

ANNUAL COMPREHENSIVE FINANCIAL REPORT

Fiscal Year Ended September 30, 2024



City of Hollywood,
Florida

ANNUAL COMPREHENSIVE FINANCIAL REPORT

CITY OF HOLLYWOOD, FLORIDA

For the Fiscal Year Ended September 30, 2024



**Prepared by
Financial Services Department**

INTRODUCTORY SECTION



**CITY OF HOLLYWOOD, FLORIDA
COMMISSION - MANAGER FORM OF GOVERNMENT
SEPTEMBER 30, 2024**

CITY COMMISSION



Mayor Josh Levy



**Caryl Shuham
District 1**



**Peter Hernandez
District 2**



**Traci Callari
District 3**



**Adam Gruber
District 4**



**Kevin Biederman
District 5**



**Idelma Quintana
District 6**

CITY MANAGER

GEORGE R. KELLER, Jr. CPPT

INTERIM CITY ATTORNEY

DAMARIS HENLON

Above officials are active at the time of issuance
of these reports

City of Hollywood, Florida

OUR STRATEGIC PLAN AT-A-GLANCE



VISION STATEMENT

What we are working towards

TO BE A THRIVING CITY TRUE TO ITS FOUNDING PRINCIPLES OF ECONOMIC OPPORTUNITY, DIVERSITY AND INNOVATION



MISSION STATEMENT

What we provide

TO PROVIDE A RESILIENT AND SUSTAINABLE CITY THAT NURTURES QUALITY LIVING AND FOSTERS A HEALTHY ENVIRONMENT WHERE EVERYONE CAN PROSPER



CORE VALUES STATEMENTS

How we will conduct ourselves

We Advocate **INNOVATION**

We Cultivate **TRUST**

We Prioritize **ACCESSIBILITY**

We Champion **RESILIENCY**

We Embrace **SUSTAINABILITY**



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Hollywood
Florida**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2023

Christopher P. Morill

Executive Director/CEO

The City of Hollywood has received a certificate of Achievement for the last 49 consecutive years, fiscal year ended 1975 through 2023. Hollywood became the 29th municipality in the United States and the second city in Florida to receive this award when its first certificate was obtained for the City's 1956 annual financial report.

CITY OF HOLLYWOOD, FLORIDA

ANNUAL COMPREHENSIVE FINANCIAL REPORT FISCAL YEAR ENDED SEPTEMBER 30, 2024

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CITY OF HOLLYWOOD, FLORIDA

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May 29, 2025

Honorable Mayor
Members of the City Commission
Citizens of the City of Hollywood, Florida

We are pleased to submit the Annual Comprehensive Financial Report (ACFR) of the City of Hollywood, Florida, (the City) for the fiscal year ended September 30, 2024, with a clean audit opinion and no audit findings.

The ACFR is designed to provide our Residents, Commission, City Staff, Bondholders, and other interested parties insight into how the City is managing public finances and assess accountability by:

- Evaluating financial condition and results of operations;
- Comparing actual financial results with legally adopted budget, where appropriate;
- Determining compliance with finance related laws, rules, and regulations; and
- Evaluating the efficiency and effectiveness of City operations.

Florida Statute 218.32 and local ordinances require that the City issue a report on the financial position and activity within nine months of the close of each fiscal year. Additionally, the financial statements must be presented in conformity with generally accepted accounting principles (GAAP) and this report must be audited in accordance with generally accepted auditing standards and government auditing standards by an independent firm of certified public accountants (CPAs).

We believe this report complies with these requirements and continues to present the City's philosophy of full financial accountability, disclosure, and transparency. This philosophy is reflected through the informative financial analysis provided by the City's Financial Services Department and the exhibits and statistical tables included within the ACFR. Responsibility for the accuracy, completeness, and fairness of the presentation, including disclosures, rests with City management. Furthermore, we believe the data as presented is accurate in all material respects; presented in a manner designed to fairly represent the financial position and results of operations of the City; and includes all disclosures necessary to enable the reader to gain an understanding of the City's financial activity.

Independent Audit and Single Audit Requirements

CBIZ CPAs P.C. (which acquired Marcum LLP in November 2024), a firm of licensed CPAs, audited the City's financial statements. The goal of the independent audit was to provide reasonable assurance that the City's financial statements for the fiscal year ended September 30, 2024, are free of material misstatements. The independent audit involved examining evidence supporting the amounts and disclosures contained in the financial statements on a test basis; assessing the accounting principles used and representations made by management; and evaluating the overall financial statement presentation.

The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified or "clean" opinion that the City's financial statements for the fiscal year ended September 30, 2024, are fairly presented in conformity with GAAP. The independent auditors' report is included in the Financial Section of this report.

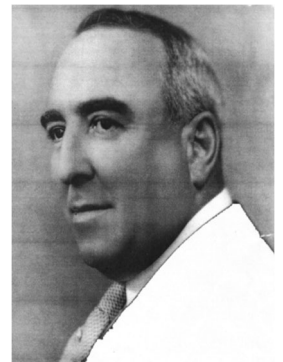
In addition to meeting the requirements set forth above, the independent audit was also designed to meet the special needs of federal and state grantor agencies as provided for in the Federal Single Audit Act, Office of Management and Budget (OMB) Uniform Guidance, Florida Single Audit Act in accordance with Chapter 10.550, and Rules of the Auditor General. These standards require the independent auditor to report not only on the fair presentation of the basic financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls involving compliance as required by OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. These Compliance Reports including the auditors' reports that include any findings and recommendations, along with the schedule of expenditure of federal awards and state financial assistance (SEFA) are located under the Reporting Section of the ACFR in the electronic version of the ACFR (<https://www.hollywoodfl.org/538/Annual-Financial-Pension-Fund-Reports>).

This letter of transmittal is designed to complement Management's Discussion and Analysis (MD&A) and should be read in conjunction with it. The City's MD&A can be found immediately following the Independent Auditors' Report on the basic financial statements.

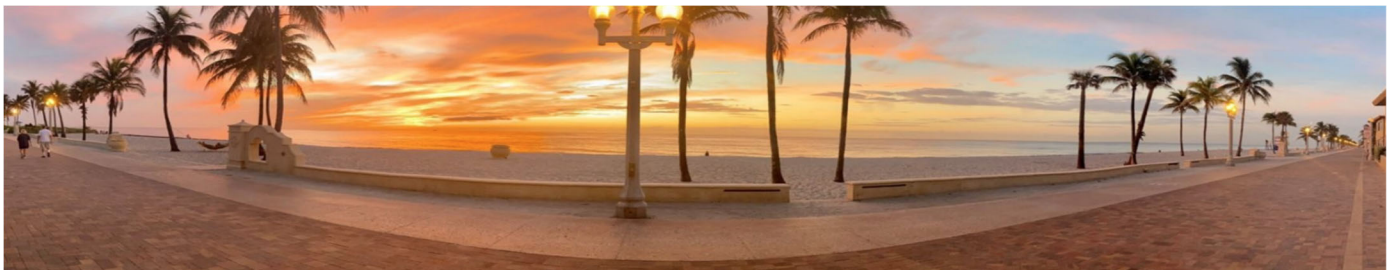
CITY OF HOLLYWOOD

Profile

In 1920, Joseph Young arrived in South Florida to create his own "Dream City in Florida". Young bought up thousands of acres of land and named it "Hollywood by the Sea". In 1925 the Town became incorporated as the City of Hollywood, and Young was elected its first Mayor. Unique to the City is the location of the Seminole Indian Reservation, a politically independent entity, within the corporate limits of the City. In 1971, the City was the site of the "Pageant of the Unconquered Seminoles" which drew the attendance of Native Americans from across the United States.



The City is a full-service municipality and is the third largest city in Broward County. The City is located on the southeastern coast of the State of Florida nestled between Fort Lauderdale and Miami with a population of approximately 155,000. As a beachfront community, the City comprises 30 square miles including 6 linear miles of Atlantic Ocean beaches and has an average annual high temperature of 83 degrees and low temperature of 68 degrees.



Fort Lauderdale-Hollywood International Airport abuts the City, while Port Everglades, the second busiest cruise port in the world, is largely within its municipal boundaries. Interstate 95, the Florida Turnpike, Tri-County



Commuter Rail, and two major railroads cut through the City in a north-south direction. Miami International Airport and the Port of Miami are less than twenty-five miles away, providing further opportunities for Hollywood residents and companies to have access to the global marketplace.



The City operates under a commission-manager form of government. The City Commission (Commission) is the City's governing body composed of a mayor elected at large and six commissioners elected by district. The seven members of the Commission serve four-year terms with the even numbered commission districts and the mayor elected during each presidential election year and the odd numbered commission districts elected during the Florida gubernatorial election year. The Commission adopt legislation and policies, approves the City's annual budget, levies taxes, and sets fees. The Commission appoints a City Manager who serves as the Chief Administrative and Executive Officer and is responsible for implementing adopted policies and directing city operations through his/her appointment of Department Directors. In addition, the Commission appoints the City Attorney and members of various boards and committees. The Mayor acts as the formal representative of the City and presides over Commission meetings. The Vice Mayor serves for a period of one year and is designated by the Commission as outlined in the City Charter.

