

Principal payments on debt		870,000
Amortization of bond premium		1,736

Certain items reported in the statement of activities do
not require the use of current financial resources and,
therefore, are not reported as expenditures in the
governmental funds:

Change in net pension asset		(1,810)
Change in accrued interest payable		5,379
Change in compensated absences payable		(8,143)
Change in other post-employment benefit obligation (OPEB)		<u>(11,600)</u>

CHANGES IN NET POSITION OF GOVERNMENTAL
ACTIVITIES \$ 1,168,275

The accompanying notes to basic financial statements are an integral part of these statements.

TOWN OF GOLDEN BEACH, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL -
GENERAL FUND
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:				
Ad valorem taxes	\$ 4,687,663	\$ 4,687,663	\$ 4,635,236	\$ (52,427)
Total ad valorem taxes	<u>4,687,663</u>	<u>4,687,663</u>	<u>4,635,236</u>	<u>(52,427)</u>
Franchise fees:				
Gas	<u>5,000</u>	<u>5,000</u>	<u>8,562</u>	<u>3,562</u>
Total franchise fees	<u>5,000</u>	<u>5,000</u>	<u>8,562</u>	<u>3,562</u>
Utility service taxes:				
Communication service tax	23,336	23,336	21,578	(1,758)
Gas service tax	<u>5,200</u>	<u>5,200</u>	<u>6,604</u>	<u>1,404</u>
Total utility service taxes	<u>28,536</u>	<u>28,536</u>	<u>28,182</u>	<u>(354)</u>
Licenses and permits:				
Building permits	316,600	316,600	963,890	647,290
Other licenses and permits	161,800	161,800	318,583	156,783
Occupational licenses	<u>10,000</u>	<u>10,000</u>	<u>18,528</u>	<u>8,528</u>
Total licenses and permits	<u>488,400</u>	<u>488,400</u>	<u>1,301,001</u>	<u>812,601</u>
Sales, use and fuel taxes:				
State sales tax	64,656	64,656	65,724	1,068
Local option gas tax	25,390	25,390	25,525	135
Local sales tax	<u>31,000</u>	<u>31,000</u>	<u>34,366</u>	<u>3,366</u>
Total sales, use and fuel taxes	<u>121,046</u>	<u>121,046</u>	<u>125,615</u>	<u>4,569</u>
State shared revenues:				
State revenue sharing	18,221	18,221	19,026	805
Motor fuel tax rebate	<u>-</u>	<u>-</u>	<u>2,326</u>	<u>2,326</u>
Total state shared revenues	<u>18,221</u>	<u>18,221</u>	<u>21,352</u>	<u>3,131</u>
Physical environment:				
Reimbursements	<u>13,969</u>	<u>13,969</u>	<u>33,053</u>	<u>19,084</u>
Total physical environment	<u>13,969</u>	<u>13,969</u>	<u>33,053</u>	<u>19,084</u>

The accompanying notes to basic financial statements are an integral part of these statements.

TOWN OF GOLDEN BEACH, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL -
GENERAL FUND
For the Year Ended September 30, 2014
(continued)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Culture and recreation:				
Recreation fees	<u>1,500</u>	<u>1,500</u>	<u>3,740</u>	<u>2,240</u>
Total culture and recreation	<u>1,500</u>	<u>1,500</u>	<u>3,740</u>	<u>2,240</u>
Stormwater administration fee	<u>200,000</u>	<u>200,000</u>	<u>200,000</u>	<u>-</u>
Fines and forfeitures:				
Code enforcement	90,000	90,000	23,070	(66,930)
Fines and forfeits	23,000	23,000	30,394	7,394
Law enforcement trust fund	<u>1,500</u>	<u>1,500</u>	<u>1,611</u>	<u>111</u>
Total fines and forfeitures	<u>114,500</u>	<u>114,500</u>	<u>55,075</u>	<u>(59,425)</u>
Investment income (loss)	<u>13,100</u>	<u>13,100</u>	<u>(1,442)</u>	<u>(14,542)</u>
Miscellaneous:				
Miscellaneous revenue	72,100	72,100	27,192	(44,908)
Transponders	-	-	1,290	1,290
Tax lien letter income	500	500	46,630	46,130
Public records requests	<u>800</u>	<u>800</u>	<u>1,955</u>	<u>1,155</u>
Total miscellaneous	<u>73,400</u>	<u>73,400</u>	<u>77,067</u>	<u>3,667</u>
Allocation of fund balance	<u>550,000</u>	<u>550,000</u>	<u>-</u>	<u>(550,000)</u>
Total revenues	<u>6,315,335</u>	<u>6,315,335</u>	<u>6,487,441</u>	<u>172,106</u>
EXPENDITURES:				
General government:				
General and legislative:				
Operating expenditures	559,430	559,430	532,860	26,570
Capital outlay	21,000	21,000	8,513	12,487
Contingency	<u>260,519</u>	<u>68,059</u>	<u>-</u>	<u>68,059</u>
Total general and legislative	<u>840,949</u>	<u>648,489</u>	<u>541,373</u>	<u>107,116</u>

The accompanying notes to basic financial statements are an integral part of these statements.

TOWN OF GOLDEN BEACH, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL -
GENERAL FUND
For the Year Ended September 30, 2014
(continued)

	Original Budget	Final Budget	Actual	Variance
Executive:				
Personal services	303,139	340,013	303,281	36,732
Operating expenditures	48,986	48,986	90,690	(41,704)
Capital outlay	<u>3,600</u>	<u>3,600</u>	<u>9,681</u>	<u>(6,081)</u>
Total executive	<u>355,725</u>	<u>392,599</u>	<u>403,652</u>	<u>(11,053)</u>
Town clerk:				
Personal services	141,878	144,878	144,530	348
Operating expenditures	37,400	37,400	33,881	3,519
Capital outlay	<u>1,000</u>	<u>1,000</u>	<u>400</u>	<u>600</u>
Total town clerk	<u>180,278</u>	<u>183,278</u>	<u>178,811</u>	<u>4,467</u>
Town legal counsel:				
Operating expenditures	<u>239,500</u>	<u>43,403</u>	<u>43,361</u>	<u>42</u>
Total Town legal counsel	<u>239,500</u>	<u>43,403</u>	<u>43,361</u>	<u>42</u>
Finance:				
Personal services	172,137	191,604	184,691	6,913
Operating expenditures	55,400	55,400	58,956	(3,556)
Capital outlay	<u>1,000</u>	<u>1,000</u>	<u>4,733</u>	<u>(3,733)</u>
Total finance	<u>228,537</u>	<u>248,004</u>	<u>248,380</u>	<u>(376)</u>
Total general government	<u>1,844,989</u>	<u>1,515,773</u>	<u>1,415,577</u>	<u>100,196</u>
Public safety:				
Law enforcement:				
Personal services	2,178,772	2,241,560	2,092,187	149,373
Operating expenditures	281,700	281,700	396,376	(114,676)
Capital outlay	<u>20,000</u>	<u>20,000</u>	<u>8,975</u>	<u>11,025</u>
Total law enforcement	<u>2,480,472</u>	<u>2,543,260</u>	<u>2,497,538</u>	<u>45,722</u>
Protective inspections:				
Personal services	260,477	326,294	225,661	100,633
Operating expenditures	<u>101,420</u>	<u>101,420</u>	<u>202,055</u>	<u>(100,635)</u>
Total protective inspections	<u>361,897</u>	<u>427,714</u>	<u>427,716</u>	<u>(2)</u>
Total public safety	<u>2,842,369</u>	<u>2,970,974</u>	<u>2,925,254</u>	<u>45,720</u>

The accompanying notes to basic financial statements are an integral part of these statements.

TOWN OF GOLDEN BEACH, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL -
GENERAL FUND
For the Year Ended September 30, 2014
(continued)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Physical environment:				
Personal services	643,915	653,915	710,299	(56,384)
Operating expenditures	367,100	367,100	321,297	45,803
Capital outlay	-	-	1,316	(1,316)
Total physical environment	<u>1,011,015</u>	<u>1,021,015</u>	<u>1,032,912</u>	<u>(11,897)</u>
Transportation:				
Personal services	81,958	120,123	69,434	50,689
Operating expenditures	192,074	192,074	229,084	(37,010)
Operating expenditures	-	-	13,784	(13,784)
Total transportation	<u>274,032</u>	<u>312,197</u>	<u>312,302</u>	<u>(105)</u>
Legislative:				
Personal services	5	12,775	5	12,770
Operating expenditures	23,500	23,500	52,011	(28,511)
Capital outlay	8,100	8,100	6,896	1,204
Total legislative	<u>31,605</u>	<u>44,375</u>	<u>58,912</u>	<u>(14,537)</u>
Cultural and recreation:				
Personal services	193,825	333,501	127,248	206,253
Operating expenditures	168,500	168,500	357,465	(188,965)
Capital outlay	9,000	9,000	26,314	(17,314)
Total cultural and recreation	<u>371,325</u>	<u>511,001</u>	<u>511,027</u>	<u>(26)</u>
Total expenditures	<u>6,375,335</u>	<u>6,375,335</u>	<u>6,255,984</u>	<u>119,351</u>
Change in fund balance before other financing sources (uses)	<u>(60,000)</u>	<u>(60,000)</u>	<u>231,457</u>	<u>291,457</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	60,000	60,000	60,000	-
Transfers out	-	-	(1,271,599)	(1,271,599)
Total other financing sources (uses)	<u>60,000</u>	<u>60,000</u>	<u>(1,211,599)</u>	<u>(1,271,599)</u>
Change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>(980,142)</u>	<u>\$ (980,142)</u>
FUND BALANCE, beginning of year			<u>4,578,284</u>	
FUND BALANCE, end of year			<u>\$ 3,598,142</u>	

The accompanying notes to basic financial statements are an integral part of these statements.

TOWN OF GOLDEN BEACH, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUND
September 30, 2014

	<u>Stormwater Utility Fund</u>
ASSETS:	
Current assets:	
Cash and cash equivalents	\$ 285,811
Investments	14,730
Accounts receivable	<u>66,631</u>
Total current assets	<u>367,172</u>
Noncurrent assets:	
Capital assets, net	<u>13,493,027</u>
Total noncurrent assets	<u>13,493,027</u>
Total assets	<u>13,860,199</u>
LIABILITIES:	
Current liabilities:	
Accrued interest payable	9,483
Current portion of debt	130,054
Due to other funds	<u>1,804,068</u>
Total current liabilities	<u>1,943,605</u>
Noncurrent liabilities:	
Long-term debt	<u>1,602,983</u>
Total noncurrent liabilities	<u>1,602,983</u>
Total liabilities	<u>3,546,588</u>
NET POSITION:	
Net investment in capital assets	11,759,990
Unrestricted (deficit)	<u>(1,446,379)</u>
Total net position	<u>\$ 10,313,611</u>

The accompanying notes to basic financial statements are an integral part of these statements.

TOWN OF GOLDEN BEACH, FLORIDA
STATEMENT OF REVENUES, EXPENSES AND CHANGE IN NET POSITION-
PROPRIETARY FUND
For the Year Ended September 30, 2014

	<u>Stormwater Utility Fund</u>
OPERATING REVENUES:	
Charges for services	\$ 153,925
Franchise fees	117,302
Tax revenue	<u>129,828</u>
Total operating revenues	<u>401,055</u>
 OPERATING AND GENERAL EXPENSES:	
Professional fees	8,908
Depreciation expense	358,315
General expenses	28,840
Administrative fee	<u>200,000</u>
Total operating and general expenses	<u>596,063</u>
Operating loss	<u>(195,008)</u>
 NONOPERATING REVENUES (EXPENSES):	
Grant revenues	165,405
Investment income	28
Interest expense	<u>(37,216)</u>
Total nonoperating revenues (expenses)	<u>128,217</u>
Change in net position	(66,791)
 NET POSITION, beginning of year	 <u>10,380,402</u>
 NET POSITION, end of year	 \$ <u><u>10,313,611</u></u>

The accompanying notes to basic financial statements are an integral part of these statements.

TOWN OF GOLDEN BEACH, FLORIDA
STATEMENT OF CASH FLOWS -
PROPRIETARY FUND
For the Year Ended September 30, 2014

	<u>Stormwater Utility Fund</u>
CASH FLOWS FROM OPERATING ACTIVITIES:	
Cash received from customers and users	\$ 435,190
Cash paid for goods and services	<u>(237,748)</u>
Net cash provided by operating activities	<u>197,442</u>
CASH FLOWS FROM NONOPERATING ACTIVITIES:	
Cash received from grants	<u>266,259</u>
Net cash provided by nonoperating activities	<u>266,259</u>
CASH FLOWS FROM FINANCING ACTIVITIES:	
Change in due to/from balances	(69,928)
Interest paid	(34,353)
Principal payments	<u>(127,647)</u>
Net cash used in financing activities	<u>(231,928)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	
Investment income received	28
Purchase of investments	41
Purchase of capital assets	<u>(19,240)</u>
Net cash used in investing activities	<u>(19,171)</u>
Net increase in cash and cash equivalents	212,602
CASH AND CASH EQUIVALENTS, beginning of year	<u>73,209</u>
CASH AND CASH EQUIVALENTS, end of year	<u>\$ 285,811</u>
RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED BY OPERATING ACTIVITIES:	
Operating loss	\$ <u>(195,008)</u>
Adjustments to reconcile operating loss to net cash provided by operating activities:	
Provision for depreciation	358,315
(Increase) decrease in accounts receivable	<u>34,135</u>
Total adjustments	<u>392,450</u>
Net cash provided by operating activities	<u>\$ 197,442</u>

The accompanying notes to basic financial statements are an integral part of these statements.

TOWN OF GOLDEN BEACH, FLORIDA
STATEMENT OF FIDUCIARY NET POSITION
RETIREMENT PLAN FOR EMPLOYEES OF THE TOWN OF GOLDEN BEACH
September 30, 2014

ASSETS:		
Cash and cash equivalents		\$ 456,531
Receivables:		
Employee contribution	\$ 19,781	
Interest	20,045	
Other	<u>1,884</u>	41,710
Investments, at fair value:		
Common stock	3,766,526	
Government bonds	1,318,381	
Corporate bonds	863,558	
Alternative investments	<u>658,379</u>	<u>6,606,844</u>
Total assets		<u>7,105,085</u>
LIABILITIES:		
Accounts payable		1,000
Due to broker		<u>8,668</u>
Total liabilities		<u>9,668</u>
NET POSITION HELD IN TRUST FOR PENSION BENEFITS		\$ <u><u>7,095,417</u></u>

The accompanying notes to basic financial statements are an integral part of these statements.