Services Provided

City staff, made up of approximately 1400 approved full time positions, provide a full range of municipal operating services for its 155,000 residents, along with visitors/vacationers and businesses, which include the following:

- Public Safety (Police, Fire Protection-Rescue and Beach Safety Services)
- Solid Waste Collection and Disposal Services
- Facilities and Road Maintenance and Construction
- Water Production, Distribution, Maintenance, and Construction
- Wastewater Collection System Maintenance and Construction
- Stormwater Management
- Code Compliance and Parking Operations
- Parks and Community Centers Management, Recreational, Cultural Programs and Activities
- Coastal and Environmental Protection and Management
- Public Land/Open Space Management
- Grounds Maintenance and Beautification
- Design and Construction Management
- Engineering, Planning, Zoning, Building Permits, and Inspection Services
- Community and Social Services and Grants Administration
- Communications, Marketing, and Economic Development

These operating services are supported by multiple general administrative services consisting of the City Manager's Office, City Attorney's Office, Human Resources, Information Technology, Budget and Performance Management, Procurement and Contract Administration, and Financial Services.

Reporting Entity

The financial reporting entity of the City includes all the Funds of the City, as well as all its Component Units and Fiduciary Funds. The Hollywood Community Redevelopment Agency (CRA) and Emerald Hills Safety Enhancement District are Component Units, legally separate entities for which the City government is financially accountable. Blended Component Units, although legally separate entities, are substantially part of the City's operations. The Downtown Community Redevelopment District (DCRA) and the Beach Community Redevelopment District (BCRA), which are districts of the CRA, are being reported as Special Revenue Funds, in accordance with Florida statutory requirements, using the blended method. The Emerald Hills Safety Enhancement District was created on August 30, 2017 by City Ordinance under state statutory authority and is presented as a Discreetly Presented Component Unit. Additional information on these legally separate entities can be found in Note 1 of the Notes to the Basic Financial Statements.

The City government provides neither primary or secondary education nor health care as these are the responsibility of the Broward County School District and the South Broward Hospital District (Memorial Healthcare System), respectively. Both entities are independent special districts that are not part of the City. As such, financial data for them or for any other government has not been included in the financial statements in this report.

Accounting and Internal Controls

Financial Services has prepared this report in accordance with the standards of financial reporting as prescribed by GAAP and the Governmental Accounting Standards Board (GASB). To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework designed to ensure compliance with applicable laws, regulations, and City policies; safeguard the City's assets from loss, theft, or misuse; and ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the internal controls have been designed to provide reasonable, rather than absolute assurance that the financial statements will be free from material misstatement. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported to present fairly the financial position and results of operations of the various Funds and Component Units of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

Budgetary Controls

Per Florida State Statute Chapter 166.241, the City is required to adopt an annual budget. The City Manager is charged with preparing a proposed budget for Commission consideration in July of each year for the fiscal year that begins the following October 1. Appropriations by department within each Fund and tax levies are adopted in September by the Commission. The budget also authorizes the number of full-time equivalent positions available to City departments to deliver services.

In addition, the City maintains expenditure budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget. In accordance with state statutes the Annual Adopted Budget is posted on the City's website within 30 days of adoption. Activities of the General Fund, Special Revenue Funds, Debt Service Funds, and Capital Project Funds are included in the annual appropriated budget. The level of budgetary control (where expenditures cannot legally exceed the appropriated amount) is established at the department (by Fund) level. All expenditures, except those for personnel services, are controlled by a procurement system in which approved purchase orders encumber, or reserve, budget

appropriations prior to issuance to the vendors. Purchase orders are not issued until appropriations are made available. The maintenance of this encumbrance system is one technique of accomplishing these controls. Encumbered amounts lapse at fiscal year-end. However, those encumbrances tied to Capital or other multi-year projects generally are reappropriated as part of the following fiscal year's budget adoption.

Administrative budget transfers may occur upon approval of the City Manager if the department budget within a Fund is not increased. Budget amendments are submitted as needed to the Commission for their consideration and approval and are posted to the City's website within five days of adoption in accordance with state law.

The City maintains financial stability with fiscal management controls by constantly reviewing and monitoring staff levels, comparing budget appropriations to actual expenditures, and estimated revenues to actual revenues. The City maintains a level of revenue sufficient to meet operating expenditures. User fees are monitored and adjusted to match increased costs while at the same time being competitive in the marketplace. Multi-year budget projections based on an enhanced budget forecast model are prepared by the City's Office of Budget and Performance Management to forecast future years. This tool allows the City to adjust revenue estimates and expenditure levels, to reprioritize initiatives as needed, and adjust service levels in alignment with available funding. As demonstrated by the statements and schedules included in the financial section of this report, the City continues to meet its responsibility for sound financial management of public resources.

Relevant Financial Policies

The primary objective of sound financial management policies and guidelines is for the Commission to create the framework for making financial decisions. The City Manager is responsible for the daily administration of the Commission's policies and general City operations. The City Manager may designate other City officials to assist in the administration of these policies. These financial management policies are statements of the guidelines and goals that guide the financial management practices of the City.

The City believes that sound financial management principles always require that sufficient funds be retained by the City to provide a stable financial base. To retain this stable financial base, the Commission approved a Fund Balance Policy for General Fund Unassigned Fund Balance reserve levels to be at a minimum of 17% of General Fund operating expenditures with an additional 5% of General Fund operating expenditures as a disaster reserve to protect the City from adverse financial impacts in the event of unforeseen events.

Over the past five fiscal years, the City has maintained a General Fund Unassigned Fund Balance reserve level approximately between 20% and 30%, above the compliance level as stipulated in the Fund Balance Policy. These levels have been sufficient to: fund the cash flow needs of the City; provide financial reserves for unanticipated expenditures and revenues shortfalls; fund existing encumbrances; and support approved PAYGo (Pay As You Go) or cash funded Capital Projects. Having a healthy fund balance gives the City financial flexibility, provides the ability to meet its cash flow needs, mitigates current and future financial risks, and ensures continuity of future governmental services.

Using regular financial reports, the City recognizes the need to monitor revenue estimates to identify any potential shortfalls and trends that would significantly affect the various revenue sources in the current budget. In addition, policies and procedures continue to be developed or reviewed and revised periodically as needed to provide better clarification, implement the latest and best practices, and to strengthen documentation of management processes.

ECONOMIC CONDITION AND OUTLOOK

Growth in the City's primary General Fund revenue sources, real estate ad valorem and sales taxes, are linked to the national, state, and local economy. After robust growth experienced in 2021 and 2022, the pace of economic expansion slowed through 2023 and 2024 with current projections pointing to continued moderation through 2025 and into 2026. So far, the United States has avoided a full recession, however most indicators suggest below-trend growth is likely, with reduced Gross Domestic Product forecasts ranging between one and two percent for the upcoming fiscal year.

The Citywide certified real estate taxable value for Fiscal Year (FY) 2025 totals \$25.5 billion (based on January 2024), which represents an increase of 9.61% over the prior fiscal year's final adjusted value of \$23.2 billion. The increase is less than the double-digit growth experienced in FY 2024 and FY 2023 of 11.18% and 11.56% respectively. Nevertheless, the growth has allowed us to: reduce the total millage rate by 0.0714 mills (from 8.0846 to 8.0132 mills); advance many of the City's strategic focus areas of public safety, quality of life and strong neighborhoods, financial management and administration, and employee empowerment; and invest over \$100 million for critical capital projects such as street resurfacing, new playground equipment, stormwater improvements, and facility improvements. This is in addition to the many initiatives and programs that the City currently has in place.

Although the City's tax base has grown significantly over the recent years, it is important to note that the annual increase in assessment for homesteaded properties cannot exceed the lower of the following: 3% of the increased in assessed value of the property for the prior year or the percentage change in the Consumer Price Index (CPI) for all urban consumers. Similarly, non-homesteaded properties are capped at a 10% annual increase of assessed value. However, Florida law requires a reassessment to the full market value upon a change in ownership. The reset typically results in significantly higher taxes than that of the previous owner who may have had Save Our Homes protection.

The U.S. economy continues on an uncertain path forward, as the region, the country, and the world move beyond the economic disruptions caused by the pandemic and adapts to the economic conditions present in the world today. Labor market conditions remain relatively strong, and unemployment remains low by historical standards, but job creation rates are slowing. Consumer spending, which has been a key pillar of economic growth and resilience, is showing signs of strain.

Inflation, while down nationally from its peak of 9.1% in 2022 to around 2.4% currently, remains a persistent financial challenge for our residents and businesses. Though a welcome sign for both our residents and the City, overall prices and the cost of doing business are still higher than they were several year ago and will likely remain at those higher levels. The downward trend in inflation, coupled with a steady unemployment rate and ongoing GDP growth, caused the Federal Reserve recently to lower interest rates. This can assist the economy by making it easier for companies to invest, expand and hire more employees, while also making the costs of everyday goods and big investments like cars and homes cheaper for everyone, including the City's residents and businesses. The trend continues more locally as well, as our region has seen inflation adjust to approximately to 2.2%.