TOWN OF GOLDEN BEACH, FLORIDA
STATEMENT OF CHANGE IN FIDUCIARY NET POSITION
RETIREMENT PLAN FOR EMPLOYEES OF THE TOWN OF GOLDEN BEACH
For the Year Ended September 30, 2014

ADDITIONS:	
Contributions:	
Employer	\$ 427,817
Employees	<u>100,150</u>
Total contributions	<u>527,967</u>
Investment income:	
Net appreciation in fair value of Plan investments	465,523
Interest and dividend income	<u>128,204</u>
Total investment income	<u>593,727</u>
Total additions	<u>1,121,694</u>
DEDUCTIONS:	
Benefits paid	299,455
Consulting and advisory fees	58,924
Professional fees	46,956
Other	12,639
Contribution refunds	<u>15,335</u>
Total deductions	<u>433,309</u>
Net increase	688,385
NET POSITION HELD IN TRUST FOR PENSION BENEFITS, beginning of year	<u>6,407,032</u>
NET POSITION HELD IN TRUST FOR PENSION BENEFITS, end of year	<u>\$ 7,095,417</u>

The accompanying notes to basic financial statements are an integral part of these statements.

TOWN OF GOLDEN BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
September 30, 2014

NOTE 1 - ORGANIZATION AND OPERATIONS

The Town of Golden Beach, Florida (the "Town") was incorporated in 1929 under the provisions of the State of Florida. The Town operates under a council/manager form of government. The Town provides or contracts for the following services as authorized by its Charter and Town ordinances: public safety (police and fire), streets, sanitation, stormwater utility, social services, culture and recreation, public improvements, planning and zoning and general administrative services.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Town have been prepared in accordance with generally accepted accounting principles ("GAAP") applicable to governmental units. GAAP includes all relevant Governmental Accounting Standards Board ("GASB") pronouncements. The following is a summary of the more significant accounting policies of the Town:

Reporting entity:

The financial reporting entity consists of the Town, organizations for which the Town is financially accountable, and other organizations for which the nature and significance of their relationship with the Town are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The Town is financially accountable for a component unit if it appoints a voting majority of the organization's governing board and it is able to impose its 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 Town. Based upon the application of these criteria, there were no component units or related organizations of the Town.

Basis of presentation:

Government-wide financial statements

The government-wide financial statements (i.e. the statement of net position and the statement of activities) report information on all activities of the Town. For the most part, 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 services.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those expenses 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.

Fund financial statements

The accounts of the Town are organized on the basis of funds, each of which is considered and accounted for as a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance/net position, revenues and expenditures. An emphasis is placed on major funds within the governmental category.

TOWN OF GOLDEN BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
September 30, 2014

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fund financial statements (continued)

The Town reports the following major governmental funds:

The General Fund is the principal operating fund of the Town. All general tax revenues and other receipts that are not allocated by law or contractual agreement to another fund are accounted for in this fund.

The Capital Improvement Project Fund is used to account for financial resources segregated for the acquisition or construction of major capital facilities other than those financed by enterprise operations.

The Bridge Fund is used to account for the proceeds and expenditures of the bridge projects that the Town is currently undertaking. The Fund requires separate accounting due to legal or regulatory provisions or administrative action.

The Debt Service Fund is used to account for the payment of principal, interest and other expenditures on long-term debt.

The Town reports the following major proprietary fund:

The Stormwater Utility Fund accounts for the operation of the Town's stormwater drainage system.

Additionally, the government reports the following non-major funds:

The Law Enforcement Trust Fund is a special revenue fund used to keep track of proceeds related to specific sources. The Fund requires separate accounting due to legal or regulatory provisions or administrative action.

The Special Assessment II Fund is a special revenue fund used to keep track of proceeds related to specific sources. The Fund requires separate accounting due to legal or regulatory provisions or administrative action.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

Measurement focus, basis of accounting:

Government-wide financial statements

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenses/expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

TOWN OF GOLDEN BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
September 30, 2014

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Government-wide financial statements (continued):

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. This differs from the manner in which governmental fund financial statements are prepared. Therefore, governmental fund financial statements include reconciliations with a brief explanation to better identify the relationship between the government-wide statements and the fund financial statements. The proprietary fund financial statements are prepared on the accrual basis of accounting. 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 revenues as soon as all eligibility requirements imposed by the provider have been met.

Fund financial statements

All governmental fund types use the modified accrual basis of accounting under which revenue is recognized in the accounting period in which it becomes susceptible to accrual (i.e., when it becomes both measurable and available). "Measurable" means the amount of the transaction which can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Town considers property taxes as available if they are collected within sixty days after year end. Other taxes, intergovernmental revenues, and interest associated with the current fiscal period are all considered to be susceptible to accrual and are recognized as revenues of the current fiscal period. All other revenue items such as fines and forfeitures and licenses and permits are considered to be measurable and available only when cash is received by the Town. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) fines and forfeitures, 3) operating grants and contributions, and 4) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary fund are from charges to customers for services. Operating expenses for proprietary funds include the costs of services, administrative expenses, and depreciation expense on capital assets. All revenues and expenses that do not meet this definition are reported as nonoperating revenues or expenses.

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

Budgets:

The Town is required to develop an approved annual budget. Annual budgets are adopted for most governmental funds.

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

TOWN OF GOLDEN BEACH, FLORIDA
 NOTES TO BASIC FINANCIAL STATEMENTS
 September 30, 2014

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

- a. Prior to July 1, the Town Manager submits to the Town Council, the budget estimates of expenditures and revenues of all Town departments for the fiscal year commencing the following October 1.
- b. Upon receipt of the annual budget estimates, the Town Council prepares an appropriation ordinance using the Town Manager's estimates as a basis.
- c. Public hearings are conducted at the Town Hall to obtain taxpayer's comments.
- d. Prior to October 1, the budget is legally enacted through passage of a resolution.
- e. The Town may not legally expend or contract to expend amounts in excess of the total amount of appropriated expenditures of any of the funds for the year. The Town Manager can transfer funds among departmental expenditure categories, but may not increase total departmental expenditures without Council approval. Therefore, the legal level of control is at the departmental level.
- f. Formal budgetary integration is employed as a control device during the year for the General Fund, Special Revenue Funds, Capital Improvement Project Fund and the Debt Service Fund. Budget appropriations lapse at year end.
- g. The budgets for the General, Special Revenue, Capital Improvement Project and the Debt Service Funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America.
- h. Budgeted amounts presented for fiscal year 2014 include amendments to the budget originally adopted by the Town Council.
- i. During the year, departmental expenditures exceeded the legally authorized budget as follows:

General Fund

Legislative	\$	(14,537)
Physical environment		(11,897)
Executive		(11,053)
Finance		(376)
Transportation		(105)
Cultural and recreation		(26)
Protective inspections		(2)

Cash and cash equivalents:

In connection with the statement of cash flows, the Town considers cash on hand, demand deposits and bank repurchase agreements as cash and cash equivalents.