Because inflation persistently remains above the 2% target set by the Federal Reserve, the Federal Reserve has paused further interest rate adjustments for the time being. Financial markets anticipate possible rate cuts in late 2025, contingent on inflation showing sustained progress toward the two percent benchmark. The City has not been immune to the challenges caused by inflation and disruptions throughout the supply chain. Capital projects have seen cost increases over the past several years, while everyday tools and products needed for the City to meet the needs of its residents get increasingly more expensive.

As expected, the housing market has been particularly sensitive to interest rates adjustments. Elevated mortgage rates and limited housing supply are contributing to sluggish activity in both new home construction and existing home sales. Affordability remains a widespread concern. The economy also faces challenges from the ongoing impacts of climate change and uncertain forces around the world including ongoing conflicts in Israel and the Ukraine.

Florida is positioned to maintain relatively strong economic momentum through FY 2026. Florida's diverse industry mix, favorable business climate, and sustained population growth have contributed to economic resilience and outperformance relative to the broader U.S. economy.

Likewise, the City's diverse economy continues to attract both businesses and residents and contributes to the City being one of the leaders in regional growth and development. Currently, the City is experiencing nearly \$1.5 billion in real estate development - completed, planned or under construction - with key commercial corridors offering additional redevelopment opportunities. A few notable completed projects include:

1818 Park – at an investment of \$80M, this is a mixed-use development that includes 269 upscale residential units with approximately 30,000 SF of retail space, including a replication of the façade of the historic Great Southern Hotel. A new 15,000 SF food hall debuted in 2024, located on the ground floor of this development.



Joe DiMaggio Children's Hospital Expansion – at an investment of \$201M, Memorial Healthcare System's Joe DiMaggio Children's Hospital underwent an expansion to add over 156,000 SF to its existing facilities by adding four floors. The expansion project consolidated pediatric healthcare services (i.e. ICU, Operating Rooms, and Cardiac Surgery) on the same floor and expanded private and semiprivate rooms.

Dolce by Wyndham Hollywood – at an investment of \$10M, this six-story hotel development is located across from the famed Seminole Hard Rock Hotel and Casino. This development includes 100 guest rooms and a roof-top eatery that will serve kosher fare to guests and offer sweeping views of the Hollywood skyline.

Pinnacle 441 - Phase I – at an investment of \$35M, this attainable housing development has 113 residential rental units, along with ground floor retail in Phase I. Construction is nearly completed on Phase II, which will include an additional 100 residential units.



Nine Hollywood – at an investment of \$30M, this is a 13-story, mixed-use commercial, multi-family residential development featuring 204 of both workforce and market rate units with and 7,000 SF of retail space in the downtown area.

Town Hollywood – at an investment of \$68M, this is a 420-unit, garden-style apartment complex on a 26.7-acre site. The development spreads across 14 buildings of three stories each, with a bridge over the canal that runs through the middle of the property. This project includes 714 parking spaces, with 51 in garages and the rest surface parking. Amenities include two pools, a 21,572 SF, two-story clubhouse, a sand volleyball court, two hard sports courts, a playground, and a dog park.

Soleste Hollywood – at an investment of \$109M, this is an eight-story, mixed-use development with 324 units and 30,000 SF of commercial space and 475 parking spaces. The floorplans include studios to three-bedroom apartments.



While the possibility of a “soft landing” economic scenario remains, the outlook is tempered by continued uncertainty and the potential for external shocks. Looking ahead, the exact impact of the lowering and subsequent pausing of any further interest rates reductions on the housing market in our region, and in the City specifically, remains an uncertainty. The housing market faces pressures on both the supply and demand side. Additionally, the ongoing increases in the cost of homeowners insurance represents a real challenge to sustained and long-term property value and growth for the City. The City, as always, continues to monitor key economic trends that impact our residents as well as the operations of the City as a whole.

MAJOR ACCOMPLISHMENTS AND INITIATIVES

During FY 2024, the City Commission has reimagined the Vision, Mission, and Core Values while prioritizing the Strategic Focus Area goals to align with the City’s desire for sustained growth and success in the future.



VISION STATEMENT

What we are working towards

TO BE A THRIVING CITY TRUE TO ITS FOUNDING PRINCIPLES OF ECONOMIC OPPORTUNITY, DIVERSITY AND INNOVATION



MISSION STATEMENT

What we provide

TO PROVIDE A RESILIENT AND SUSTAINABLE CITY THAT NURTURES QUALITY LIVING AND FOSTERS A HEALTHY ENVIRONMENT WHERE EVERYONE CAN PROSPER

The City has made significant strides in implementing the Strategic Plan, which serves as a roadmap for achieving our long-term goals and objectives to meet the Vision and Mission statements of the City.

Reflecting on FY 2024 achievements, several key initiatives stand out. First, the FY 2024 Adopted Budget was not only structurally balanced but also provided a slight total millage rate decrease while expanding resources for public safety, resiliency, stormwater infrastructure, a comprehensive Stormwater Master Plan, streetlighting, sidewalks, paving, parks, landscaping, and utilities. The voter-approved General Obligation Bond (GOB) projects continue to be executed at unprecedented levels, thanks to the Design and Construction Management (DCM) team, countless staff members, and residents. Major recreational enhancements, golf course rebuilding, public safety infrastructure, communications, cybersecurity, emergency management, etc. have progressed at record pace. These efforts are matched by elevated

private sector investment, economic development activity, and tax base growth – momentum not seen since the City’s early boom years.

Highlights of some significant FY 2024 accomplishments:

Strategic Focus Area - Public Safety

The City placed heightened focus on public safety, and cybersecurity—areas that have always been priorities but have taken on new urgency given today’s evolving challenges. To strengthen our response, the City’s first Director of Public Safety was appointed, who is leading the development of a comprehensive Public Safety Program. Among other public safety enhancements implemented, 15 of the most technologically advanced cameras were purchased to be placed strategically throughout the City. Our Information Technology Department also continues to advance cybersecurity initiatives, proactively reducing potential threats and safeguarding the City’s infrastructure.



The City broke ground on the new Hollywood Police Department Headquarters, the largest GOB project to date. Designed for community accessibility, transparency, and sustainability, this facility will serve as both a state-of-the-art hub for law enforcement and a symbol of community progress and support for public safety. As the City grows, this new headquarters facility will enable the City’s public safety personnel to meet the evolving needs of those we serve.

Strategic Focus Area - Quality of Life and Strong Neighborhoods

The City partnered with the 17th Judicial Circuit Court of Florida to launch Hollywood’s Community Court, a



therapeutic, restorative justice initiative for homeless individuals and low-level offenders. Funded by a ~\$500K grant from the U.S. Department of Justice’s Bureau of Justice Assistance, the program reduces recidivism through comprehensive support services. Agencies including Broward County, Clerk of Courts, Public Defender’s Office, State Attorney’s Office, and service providers like Henderson Behavioral Health and Memorial Healthcare System are collaborating to provide court sessions at the

Caring Place – Broward Outreach Center. This initiative represents a new standard in community-centered justice for Hollywood.

The City celebrated the completion of the State Road 7 Mobility Hub, a transformative project funded by a \$900K grant from the Federal Transit Administration. The Mobility Hub not only improves transit options along the SR-7 corridor (“On the 7”) but also features a half-mile Linear Park, which includes walkways, green spaces, and a playground. This project reflects our dedication to creating a more connected, accessible, and family-friendly City.



Strategic Focus Area - Infrastructure and Facilities

The City celebrated the grand reopening of the Armory Community Center at Dowdy Field—a \$2.5 million project funded through the resident-approved GOB – which marked a proud moment for the City. This adaptive reuse project transformed the 1954 Florida National Guard Armory into a vibrant space for youth sports and community events, preserving its cultural and historical value while enhancing sustainability. It has quickly become a key gathering place, revitalizing community spirit in the area.



The City completed some major renovations, upgrades, and enhancements to nine of the City’s parks to include installation of new dog park areas, pickleball courts, and fitness courts. Various athletic courts and walking pathways were resurfaced, and multiple park restroom renovated.

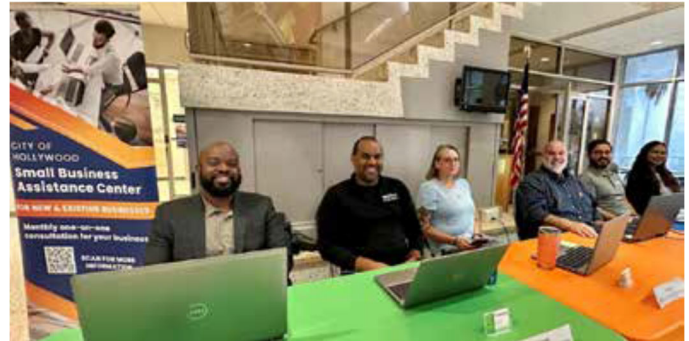


Strategic Focus Area – Economic Vitality

As part of our commitment to continuous improvement, the City launched a new, user-friendly permitting platform powered by Accela software, which enables easy online application and tracking for building permits and inspections. Phase I, which went live during FY 2024, includes 10 different permit types, streamlining the process for users to apply for these building permit types, monitor review status, register as licensed contractors, and renew required documentation. This new software system is designed to

support the building and development community as well as residents and offers a range of tools and features to simplify the permitting experience.