Investments:

Investments are stated at their fair value, which is based on quoted market prices. Certain investments are stated at amortized cost if they have a remaining maturity of one year or less when purchased.

TOWN OF GOLDEN BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
September 30, 2014

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Accounts receivable:

The accounts receivable consists of amounts owed for property taxes, stormwater utility fees, other miscellaneous taxes, and fines.

Capital assets:

Capital assets, which include land, buildings, improvements other than buildings, infrastructure, equipment and vehicles, and construction in progress are reported in the governmental activities column in the government-wide financial statements. The government defines capital assets as assets with an initial, individual cost of more than \$ 750 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. Depreciation on all capital assets is charged to operations using the straight-line method over the assets' estimated service lives, ranging from 5-50 years.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

GASB 34 encourages but does not require certain governments to retroactively report infrastructure assets. The Town has elected not to retroactively report any unrecorded infrastructure that may exist.

Improvements other than buildings of the Proprietary Fund are stated at cost or, if donated, at fair value at the date of donation. Costs, which materially extend the useful life of existing assets, are capitalized. Depreciation has been provided over an estimated useful life of 40 years using the straight-line method.

The cost of property sold or retired, together with the related accumulated depreciation, is removed from the appropriate accounts and any resulting gain or loss is included in income.

Deferred outflows/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 Town does not have any items that qualify for reporting in this category.

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 Town does not have any items that qualify for reporting in this category.

Compensated absences:

Full-time employees of the Town are entitled to be paid for twelve days of sick leave in each calendar year after six months of employment. Unused hours can be carried over to the following year, subject to limitations established by Town ordinance. In the event of termination, each qualifying employee is entitled to receive payment equal to 50% of the value of total accumulated unused sick days.

TOWN OF GOLDEN BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
September 30, 2014

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Each full-time employee is entitled to between ten and twenty days annual paid vacation leave. Unused hours can be carried over to the following year, subject to limitations established by Town ordinance. In the event of termination, each qualifying employee is entitled to receive payment equal to 100% of the value of the total accumulated unused vacation days.

Accumulated compensated absences are recorded as expenses in the government-wide and proprietary fund financial statements when earned. Expenditures for accumulated compensated absences have been recorded in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Equity classifications:

Government-wide statements

Equity is classified as net position and displayed in three components:

- a. Net investment in capital assets - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position - Consists of net position with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments, or 2) laws through constitutional provisions or enabling legislation.
- c. Unrestricted net position - All other net position that do not meet the definition of "restricted" or "invested in capital assets net of related debt."

Fund statements

The Town previously adopted GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This statement requires that governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the Town is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- **Nonspendable:** This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. "Not in spendable form" includes items that are not expected to be converted to cash (such as inventories and prepaid amounts) and items such as long-term amount of loans and notes receivable, as well as property acquired for resale. The corpus (or principal) of a permanent fund is an example of an amount that is legally or contractually required to be maintained intact.
- **Restricted:** This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

TOWN OF GOLDEN BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
September 30, 2014

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

- Committed: This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Town Commission. These amounts cannot be used for any other purpose unless the Commission removes or changes the specified use by taking the same type of action (ordinance or resolution) that was employed when the funds were initially committed. Resources accumulated pursuant to stabilization arrangements sometimes are reported in this category.
- Assigned: This classification includes amounts that are constrained by the Town's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Commission or through the Commission delegating this responsibility to Town management.
- Unassigned: This classification includes the residual fund balance for the General Fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those specific purposes.

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

Property taxes:

Real and personal property values are assessed on a county-wide basis by the Miami-Dade County Property Appraiser as of January 1 of each year (the lien date). Taxable value of property within the Town is certified by the Property Appraiser and the Town levies a tax upon the taxable value, which will provide revenue required for the next fiscal year beginning October 1.

Property taxes levied by the Town and all other taxing authorities within Miami-Dade County (the "County") are centrally billed and collected by the County, with monthly remittances to the Town for their proportionate share of collected taxes. Taxes for the fiscal year beginning October 1 are billed in the month of November, subject to a 1% per month discount for the period November through February, and are due no later than March 31. On April 1, unpaid amounts become delinquent with interest and penalties thereafter. Beginning June 1, tax certificates representing delinquent taxes with interest and penalties added are sold by the County, with remittance to the Town for its share of those receipts.

Assessed values are established by the Miami-Dade County Property Appraiser at just values. The assessed value of property at January 1, 2012, upon which the 2013-2014 levy was based, was approximately \$ 693,800,000. The Miami-Dade County Tax Collector bills and collects all property taxes for the Town.

TOWN OF GOLDEN BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
September 30, 2014

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The Town is permitted by Article 7, Section 8 of the Florida Constitution to levy taxes up to \$ 10 per \$ 1,000 of assessed valuation (10 mills) for general governmental services. In addition, unlimited amounts may be levied for the payment of principal and interest for debt service if approved by the voters. The operating tax rate to finance general government services for the year ended September 30, 2014 was \$ 7.1130 per \$ 1,000 and \$ 1.3870 per \$ 1,000 for bond debt service.

The Town accrues property tax receivables based on the County's allocation of the Town's portion of County-held certificates for prior years.

Retirement systems:

The Town sponsors and administers a retirement system covering substantially all full-time general employees and police officers. Annual costs of the pension plan are actuarially computed and the Town funds annual pension costs as incurred. Investments are stated at their fair value.

Internal balances:

Amounts reported in the fund financial statements as interfund receivables and payables are eliminated in the government-wide governmental and business-type activities columns of the statement of net position, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances.

Use of estimates:

The presentation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses/expenditures during the reporting period. Accordingly, actual results could differ from those estimates.

Date of management review:

Subsequent events have been evaluated by management through June 10, 2015, which is the date the financial statements were available for issuance.

NOTE 3 - DEPOSITS AND INVESTMENTS

Governmental and Proprietary Funds

Deposits:

As required by Chapter 280.03, Florida Statutes, all deposits of the Town during the year ended September 30, 2014, including time deposit accounts, demand deposit accounts and money market accounts, were held in institutions designated by the Treasurer of the State of Florida as "qualified public depositories" and were accordingly covered by a collateral pool as required by that Statute. Therefore, in accordance with GASB Codification 150.110, the deposits are treated as insured or collateralized with securities held by the entity or its agent in the entity's name. As of September 30, 2014, the carrying amount of the Town's deposits was \$ 2,465,760 with a bank balance of \$ 2,564,404.

TOWN OF GOLDEN BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
September 30, 2014

NOTE 3 - DEPOSITS AND INVESTMENTS (continued)

Investments:

Florida Statutes and Town Ordinances authorize Town officials to invest pooled funds in United States bonds and obligations, guaranteed United States agency issues, Florida county, municipal and district general, excise and revenue obligations, Florida bank certificates of deposit, bankers acceptances, reverse repurchase agreements and prime commercial paper issues. Investments in the proprietary fund are allowed to be comprised of United States Treasury state and local government series securities. In addition, the Fiduciary Fund is authorized to invest in corporate and government bonds, stocks, mutual funds, money market funds, mortgages, and notes.

The Town's governmental and proprietary portfolios were placed in an external investment pool, the Local Government Surplus Funds Trust Fund ("Florida PRIME"). Florida PRIME 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 a 2a7-like fund. The Town'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.

Total governmental and proprietary investments at September 30, 2014 were as follows:

	Fair Value	Investment Maturities (in years)		
		Less than 1	1 to 5	6 to 10
Florida PRIME	\$ 98,773	\$ 98,773	\$ -	\$ -
Non-negotiable certificates of deposit	714,723	714,723	-	-
	<u>\$ 813,496</u>	<u>\$ 813,496</u>	<u>\$ -</u>	<u>\$ -</u>

Interest rate risk: The Town's investment policy is designed to minimize the risk that change in the market value of securities in the portfolio caused by changes in general interest rates will result in any losses by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations and by investing operating funds primarily in shorter-term securities, money market funds, or similar investment pools.

Credit risk: State law limits investments in bonds, stocks or other evidences of indebtedness issued or guaranteed by a corporation organized under the laws of the United States, any state or organized territory of the United States, or the District of Columbia, unless the corporation is listed on any one or more of the recognized national stock exchanges or on the National Market System of the NASDAQ Stock Market and in the case of bonds only, hold a rating in one of the three highest classifications by a major rating service. The Florida PRIME is rated AAAM by Standard and Poor's.

TOWN OF GOLDEN BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
September 30, 2014

NOTE 3 - DEPOSITS AND INVESTMENTS (continued)

Fiduciary Funds

The Retirement Plan for the Employees of the Town of Golden Beach (the "Plan") maintains an agreement whereby the investment securities are held in the Plan's name by a financial institution acting as the Plan's custodian. The custodian also assists Plan management in securing one or more investment managers to invest in securities at the manager's discretion.

At year end, the Plan's investment balances were as follows:

Investment	Maturities	Fair Value
Common stock	Not applicable	\$ 3,766,526
Alternative investments	Not applicable	658,379
Corporate bonds	October 1, 2014 through September 30, 2015	249,091
Corporate bonds	October 1, 2016 through September 30, 2017	244,125
Corporate bonds	October 1, 2017 through September 30, 2018	320,043
Corporate bonds	October 1, 2021 through September 30, 2022	50,299
Government bonds	October 1, 2014 through September 30, 2015	449,410
Government bonds	October 2015 through September 30, 2016	139,269
Government bonds	October 1, 2016 through September 30, 2017	208,269
Government bonds	October 1, 2018 through September 30, 2019	228,774
Government bonds	October 1, 2019 through September 30, 2020	52,323
Government bonds	October 1, 2020 through September 30, 2021	96,937
Government bonds	October 1, 2021 through September 30, 2022	143,399
	Total investments	\$ <u>6,606,844</u>

Interest rate risk: Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The Plan does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The Plan does, however, limit its exposure to interest rate risk by diversifying its investments by security type and institution, and limits holdings in any one type of investment with any one issuer with various durations of maturities.

TOWN OF GOLDEN BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
September 30, 2014

NOTE 3 - DEPOSITS AND INVESTMENTS (continued)

Credit risk: Credit risk is the risk that a security or portfolio will lose some or all of its value due to a real or perceived change in the ability of the issuer to repay its debt. This risk is generally measured by the assignment of a rating by a nationally recognized statistical rating organization. As of September 30, 2014, the Plan's corporate bonds were rated between A3 and AA2 by Moody's Investor Services and between A- and AA+ by Standard & Poor's. The Plan has no investment policy that would further limit its investment choices.

Concentration of credit risk: GASB Statement No. 40 requires disclosure when the percent is 5% or more in any one issuer. As of September 30, 2014, investments held in one fund consisting of United States Treasury notes in the amount of \$ 882,043 exceeded 5% of Plan net position.

Custodial credit risk: This is the risk that, upon failure of a counterparty or collateral securities held by the Plan, it would not be able to recover the value thereof. The Plan assets are held by their custodial bank and registered in the Plan's name.

NOTE 4 - CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2014 was as follows:

	<u>Balance October 1, 2013</u>	<u>Additions</u>	<u>Retirements and Transfers</u>	<u>Balance September 30, 2014</u>
Governmental activities:				
Capital assets, not being depreciated				
Land	\$ 1,878,598	\$ -	\$ -	\$ 1,878,598
Construction in progress	<u>6,613,020</u>	<u>242,702</u>	<u>(6,613,020)</u>	<u>242,702</u>
Total capital assets, not being depreciated	<u>8,491,618</u>	<u>242,702</u>	<u>(6,613,020)</u>	<u>2,121,300</u>
Capital assets, being depreciated:				
Equipment and vehicles	2,915,438	191,353	(18,856)	3,087,935
Buildings	1,192,355	-	-	1,192,355
Infrastructure	17,569,103	883,072	6,613,020	25,065,195
Improvements other than buildings	<u>797,793</u>	<u>172,061</u>	<u>-</u>	<u>969,854</u>
Total capital assets, being depreciated	<u>22,474,689</u>	<u>1,246,486</u>	<u>6,594,164</u>	<u>30,315,339</u>
Total capital assets	<u>30,966,307</u>	<u>1,489,188</u>	<u>(18,856)</u>	<u>32,436,639</u>

TOWN OF GOLDEN BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
September 30, 2014

NOTE 4 - CAPITAL ASSETS (continued)

	Balance October 1, 2013	Additions	Retirements and Transfers	Balance September 30, 2014
Less accumulated depreciation for:				
Equipment and vehicles	2,062,745	222,405	(17,547)	2,267,603
Buildings	277,497	24,022	-	301,519
Infrastructure	1,497,492	559,511	-	2,057,003
Improvements other than buildings	<u>374,716</u>	<u>37,631</u>	<u>-</u>	<u>412,347</u>
Total accumulated depreciation	<u>4,212,450</u>	<u>843,569</u>	<u>(17,547)</u>	<u>5,038,472</u>
Total capital assets, being depreciated, net	<u>18,262,239</u>	<u>402,917</u>	<u>6,611,711</u>	<u>25,276,867</u>
Governmental activities capital assets, net	\$ <u>26,753,857</u>	\$ <u>645,619</u>	\$ <u>(1,309)</u>	\$ <u>27,398,167</u>
Business-type activities:				
Capital assets, not being depreciated:				
Construction in progress	\$ <u>1,017,909</u>	\$ <u>-</u>	\$ <u>(1,017,909)</u>	\$ <u>-</u>
Total capital assets, not being depreciated	<u>1,017,909</u>	<u>-</u>	<u>(1,017,909)</u>	<u>-</u>
Capital assets, being depreciated:				
Equipment and vehicles	47,000	-	-	47,000
Improvements other than buildings	<u>14,066,871</u>	<u>19,238</u>	<u>1,017,909</u>	<u>15,104,018</u>
Total capital assets, being depreciated	<u>14,113,871</u>	<u>19,238</u>	<u>1,017,909</u>	<u>15,151,018</u>
Total capital assets	<u>15,084,780</u>	<u>19,238</u>	<u>-</u>	<u>15,104,018</u>
Less accumulated depreciation for:				
Equipment and vehicles	6,266	3,133	-	9,399
Improvements other than buildings	<u>1,293,412</u>	<u>355,180</u>	<u>-</u>	<u>1,648,592</u>
Total accumulated depreciation	<u>1,299,678</u>	<u>358,313</u>	<u>-</u>	<u>1,657,991</u>
Total capital assets, being depreciated, net	<u>12,814,193</u>	<u>(339,075)</u>	<u>1,017,909</u>	<u>13,493,027</u>
Business-type activities capital assets, net	\$ <u>13,832,102</u>	\$ <u>(339,075)</u>	\$ <u>-</u>	\$ <u>13,493,027</u>