In addition, the City created the Small Business Assistance Center. Once a month, dedicated staff from multiple departments come together to assist business owners, on a walk-in no appointment necessary basis, with their questions and provide customized assistance for problem resolution and to help business owners achieve their goals.



Strategic Focus Area - Financial Management and Administration

The City implemented a new budget planning system to improve the budget development process and ensure that resources are allocated efficiently and effectively across various departments and projects. It also supports the necessary data analytics performed to maintain the financial stability of the City.

In addition, under Fitch rating agency's new U.S. Public Finance Local Government Rating Criteria, the City received an affirmed credit rating of AA- with a stable outlook. According to Fitch, the rating reflects the City's high long-term liability metrics, 'aaa' financial resilience, and economic and demographic indicators that are moderate when compared to Fitch's portfolio. Population growth and maturation of the City, when coupled with the City's maintenance of healthy reserve levels, help mitigate risks associated with potential tax base volatility. The methodology rating agencies use combine both qualitative and quantitative measures. Though each vary slightly, the major categories consist of the Economy, Institutional Framework, Financial Performance, Liquidity, and Leverage. Maintaining a good credit rating helps keep the cost of borrowing low which can be a significant factor in the amount of debt which can be used to finance major capital improvement projects.

Strategic Focus Area – Communications and Civic Engagement

The City executed the FY 2024 "Opportunity Awaits in Florida's Hollywood" Economic Development and City Event Media Buys, which included participation in more than 30 economic development events, and advertising with more than 30 media outlets. Furthermore, the City enhanced communications and engagement by offering select publications and outreach materials with a Spanish translation.



Strategic Focus Area – Employee Development and Empowerment

The City offers a substantial benefits package to employees, and the City's new Employee Health Center, operated by Memorial Healthcare, reflects our commitment to employee well-being while mitigating rising healthcare costs and claims. The Center is equipped with a range of services from acute care to preventative health for employees, retirees and their families. This addition underscores our commitment to supporting the health and productivity of our workforce.

Strategic Focus Area – Resilience and Sustainability

The City appointed our first Chief Resiliency Officer, who is spearheading efforts to accelerate citywide resiliency and sustainability initiatives in response to rapid climate change. In addition, citywide Master Plans for Water, Wastewater, and Stormwater were completed.

These major accomplishments highlight the breadth of services, projects, and collaborative efforts that have strengthened our community, enhanced public services, and laid the groundwork for future progress – especially meaningful as we prepare to celebrate the City’s 100th anniversary and move the City’s into its second century.

In recent years, the City has endured a global public health crisis, unprecedented natural disasters and climate events, increased cybersecurity threats, inflation, supply chain disruptions, and a host of public safety concerns. These trends are further complicated by global security threats that will inevitably affect the City and its residents, visitors, businesses, and employees. For these reasons, public safety, a clean and resilient City, and top-notch customer services through the programs and services we provide are top priorities for FY 2025 and beyond. The City promises continued focus on improving service levels, supporting responsible redevelopment, expanding our tax base, prioritizing public safety, enhancing resiliency and sustainability, improving the quality of life in our neighborhoods, and preparing for the future.

Highlights of significant FY 2025 initiatives:

Strategic Focus Area - Public Safety

Hire ten new sworn police positions, a Public Safety Psychologist, a Beach Safety Training Officer, and a Public Information Officer for Fire Rescue and Beach Safety Department. Invest in capital equipment-Fire Engine and Fire Rescue units; purchase additional Public Safety equipment such as Grapplers, QRT (Quick Response Team) protective equipment, night vision goggles, and additional License Plate Readers (LPRs), install mobile LPR cameras on enforcement vehicles, and add Thermal Imaging Cameras to rescues, aeriels and Battalion Chief vehicles to improve fire tactics and life safety. Establish the Office of Emergency Management, the Office of Parking and Code Enforcement, and implement the School Zone Speed Enforcement Program.

Strategic Focus Area - Quality of Life and Strong Neighborhoods

Complete and adopt the new Comprehensive Plan to steer the City’s visionary growth and development through 2050. Partner with Rebuilding Together Broward to administer a residential property façade improvement program. Expand the Commercial Property Improvement Program (CPIP) which is designed to improve the facades of privately owned commercial or industrial buildings in the City’s commercial areas. CPIP grant funds are available to property owners who restore, renovate or improve the exterior of their building and property enhancing the visual quality and attractiveness of the overall area. Develop a Redevelopment Program for the Washington Park Industrial Area to guide future growth and revitalization of the area. Implement an eviction prevention and rental assistance program for households at or below 80% of the area median income. Hire five new Code Officer positions.



*Comprehensive Plan Update
Underway*

Strategic Focus Area - Infrastructure and Facilities

Implement an emergency generator program for traffic lights during power outages caused by storm events. Develop a comprehensive right-of-way landscape plan to prevent poorly placed trees from damaging sidewalks in the long-term. Update the Floodplain Management Plan and renew the City's StormReady designation with the National Weather Service. Install Park Assist Wayfinding sensor system at the Garfield Garage, University Station Garage, Van Buren Garage, and Radius Garage. Implement Neighborhood Greenways citywide and Dune Master Plan. Complete 2025 Roadway and Alley Resurfacing Project, Sidewalk Construction Project, ADA Improvements Project, and complete the design and begin the permitting for Johnson Street Bridge Replacement. Hire four new Stormwater Technician positions and two Parks Groundskeepers. Commence overall citywide streetlight enhancement project that will include photometrics studies to ensure the lighting needs of all neighborhoods are met.

Strategic Focus Area – Economic Vitality

Complete the implementation of Accela permitting software Phase II to include all permit types, enhancing the efficiency and effectiveness of the permitting process. Hire new Engineering Analyst and Mobility Coordinator positions and fully fund eleven new positions in the Building Division. Complete the economic development plan analysis.

Strategic Focus Area - Financial Management and Administration

Pursue key grant funding opportunities to further support the implementation of GOB and Capital Improvement projects. Conduct an appraisal of all City properties and a parking rate study.

Strategic Focus Area – Communications and Civic Engagement

Manage the City's Centennial Celebrations, including enhanced programs and events. Implement additional sports programs, including an Inter-City Basketball League, Adult Indoor Basketball League, Senior Morning Basketball League, and Adult Soccer League at Dowdy. Utilize AI website tools to improve community engagement. Implement benchmarking and resident satisfaction surveys. Hire a Public Utilities Chief of Engagement and Customer Service Representative.



Strategic Focus Area – Employee Development and Empowerment

Implement new employee and development learning platform.

Strategic Focus Area – Resilience and Sustainability

Purchase new EV charging stations at the University Station Garage.



AWARDS AND ACKNOWLEDGEMENTS

The City received a number of awards and was recognized by a variety of organizations. Among these awards and recognitions include the following:

Budget and Performance Management - Received the City's 28th Government Finance Officers Association (GFOA) Distinguished Budget Presentation Award for its Annual Budget for FY 2024. To receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, as a financial plan, as an operations guide, and as a communication device.

Communications, Marketing, and Economic Development (CMED) – Gold winner of the 2024 People's Telly



Awards in the promotional category for the Hollywood Ocean Rescue video which showcases the work and training the 25 state certified Emergency Medical Technicians and the 33 part-time lifeguards who are also experts in water rescue and maintain a First Responder certification. In addition, CMED earned the prestigious "Certificate of Excellence in Government Communications" Award from the Florida Municipal Communications Association. CMED's Video Production Specialist, Mikey Atelus was also the winner of the City's 2024 Diamond Service Award.



Financial Services – Awarded the City's 49th GFOA's Certificate of Achievement for Excellence in Financial Reporting its Annual Comprehensive Financial Report for the fiscal year ended September 30, 2023. The City received this recognition by publishing a report that is usable, transparent, and goes beyond the minimum requirements of generally accepted accounting principles (and applicable legal requirements).

Human Resource and Risk Management - Awarded the highest designation, Gold, for the 2024 Cigna's Healthy Workplace Award for demonstrating a strong commitment to improving the health and vitality of its team members through a workplace well-being program. Organizations recognized with this designation set the standard of excellence for organizational health and vitality. Also awarded the highest designation, Platinum, of the 2024 MHA Bell Seal Award for Workplace Mental Health for the City's commitment to improving mental wellbeing through policy, services, and accommodations.



Procurement and Contract Administration - Received the 2024 Achievement of Excellence in Procurement

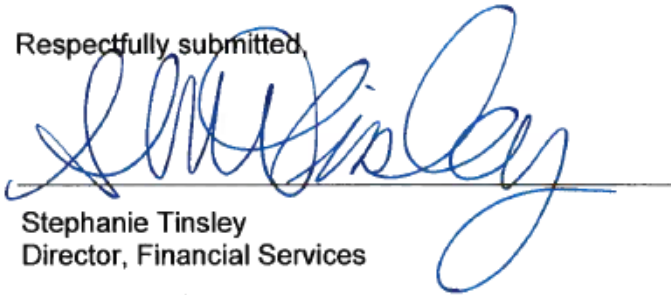


Award from the National Procurement Institute, Inc. (4th year in a row), which was awarded to only 67 cities in North America. The award is designed to recognize organizational excellence in public procurement. This prestigious annual award is earned by those organizations that demonstrate excellence in innovation, professionalism, productivity, e-procurement, and leadership attributes.