TOWN OF GOLDEN BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
September 30, 2014

NOTE 4 - CAPITAL ASSETS (continued)

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

Governmental activities:	
General government	\$ 219,328
Public safety	323,930
Physical environment	223,546
Cultural and recreation	<u>76,765</u>
Total depreciation expense - governmental activities	<u>\$ 843,569</u>
Business-type activities:	
Stormwater drainage	<u>\$ 358,313</u>

NOTE 5 - LONG-TERM LIABILITIES

Governmental activities:

The following is a summary of changes in the long-term liabilities for the year ended September 30, 2014:

	<u>Balance October 1, 2013</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance September 30, 2014</u>	<u>Due Within One Year</u>
Governmental activities:					
Special Assessment					
General Obligation					
Bonds, Series 2008	\$ 13,205,000	\$ -	\$ 310,000	\$ 12,895,000	\$ 320,000
Capital Improvement					
Refunding Revenue Note, Series 2012	560,000	-	560,000	-	-
Grant Anticipation Note					
Series 2012B	2,000,000	-	-	2,000,000	2,000,000
Bond premium	<u>45,136</u>	<u>-</u>	<u>1,736</u>	<u>43,400</u>	<u>-</u>
	<u>15,810,136</u>	<u>-</u>	<u>871,736</u>	<u>14,938,400</u>	<u>2,320,000</u>
Compensated absences payable	266,862	8,143	-	275,005	-
Other post-employment benefit liability	<u>85,400</u>	<u>11,600</u>	<u>-</u>	<u>97,000</u>	<u>-</u>
Total governmental activities	<u>\$ 16,162,398</u>	<u>\$ 19,743</u>	<u>\$ 871,736</u>	<u>\$ 15,310,405</u>	<u>\$ 2,320,000</u>

TOWN OF GOLDEN BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
September 30, 2014

NOTE 5 - LONG-TERM LIABILITIES (continued)

Special Assessment General Obligation Bonds, Series 2008 - In August 2008, the Town issued \$ 14,445,000 in Special Assessment General Obligation Bonds, Series 2008 for the purpose of funding certain capital projects within the boundaries of the Town. The Bonds bear interest at rates ranging from 3.00% to 5.00% and mature January 2038. Interest is payable semi-annually on the first day of each January and July. The Bonds are secured by the pledge of revenues derived from the collection of non-ad valorem special assessments.

The Town is required by the Bond Indenture to levy and collect special assessments pursuant to Florida Statutes, Section 190.022. The collection of these assessments are restricted and applied to the debt service requirements of the Bond issue. Further, the Town covenants to levy special assessments in annual amounts adequate to provide for the payment of principal and interest on the Bonds as it becomes due.

The aggregate annual debt service requirements for the Special Assessment Bond, Series 2008 is as follows:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 320,000	\$ 591,249	\$ 911,249
2016	330,000	580,849	910,849
2017	345,000	569,299	914,299
2018	355,000	556,361	911,361
2019	370,000	543,049	913,049
2020-2024	2,090,000	2,472,874	4,562,874
2025-2029	2,590,000	1,966,724	4,556,724
2030-2034	3,265,000	1,295,345	4,560,345
2035-2038	<u>3,230,000</u>	<u>413,000</u>	<u>3,643,000</u>
	<u>\$ 12,895,000</u>	<u>\$ 8,988,750</u>	<u>\$ 21,883,750</u>

\$ 2,000,000 Grant Anticipation Note, Series 2012B – In May 2012, the Town obtained a grant anticipation note not to exceed \$ 2,000,000, of which they had taken \$ 1,500,000 as of September 30, 2012. During the year ended September 30, 2013, the Town received an additional \$ 1,000,000 for this loan and paid off \$ 500,000. The Town obtained this note to fund the renovation of two island bridges. The note terms provide that the interest rate will be Prime Rate less 1.25%, provided that it cannot be less than 2.00% at any time. At the time of the audit, Prime Rate was 3.25%, resulting in an interest rate of 2.00%. The terms provide that quarterly interest only payments will be due from the town, with the full balance of principal due and payable in May 2015. The note is secured by a pledge of proceeds from the Department of Transportation bridge capital improvement reimbursement contract. If such pledged revenues are not sufficient to pay the Loan when due, the note shall be secured by non-ad valorem tax revenues.

TOWN OF GOLDEN BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
September 30, 2014

NOTE 5 - LONG-TERM LIABILITIES (continued)

The annual debt service requirements for the Grant Anticipation Note, Series 2012B are as follows:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ <u>2,000,000</u>	\$ <u>29,134</u>	\$ <u>2,029,134</u>
	\$ <u>2,000,000</u>	\$ <u>29,134</u>	\$ <u>2,029,134</u>

Business-type activities:

The following is a summary of changes in the long-term debt for the year ended September 30, 2014:

	<u>Balance October 1, 2013</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance September 30, 2014</u>	<u>Due Within One Year</u>
Business-type activities:					
Department of Environmental Protection, Revolving Loans	\$ <u>1,860,684</u>	\$ <u>-</u>	\$ <u>127,647</u>	\$ <u>1,733,037</u>	\$ <u>130,054</u>
Total business-type activities	\$ <u>1,860,684</u>	\$ <u>-</u>	\$ <u>127,647</u>	\$ <u>1,733,037</u>	\$ <u>130,054</u>

Department of Environmental Protection, Revolving Loan – The Town previously entered into a revolving loan agreement with the State of Florida Department of Environmental Protection. This loan is payable in semiannual installments of \$ 81,578 including interest at 1.81%, on June 15 and on December 15, until June 2026, when all remaining principal and interest is due. Loan payments are collateralized by electric franchise fees.

The annual debt service requirements for the revolving loans are as follows:

<u>Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 130,054	\$ 16,043	\$ 146,097
2016	132,505	14,727	147,232
2017	135,002	13,479	148,481
2018	137,547	12,207	149,754
2019	140,139	10,910	151,049
2020-2024	741,327	34,236	775,563
2025-2026	<u>316,463</u>	<u>3,728</u>	<u>320,191</u>
	\$ <u>1,733,037</u>	\$ <u>105,330</u>	\$ <u>1,838,367</u>

TOWN OF GOLDEN BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
September 30, 2014

NOTE 6 – ACCOUNTS RECEIVABLE/ACCOUNTS PAYABLE

Accounts payable at September 30, 2014 were as follows:

	<u>Vendors</u>	<u>Subcontractors</u>	<u>Total Accounts Payable</u>
Governmental activities:			
General Fund	\$ 178,049	\$ 4,934	\$ 182,983
Capital Improvement Project Fund	-	11,656	11,656
Law Enforcement Fund	<u>3,300</u>	<u>-</u>	<u>3,300</u>
Total governmental activities	<u>\$ 181,349</u>	<u>\$ 16,590</u>	<u>\$ 197,939</u>

Receivables at September 30, 2014 were as follows:

	<u>Taxes Receivable</u>	<u>Inter- Governmental</u>	<u>Accounts</u>	<u>Other</u>	<u>Total</u>
Governmental activities:					
General Fund	\$ 8,264	\$ -	\$ -	\$ 3,900	\$ 12,164
Capital Improvement Project Fund	-	-	201,916	-	201,916
Law Enforcement Fund	<u>-</u>	<u>12,215</u>	<u>25,782</u>	<u>-</u>	<u>37,997</u>
Total governmental activities	<u>\$ 8,264</u>	<u>\$ 12,215</u>	<u>\$ 227,698</u>	<u>\$ 3,900</u>	<u>\$ 252,077</u>

NOTE 7 - RETIREMENT PLANS

Description:

The Town has two defined benefit plans: The Retirement Plan for Employees of the Town of Golden Beach (the "Plan") and the Town of Golden Beach Police Officers Retirement Fund (the "Fund"). Both the Plan and the Fund are single-employer defined benefit plans. The Town of Golden Beach Police Officer's Retirement Fund is not required to be included as a fiduciary fund and, thus, is not included in the Town's basic financial statements.

All full-time employees (excluding elected officials, persons appointed to fulfill elected positions, and retained professionals and consultants for the Town) and police officers become participants in the Plan on their start of service. The Plan provides retirement, death, and disability benefits. The Plan does not currently provide for post-retirement benefit increases.

TOWN OF GOLDEN BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
September 30, 2014

NOTE 7 - RETIREMENT PLANS (continued)

Assets:

Plan membership consisted of the following at September 30, 2014:

	General	Police
Retirees and beneficiaries receiving benefits and terminated members entitled to benefits, but not yet receiving them	6	11
Active plan members	20	17
	26	28

Plan members are required to contribute 3.5% (6.0% for police officers) of their annual covered salary to the Plan. Contribution requirements of the Plan members and the Town are established and may be amended by the Pension Board. The Town is required to fund any annual unfunded amount as actuarially determined.

Administrative costs of the Plan are financed through current or prior investment earnings. The contribution requirements for the Plan for the covered payroll and actual contributions made for the fiscal year ended September 30, 2014 and the two preceding years were as follows:

	FY2014	FY 2013	FY 2012
Annual required contributions	\$ 427,817	\$ 391,306	\$ 376,825
Interest on net pension obligation	(1,286)	(2,066)	(1,643)
Adjustment to annual required contribution	3,096	4,934	2,938
Annual pension cost	429,627	394,174	378,120
Contribution made	427,817	383,769	383,769
Increase (decrease) in net pension obligation	1,810	10,405	(5,649)
Net pension obligation (asset) beginning	(17,148)	(27,553)	(21,904)
Net pension obligation (asset) ending	\$ (15,338)	\$ (17,148)	\$ (27,553)

Three-Year Trend Information

Year Ending September 30,	Annual Pension Cost (APC)	Percent of APC Contributed	Net Pension Obligation (Asset)
2012	\$ 378,120	102%	\$ (27,553)
2013	\$ 394,174	100%	\$ (17,148)
2014	\$ 429,627	100%	\$ (15,338)

TOWN OF GOLDEN BEACH, FLORIDA
 NOTES TO BASIC FINANCIAL STATEMENTS
 September 30, 2014

NOTE 7 - RETIREMENT PLANS (continued)

Schedule of Funding Progress:

The funded status of the Plan as of the most recent actuarial valuation was as follows:

Actuarial Valuation Date	Actuarial Value of Assets	Frozen Actuarial Accrued Liability	Unfunded (Overfunded) Frozen Actuarial Accrued Liability	Funded Ratio %	Annual Covered Payroll	Unfunded (Overfunded) Frozen Actuarial Accrued Liability as % of Annual Covered Payroll
10/01/13	\$ 5,569,208	\$ 6,946,610	\$ 1,377,402	80.2%	\$ 2,027,209	67.9%

The actuarial accrued liability is determined using a frozen entry age actuarial cost method. The actuarial value of Plan assets was determined using the market value less unrecognized capital appreciation at the rate of 20% per year. The amortization method is level dollar – closed, with a remaining amortization period of 30 years. Actuarial assumptions include (a) 7.5% investment rate of return, and (b) projected salary increases of 5.0% per year.

The schedule of funding progress presented as required supplementary information (RSI) immediately following the notes to the basic financial statements presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the frozen actuarial accrued liability for benefits.

Financial Report:

The Town has issued stand-alone financial statements for the Plan, which may be obtained from the Town of Golden Beach Finance Department. The provisions of GASB Statement No.67, *Financial Reporting for Pension Plans – An Amendment of GASB Statement No.25* have been implemented by the Plan in its fiscal year ended September 30, 2014 stand-alone report.

NOTE 8 – OTHER POST EMPLOYMENT BENEFITS

Plan Description:

The Town’s Other Post-Employment Benefits Plan (the “OPEB Plan”) is a single employer healthcare plan administered by the Town. Pursuant to Section 112.0801, Florida Statutes, the Town is required to permit participation in the OPEB Plan to retirees and their eligible dependents at a cost to the retiree that is no greater than the cost at which coverage is available for active employees. Eligible individuals include all regular employees of the Town who retire from active service under one of the pension plans sponsored by the Town. Under certain conditions, eligible individuals also include spouses and dependent children. The OPEB Plan does not issue a publicly available financial report.

TOWN OF GOLDEN BEACH, FLORIDA
 NOTES TO BASIC FINANCIAL STATEMENTS
 September 30, 2014

NOTE 8 – OTHER POST EMPLOYMENT BENEFITS (continued)

Funding Policy:

The contribution requirements of OPEB plan members and the Town are established by the state statutes and may be amended by the state legislature. The required contribution is based on projected pay-as-you-go financing requirements and is subject to constant revision. The Town has opted to not fund the net OPEB obligation of the resulting unfunded actuarial accrued liability on an annual basis.

Annual OPEB and Net OPEB Obligation:

The Town's annual OPEB cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the Town's annual OPEB for the year, the amount actually contributed to the OPEB Plan, and changes in the Town's OPEB obligation to the OPEB Plan based on the most recent actuarial valuation dated October 1, 2012:

Annual required contribution	\$	19,600
Interest on prior net OPEB obligation		3,400
Prior net OPEB obligation adjustment		<u>(3,600)</u>
Annual OPEB cost		19,400
Employer contributions		<u>(7,800)</u>
Increase in net OPEB obligation		11,600
Net OPEB obligation, beginning of year		<u>85,400</u>
Net OPEB obligation, end of year	\$	<u><u>97,000</u></u>

The Town's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation as of September 30, 2014 was as follows:

Annual OPEB cost	\$	19,400
Employer contributions	\$	7,800
Percentage of OPEB cost contributed		40%
Net OPEB obligation	\$	97,000

Funded Status and Funding Progress:

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits. An analysis of funding progress (the last plan year valuation date) is as follows:

Actuarial Valuation Date	Plan Assets	Accrued Liability	Unfunded Liability	Funded Ratio %	Expected Covered Payroll	Unfunded % of Payroll
10/01/12	\$ -	\$ 101,600	\$ 101,600	0.000%	\$ 1,802,000	5.64%

TOWN OF GOLDEN BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
September 30, 2014

NOTE 8 – OTHER POST EMPLOYMENT BENEFITS (continued)

Actuarial Methods and Assumptions:

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Projections of benefits are based on the types of benefits provided under the substantive plan at the time of each valuation and on the pattern of sharing of benefit costs between the Town and plan members to that point.