These accomplishments, future initiatives, and daily contributions are a testament to the dedication and professionalism of our very high quality, responsive, professional team. The City remains committed to providing stellar services, continuing infrastructure improvements, maintaining regulatory controls, spurring economic development, increasing business recruitment and stimulating the marketplace Citywide.

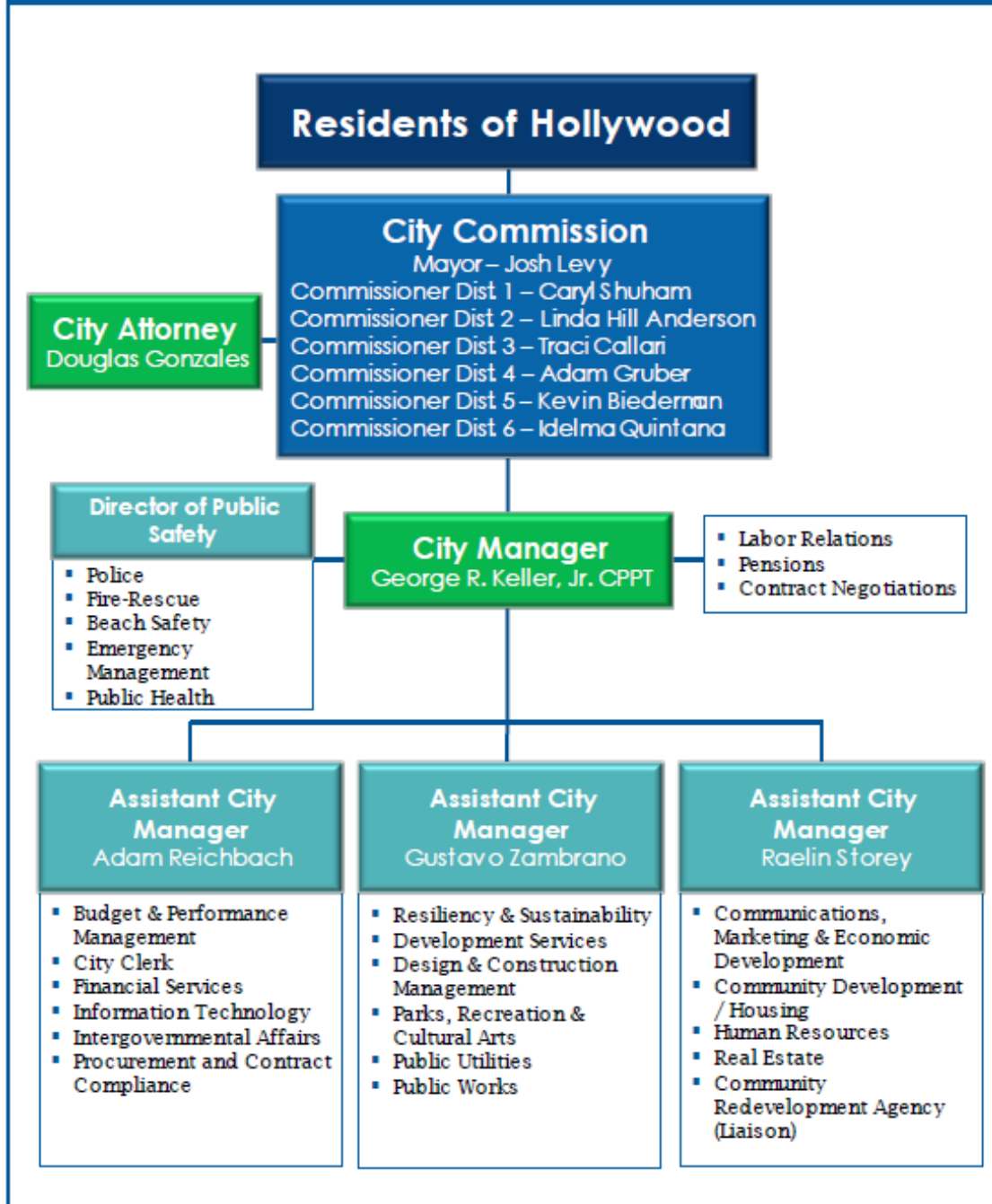
Thank you for your continued interest and support in planning and conducting the financial operations of the City in a responsible manner. The preparation of the Annual Comprehensive Financial Report was made possible by the efficient and dedicated service of the entire staff of the Financial Services Department as well as various City departments and Component Units. Additionally, special thank you to the Mayor, Vice Mayor and the City Commissioners for their continued guidance, policy initiatives, interest, and support in our efforts towards fiscal stewardship.

Respectfully submitted,

A handwritten signature in blue ink, which appears to read "Stephanie Tinsley", written over a horizontal line.

Stephanie Tinsley
Director, Financial Services

Citywide Organizational Chart



Changes from Fiscal Year End to the Date of this Report:

1. Damaris Henlon is the interim City Attorney (replacing Douglas Gonzales)
2. Assistant City Manager's Gustavo Zambrano's position is currently vacant.
3. Commissioner for District 2 is currently Peter D. Hernandez (replaces Linda Hill Anderson)
4. Parking and Code Compliance is under the Director of Public Safety

FINANCIAL SECTION



Independent Auditors' Report

To the Honorable Mayor, City Commission and City Manager
City of Hollywood, Florida

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Hollywood, Florida (the "City"), as of and for the fiscal year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Hollywood, Florida Community Redevelopment Agency (the "CRA"), which includes the Beach and Downtown Community Redevelopment funds as major governmental funds, which represents 13%, 32%, and 12%, respectively, of the assets, net position, and revenues of the governmental activities of the City as of September 30, 2024. We also did not audit the financial statements of the City of Hollywood Firefighters' Pension Fund and City of Hollywood Police Officers' Retirement System, fiduciary funds of the City (the "Plans"), which represent 48%, 54% and 42%, respectively, of the assets, net position/fund balance and revenues/additions of the aggregate remaining fund information as of September 30, 2024. Those statements were audited by other auditors, whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the CRA and the Plans is based solely on the reports of the other auditors.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditors’ Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 23 through 35, the budgetary comparison schedules, the schedule of changes in the City's total OPEB liability and related ratios, the schedules of changes in the City's net pension liability and related ratios, the schedules of City's proportionate share of the net pension liability, the schedules of City contributions – pensions, and notes to the required supplementary information on pages 144 through 160 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund statements and schedules, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining and individual fund statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 29, 2025 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

CBIZ CPAs P.C.

Fort Lauderdale, FL
May 29, 2025



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MANAGEMENT'S DISCUSSION AND ANALYSIS
(Unaudited – See accompanying independent auditors' report)

The City offers readers of its financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2024. We encourage readers to consider the information presented here in conjunction with the letter of transmittal and financial statements.

FINANCIAL HIGHLIGHTS

Under the Government-wide Statements Section:

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at the close of fiscal year 2024 by \$78.7 million, net result of \$2,047.0 million in assets and deferred outflows of resources and \$1,968.3 million in liabilities and deferred inflows of resources.
- The City's total net position increased by approximately \$126.8 million in fiscal year 2024; governmental activities increased by \$68.2 million and business-type activities increased by \$58.6 million.
- The deficit in unrestricted net position for governmental activities totaled \$(725.7) million. The deficit decreased by \$18.6 million. The City's unrestricted net position was positively impacted by increases in investment revenues, franchise taxes and property taxes.
- The City's total liabilities increased by \$138.8 million during the current fiscal year due the issuance of state revolving loans, Bank Loan Series 2024, and Noresco loan. In addition, the City's Total Other Post-Employment liability increased.

Under the Fund Statements Section:

- As of the end of fiscal year 2024, the City's governmental funds reported combined ending fund balances of \$400.6 million, an increase of \$9.6 million which was a result of the following:
 - Increase of \$8.7 million in the General Fund due to revenues outpacing expenditures and other financing uses:
 - Revenues increased by \$19.7 million. Major changes include:
 - \$13.8 million increased in property tax revenues
 - \$0.7 million increase in utility service taxes
 - 0.9 million in franchise taxes
 - \$4.4 million increase in charges for services
 - \$1.8 million increase in investment revenue
 - Expenditures increased by \$29.6 million and Net Other Financing Uses decreased by \$23.6 million. Major changes include:
 - Transfers out decreased by \$24.0 million
 - \$0.9 million increase in public works expenditures
 - \$2.5 million increase in general government
 - \$24.9 million increase in public safety expenditures
 - Increase of \$1.5 million in the Beach Community Redevelopment Fund primarily due to relatively consistent revenues of \$37.6 million (mainly tax increments and investment revenues) offset by expenditures of \$36.1 million.
 - Decrease of \$0.3 million in the Downtown Community Redevelopment Fund.
 - Increase of \$5.1 million in the General Obligation Bond Series 2022 Capital Projects Fund (second tranche) due to investment revenue of \$5.4 million, and capital expenditures of \$0.3 million.
 - Decrease of \$5.5 million in other governmental funds primarily due to expenditures for the capital project funds.
- During the fiscal year, the City's governmental expenditures and other financing uses totaled \$455.1 million compared to \$464.7 million generated in revenues and other financing sources.
- At the end of fiscal year 2024, fund balance for the General Fund was \$92.1 million or 35.33% of General Fund expenditures. Of this balance, \$2.1 million was committed for Other Post Employment Benefit Reserves, \$4.0 million was assigned for the subsequent year's budget and capital encumbrances, and \$85.9 million was unassigned (of this amount, \$57.3 million is internally reserved as a minimum fund balance and disaster reserve).

MANAGEMENT'S DISCUSSION AND ANALYSIS
(Unaudited – See accompanying independent auditors' report)

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report follows a format consisting of four parts – Management's Discussion and Analysis (this section), the basic financial statements, Required Supplementary Information, and Supplementary Information that presents combining statements for non-major governmental funds, non-major enterprise funds, internal service funds and fiduciary funds. The basic financial statements include two kinds of statements. The first two statements are government-wide financial statements that provide both long-term and short-term information about the City's overall financial status. The remaining statements are fund financial statements that focus on individual parts of the City government, reporting the City's operations in more detail than the government-wide statements.

The governmental fund statements tell how general government services like public safety were financed in the short-term, as well as what remains for future spending. Proprietary fund statements offer short and long-term financial information about the activities the government operates like businesses, such as the water and sewer utility. Fiduciary fund statements provide information about the financial relationships – such as the retirement plans for the City's employees, in which the City acts solely as a trustee or agent for the benefit of others, to whom the resources in question belong.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of unaudited Required Supplementary Information that further explains and supports the information in the financial statements.

Following is a summary of the major features of the City's financial statements, including the portion of the City government they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis explains the structure and contents of each of the statements.

	Government-wide Statements	Fund Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire City Government (except fiduciary funds) and the City's component units	The activities of the City that are not proprietary or fiduciary, such as police, fire, and parks	City operations similar to private businesses, such as the water and sewer system	Instances where the City is the trustee for another entity's resources, such as employee retirement plans
Required financial statements	<ul style="list-style-type: none"> • Statement of Net Position • Statement of Activities 	<ul style="list-style-type: none"> • Balance Sheet • Statement of Revenues, Expenditures, and Changes in Fund Balances 	<ul style="list-style-type: none"> • Statement of Net Position • Statement of Revenues, Expenses, and Changes in Net Position • Statement of Cash Flows 	<ul style="list-style-type: none"> • Statement of Fiduciary Net Position • Statements of Changes in Fiduciary Net Position
Accounting bases and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, financial and capital, short-term and long-term	Assets expected to be used and liabilities due during the year or soon thereafter; no capital assets or long-term debt	All assets and liabilities, financial and capital, short-term and long-term	All assets and liabilities, short-term and long-term
Type of inflow/outflow information	All revenues and expenses regardless of when cash is received or paid	Revenues earned and available (cash received within 60 days of year-end); expenditures for goods or services received and a payment liability is incurred	All revenues and expenses regardless of when cash is received or paid	All revenues and expenses regardless of when cash is received or paid

GOVERNMENT-WIDE FINANCIAL STATEMENTS – The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner like private-sector business.

The statement of net position presents information on all the City's assets/deferred outflows and liabilities/deferred inflows, 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 City is improving or deteriorating.

MANAGEMENT'S DISCUSSION AND ANALYSIS
(Unaudited – See accompanying independent auditors' report)

The statement of activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, public works, transportation, economic environment, physical environment, culture and recreation and emergency and disaster relief. The business-type activities of the City include water and sewer, sanitation, stormwater, golf, parking and records preservation activities.

The government-wide financial statements include not only the City itself (the primary government), but also two districts of the legally separate Community Redevelopment Agency (CRA) and Emerald Hills Safety Enhancement dependent district. Financial information for the CRA component units is blended with the financial information presented for the primary government itself, since board members are the same as the members of the City Commission and the CRA provides services that exclusively benefit certain areas of the City. Financial information for the Emerald Hills Safety Enhancement District is discretely presented and is reported as a separate column on the government-wide financial statements to emphasize that it is legally separate from the primary government.

In addition, the City has three defined benefit pension plans and one defined contribution plan established for the exclusive benefit of its employees and beneficiaries. The CRA has a defined contribution plan for its employees. The pension plans are reported as fiduciary funds in the fund financial statements of this report but are not included in the government-wide statements.

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 City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. These statements focus on individual parts of the City government, reporting the City's operations in more detail than the government-wide statements. All the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

GOVERNMENTAL FUNDS – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the City's near-term financing decisions. Both the Governmental Fund Balance Sheet and the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains twenty-seven (27) individual governmental funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances for the General Fund, General Obligation Bond Capital Projects Series 2022 Fund, Beach Community Redevelopment Fund (BCRA) and Downtown Community Redevelopment Fund (DCRA), all of which are major funds. Data from the other twenty-three (23) governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in the report.

The City adopts an annual appropriation budget for all funds. A budgetary comparison statement has been provided for the General Fund as Required Supplementary Information in this report to demonstrate

MANAGEMENT'S DISCUSSION AND ANALYSIS
(Unaudited – See accompanying independent auditors' report)

compliance with the budget. Also included as Required Supplementary Information are budgetary comparison statements for the Beach Community Redevelopment Fund, and Downtown Community Redevelopment Fund reflecting annual appropriations adopted by the CRA Board.

PROPRIETARY FUNDS – The City maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water and sewer, stormwater, sanitation, golf, parking, and records preservation operations. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its central services and insurance operations. Because both services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for each of its operations that are major funds of the City. Both internal service funds balances have been incorporated into the functions of the governmental activities that benefited from these services. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

FIDUCIARY FUNDS – Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is like that used for proprietary funds.

NOTES TO THE FINANCIAL STATEMENTS – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

OTHER INFORMATION – In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information such as budgetary comparison schedules for the General Fund and the CRA Funds and data concerning the City's progress in funding its obligation to provide pension and other postemployment benefits to its employees.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The two government-wide statements report the City's net position and how it has changed. Table 1 presents net position – the difference between the City's assets/deferred outflows and liabilities/deferred inflows. Over time, increases or decreases in net position may serve as one way to measure the City's financial health or position. Items that may affect revenues are economic conditions, user fees/rates, grant funding, tax rates, and market impacts on investment income. Factors such as changes in service demand levels, salary increases, and inflation affect expenses. Other nonfinancial factors such as changes in the City's property tax base and the condition of the City's infrastructure should be considered in assessing the overall health of the City.

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MANAGEMENT'S DISCUSSION AND ANALYSIS
(Unaudited – See accompanying independent auditors' report)

Table 1
Summary of Net Position
As of September 30, 2024 and 2023
(\$ in thousands)

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Current and Other Assets	\$ 587,445	\$ 571,417	\$ 397,592	\$ 337,783	\$ 985,037	\$ 909,200
Capital Assets	271,382	221,530	503,470	448,735	774,852	670,265
Total Assets	858,827	792,947	901,062	786,518	1,759,889	1,579,465
Deferred Outflows of Resources	248,594	237,552	38,539	34,434	287,133	271,986
Long-term Liabilities	1,218,804	1,147,277	332,679	265,679	1,551,483	1,412,956
Other Liabilities	107,279	111,263	55,782	51,529	163,061	162,792
Total Liabilities	1,326,083	1,258,540	388,461	317,208	1,714,544	1,575,748
Deferred Inflows of Resources	212,833	271,624	40,968	52,155	253,801	323,779
Net Position:						
Net Investment in Capital Assets	182,387	147,120	282,433	287,790	464,820	434,910
Restricted	113,471	99,216	62,873	120,934	176,344	220,150
Unrestricted/(Deficit)	(727,353)	(746,001)	164,866	42,865	(562,487)	(703,136)
Total Net Position	\$ (431,495)	\$ (499,665)	\$ 510,172	\$ 451,589	\$ 78,677	\$ (48,076)