The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The actuarial liabilities and cost are determined using the projected unit credit cost method. There are no assets held in trust for this plan. Items subject to deferred recognition are amortized with a 2.5% annual increase over a period of 30 years.

NOTE 9 - INTERFUND BALANCES AND TRANSFERS

Interfund receivables and payables at September 30, 2014 were as follows:

	Due to:		
Due from:	General	Bridge Fund	Total
Capital Project			
Improvement Fund	\$ 194,345	\$ -	\$ 194,345
Law Enforcement Trust Fund	183,397	-	183,397
Special Assessment II Fund	99,355	-	99,355
Stormwater Fund	1,804,068	-	1,804,068
General Fund	-	11,982	11,982
Total	\$ <u>2,281,165</u>	\$ <u>11,982</u>	\$ <u>2,293,147</u>

One of the major reasons for the interfund balances is the fact that the Town's vendors may send one invoice that includes work for more than one project and the projects are assigned in more than one fund. For example, a check is cut from the General Fund and the items billed may include Stormwater Fund project costs therefore increasing the interfund balances.

TOWN OF GOLDEN BEACH, FLORIDA
NOTES TO BASIC FINANCIAL STATEMENTS
September 30, 2014

NOTE 9 - INTERFUND BALANCES AND TRANSFERS (continued)

Transfers to and from individual funds were as follows:

	Transfers out:					
Transfers in:	Bridge Fund	Capital Project Improvement Fund	General Fund	Debt Service Fund		Total
General Fund	\$ 382,531	\$ 315,293	\$ -	\$ 573,775		\$ 1,271,599
Law Enforcement Trust Fund	-	-	60,000	-		60,000
Total	<u>\$ 382,531</u>	<u>\$ 315,293</u>	<u>60,000</u>	<u>\$ 573,775</u>		<u>\$ 1,331,599</u>

Transfers were necessary during the year to cover fund deficits that existed as a result of costs not reimbursed by grantor or other agencies for specific projects.

NOTE 10 - RISK MANAGEMENT

For the year ended September 30, 2014, the Town participated in the Florida League of Cities ("FLC") risk pool. This is a statewide pool with several hundred governmental members. FLC provided the Town with general liability and property coverages. The FLC pool is nonassessable. There is no self-insured retention for the Town excluding a \$ 250 per occurrence deductible. FLC also provided the Town with \$ 2,000,000 in general liability coverage.

NOTE 11 - CONTINGENCIES

The Town is subject to various claims and legal proceedings covering a wide range of matters that arise in the ordinary course of its business activities, including employee discrimination claims. Management believes that any liability that may ultimately result from the resolution of these matters will not have a material adverse effect on the financial condition or results of operations of the Town.

REQUIRED SUPPLEMENTARY
INFORMATION

TOWN OF GOLDEN BEACH, FLORIDA
 RETIREMENT PLAN FOR EMPLOYEES
 OF THE TOWN OF GOLDEN BEACH-
 SCHEDULE OF FUNDING PROGRESS
 For the Last Six Fiscal Years

Actuarial Valuation Date	Actuarial Value of Assets	Frozen Actuarial Accrued Liability	Unfunded (Overfunded) Frozen Actuarial Accrued Liability	Funded Ratio %	Annual Covered Payroll	Unfunded (Overfunded) Frozen Actuarial Accrued Liability as % of Annual Covered Payroll
10/01/08	\$ 3,531,854	\$ 4,490,321	\$ 958,467	78.7	\$ 1,811,913	52.9
10/01/09	\$ 3,855,187	\$ 5,183,295	\$ 1,328,108	74.4	\$ 1,813,079	73.3
10/01/10	\$ 4,188,963	\$ 5,521,326	\$ 1,332,363	75.9	\$ 1,920,856	69.4
10/01/11	\$ 4,443,079	\$ 5,731,743	\$ 1,288,664	77.5	\$ 1,820,735	70.8
10/01/12	\$ 4,947,271	\$ 6,076,696	\$ 1,129,425	81.4	\$ 2,019,940	55.9
10/01/13	\$ 5,569,208	\$ 6,946,610	\$ 1,377,402	80.2	\$ 2,027,209	67.9

NOTE: The most recent actuarial valuation available is as of October 1, 2013.

TOWN OF GOLDEN BEACH, FLORIDA
 RETIREMENT PLAN FOR EMPLOYEES OF
 THE TOWN OF GOLDEN BEACH -
 SCHEDULE OF CONTRIBUTIONS FROM THE EMPLOYER
 For The Last Six Fiscal Years

<u>Year Year Ended September 30,</u>	<u>Annual Required Contribution</u>	<u>Actual Contribution</u>	<u>Percentage Contributed</u>
2009	\$ 345,017	\$ 360,753	105%
2010	\$ 367,275	\$ 372,769	101%
2011	\$ 383,027	\$ 383,769	100%
2012	\$ 376,825	\$ 383,769	102%
2013	\$ 391,306	\$ 391,306	100%
2014	\$ 427,817	\$ 427,817	100%

TOWN OF GOLDEN BEACH, FLORIDA
 SCHEDULE OF FUNDING PROGRESS
 OTHER POST EMPLOYMENT BENEFITS

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Plan Assets</u>	<u>Accrued Liability (AAL)</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio %</u>	<u>Annual Covered Payroll</u>	<u>UAAL as a Percentage of Covered Payroll</u>
10/01/09	\$ -	\$ 105,900	\$ 105,900	0.00%	\$ 1,813,000	5.84%
10/01/12	\$ -	\$ 101,600	\$ 101,600	0.00%	\$ 1,802,000	5.64%

NOTE: The most recent actuarial valuation available is as of October 1, 2012.

TOWN OF GOLDEN BEACH, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE -
BUDGET AND ACTUAL -
BRIDGE FUND
For the Year Ended September 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:				
Intergovernmental revenue	\$ 1,039,200	\$ 1,039,200	\$ 1,528,540	\$ 489,340
Total revenues	<u>1,039,200</u>	<u>1,039,200</u>	<u>1,528,540</u>	<u>489,340</u>
EXPENDITURES:				
General government	10,000	10,000	3,627	(6,373)
Capital outlay	1,029,200	1,029,200	1,166,889	137,689
Debt service	-	-	30,333	30,333
Total expenditures	<u>1,039,200</u>	<u>1,039,200</u>	<u>1,200,849</u>	<u>161,649</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	-	-	382,531	382,531
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>382,531</u>	<u>382,531</u>
Change in fund balance	<u>\$ -</u>	<u>\$ -</u>	710,222	<u>\$ 710,222</u>
FUND BALANCE (DEFICIT), beginning of year			<u>(700,000)</u>	
FUND BALANCE, end of year			<u>\$ 10,222</u>	

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