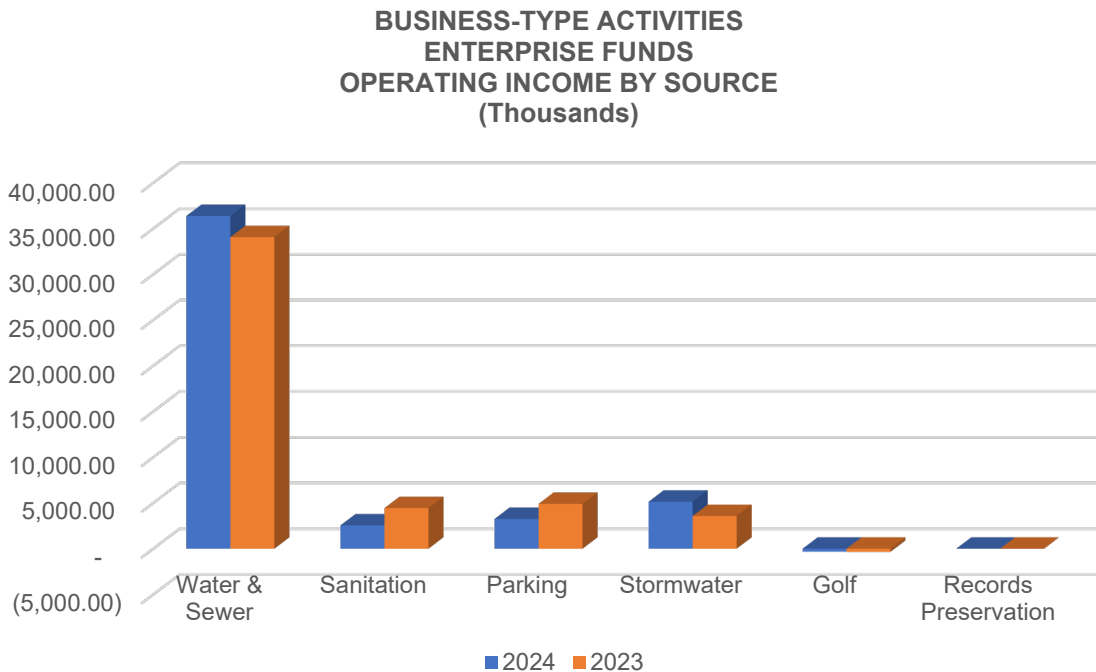
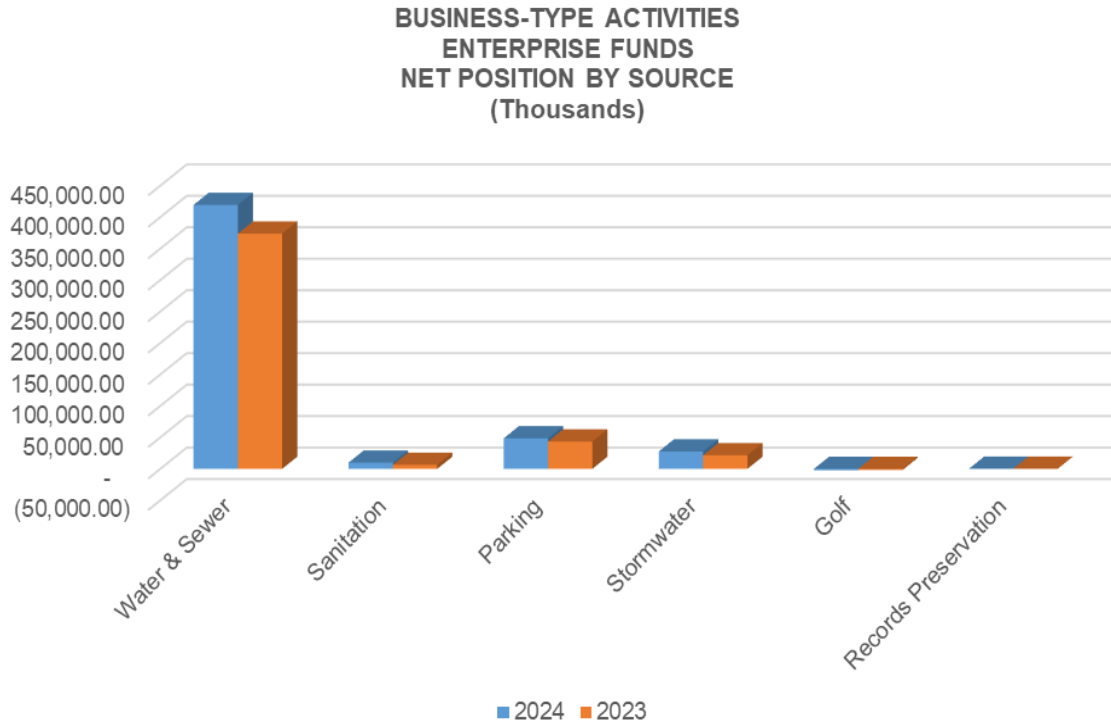
The largest portion of the City's assets (44.0%) are capital assets (e.g., land, buildings, machinery, and equipment). The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt and any associated deferred inflows or outflows, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. A portion of the City's net position, \$176.3 million, represents resources that are subject to external restrictions on how funds may be expended.

During the fiscal year, the City's governmental activities experienced an increase in total assets of \$65.9 million primarily because of \$49.9 million increase in capital assets, and general increases in cash and equivalents due to increases in tax-based revenues (property taxes). Long-term liabilities outstanding also experienced an increase of \$71.5 million primarily due to significant increases in the Total OPEB Liability and the net pension liabilities for the General Employees' and Police pensions. Business-type activities had an increase in its net position by \$58.6 million due to increased operating income (charges for services (utility bills) outpacing related operating expenses). In summary, the combined net position of the City increased by \$126.8 million, substantially as a result of revenues outpacing the increase in expenses.

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MANAGEMENT'S DISCUSSION AND ANALYSIS
(Unaudited – See accompanying independent auditors' report)

The following charts illustrate net position for business-type activities.



MANAGEMENT'S DISCUSSION AND ANALYSIS
(Unaudited – See accompanying independent auditors' report)

Table 2 presents a summary of the City's operations for fiscal year 2024 with comparative information for fiscal year 2023.

Table 2
Summary Changes in Net Position
As of September 30, 2024 and 2023
(\$ in thousands)

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Revenues:						
Program Revenues:						
Charges for Services	\$ 87,285	\$ 84,460	\$ 169,093	\$ 155,098	\$ 256,378	\$ 239,558
Operating Grants and Contributions	33,234	17,080	-	-	33,234	17,080
Capital Grants and Contributions	8,043	12,218	7,931	15,564	15,974	27,782
General Revenues						
Property Taxes	154,833	141,081	-	-	154,833	141,081
Other Taxes	110,040	104,329	-	-	110,040	104,329
Grants and Contributions not Restricted to Specific Programs	8,076	9,142	-	-	8,076	9,142
Other Revenue	38,861	24,438	19,579	11,897	58,440	36,335
Total Revenues	440,372	392,748	196,603	182,559	636,975	575,307
Expenses:						
General Government	62,000	49,739	-	-	62,000	49,739
Public Safety	233,249	183,934	-	-	233,249	183,934
Public Works	18,675	16,093	-	-	18,675	16,093
Transportation	6,444	6,306	-	-	6,444	6,306
Economic Environment	29,395	12,767	-	-	29,395	12,767
Physical Environment	1,252	380	-	-	1,252	380
Culture and Recreation	18,767	18,172	-	-	18,767	18,172
Emergency and Disaster Relief	7	1,739	-	-	7	1,739
Interest and Fiscal Charges	8,320	9,805	-	-	8,320	9,805
Water	-	-	31,884	31,761	31,884	31,761
Sewer	-	-	56,020	47,058	56,020	47,058
Sanitation	-	-	19,120	16,152	19,120	16,152
Stormwater	-	-	5,681	5,755	5,681	5,755
Golf	-	-	2,843	2,915	2,843	2,915
Parking	-	-	10,417	8,842	10,417	8,842
Other	-	-	39	44	39	44
Total Expenses	378,109	298,935	126,004	112,527	504,113	411,462
Increase (Decrease) in Net Position Before Transfers	62,263	93,813	70,599	70,032	132,862	163,845
Net Transfers In/(Out)	5,907	6,294	(5,907)	(6,294)	-	-
Special Item	-	-	(6,109)	(3,388)	(6,109)	(3,388)
Increase/(Decrease) in Net Position	68,170	100,107	58,583	60,350	126,753	160,457
Net Position, October 1	(499,665)	(599,772)	451,589	391,239	(48,076)	(208,533)
Net Position, September 30	\$ (431,495)	\$ (499,665)	\$ 510,172	\$ 451,589	\$ 78,677	\$ (48,076)

GOVERNMENTAL ACTIVITIES – Governmental activities net position was \$(431.5) million. Net position increased by \$68.2 million. The following describes the changes in revenues and expenses:

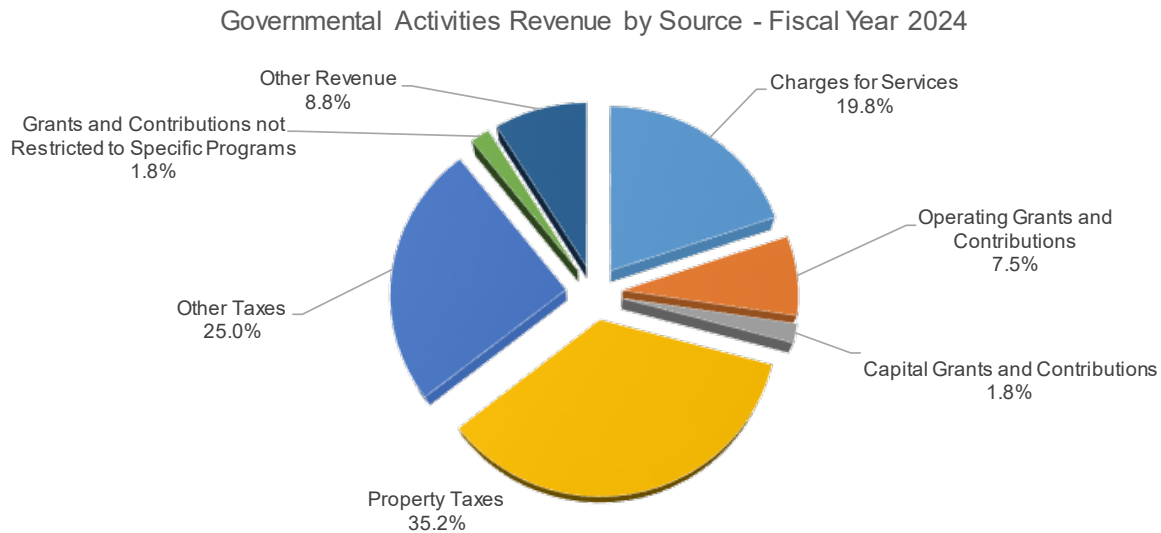
- Total revenues of \$440.4 million for governmental activities showed an overall increase of \$47.6 million primarily due to an increase in overall tax-based revenues (such as ad-valorem taxes), charges for services, investment revenues, and operating grant revenues.
- Increase in property taxes of \$13.8 million during the fiscal year due to a 11.2% increase in the taxable assessed values.
- Increase of \$5.7 million of other taxes that are derived from sales, franchise fees, tourism, etc..
- The increase of \$2.8 million in charges for services is due increased demand for engineering related permits, vacation rentals, administrative fees, and building charges.
- Increase in operating grants and contributions of \$16.2 million due to SAFER Grant (Fire Staffing), Police Body Work Camera Grant, FDEP Resilient Florida Grant, and various community

MANAGEMENT'S DISCUSSION AND ANALYSIS
(Unaudited – See accompanying independent auditors' report)

development grants (County, State, and Federal HUD).

- Decrease in capital grants and contributions of \$4.2 million as a result of the timing of Transportation Surtax Grants from the County.
- Increase in other revenue of \$14.4 million due primarily to increase in investment earnings.
- Total expenses of \$378.1 million for governmental activities showed an overall increase of \$79.2 million due to:
 - Public safety accounted for the largest increase in expense at \$49.3 million. This is primarily due to increases in the Police and Fire operating costs. In addition to normal contributions, an additional pension expense of \$20.7 was accrued per actuarial valuation (GASB 68) for the Police and Fire Pension Plans.
 - The increase of \$2.6 million in Public Works expenses during fiscal year 2024 was due to increased pension costs, increased operating cost for ground maintenance, and increased operating cost for beach maintenance.
 - Increase of \$12.3 million in General Government due to increased personnel costs such as pension costs, increased costs relating to Design and Construction Management, and increased operating costs associated with the Community Redevelopment Agencies (blended component unit). In addition, the City had an arbitrage rebate of \$2 million.
 - Decrease of \$1.5 million in interest and fiscal charges due satisfaction of the CRA Redevelopment Bonds, CRA Loans, and Pinnacle Debt. In addition, there was lower costs relating to the continuing disclosures/cost of debt for the General Obligations Bond Series 2022.

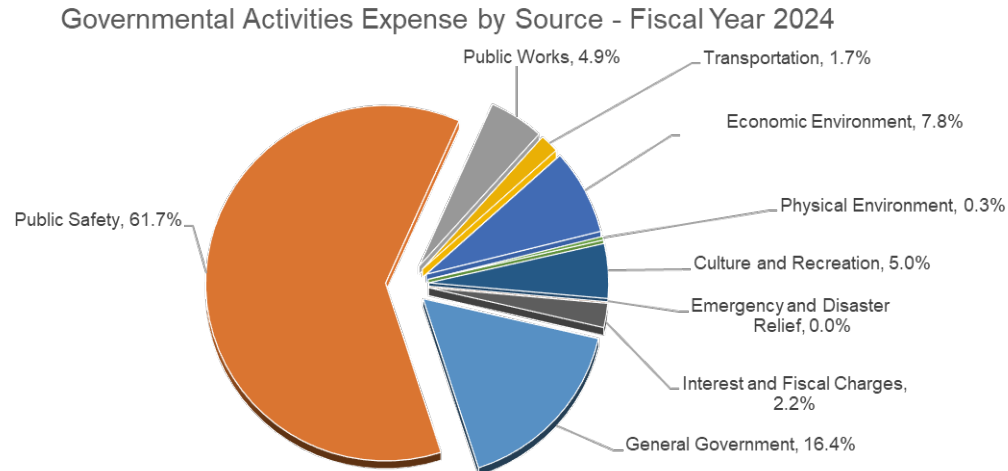
The following chart compares program revenues for governmental activities for fiscal year 2024:



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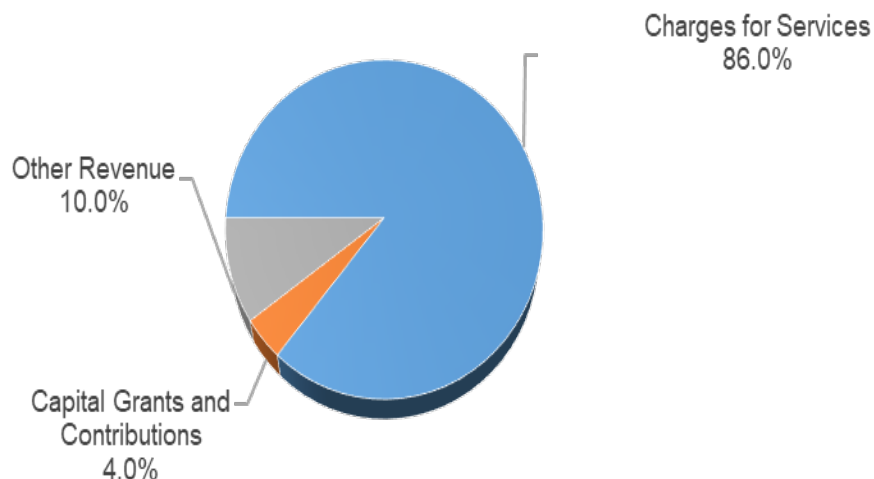
MANAGEMENT'S DISCUSSION AND ANALYSIS
(Unaudited – See accompanying independent auditors' report)

The following chart illustrates expenses by source for governmental activities for fiscal year 2024.

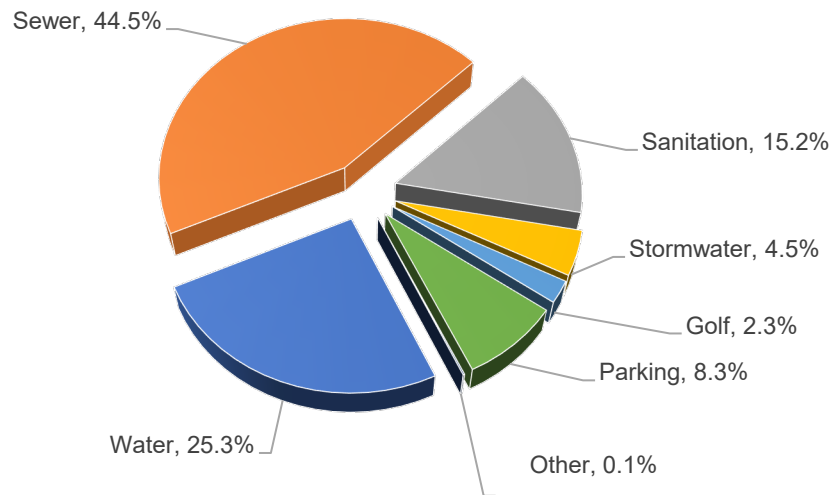


BUSINESS-TYPE ACTIVITIES – Business-type activities net position increased by approximately \$58.6 million in fiscal year 2024 (prior year increased by \$60.4 million). Depreciation charges totaled \$23.4 million, similar to the prior year. Revenues increased by \$14.0 million and operating expenses increased by \$13.5 million from 2023 to 2024. Revenues increased due to a net investment gain of \$19.6 million for FY 2024, increased charges for services of \$14.0 million (from 2023 to 2024) due to increased rates, offset by a decrease in capital contributions and impact fees (Sewer Impact Fee and Large User Contributions) of \$7.6 million (from 2023 to 2024). Operating expenses increased in the Water and Sewer System by \$9.2 million due to personnel costs, chemicals/supplies, repairs, various feasibility studies, operational insurances, and dewatering building studies/improvements. In addition, the Water and Sewer fund incurred an additional contingent liability of \$6.1 million (Special Item) for legal settlement (large user agreement). The Stormwater, Records, and Golf Fund's operating expenses remained comparable with the prior year. The Sanitation fund's operating expenses increased by \$4.2 million due to personnel costs and increased costs associated with solid waste services (third party providers). The Parking Fund's operating expenses increased by \$1.6 million due to increased personnel cost, facility maintenance costs (parking garages), and property insurance. During fiscal year 2024, business-type activities recorded capital contributions of approximately \$8.1 million (part of capital contributions noted above). The following charts show revenues and expenses for business-type activities for fiscal year 2024.

Business-Type Revenue by Source - Fiscal Year 2024



Business-Type Expense by Source - Fiscal Year 2024



FINANCIAL ANALYSIS OF CITY FUNDS

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

The General Fund is the chief operating fund of the City. At the end of fiscal year 2024, the total fund balance of the General Fund was \$92.1 million. Fund balance was classified as \$77,377 as nonspendable, \$2.1 million committed, \$4.0 million assigned and \$85.9 million unassigned. The City's unrestricted fund balance is 33.0 percent of General Fund operating expenditures. Non-spendable, Restricted, Committed, and Assigned Fund balances comprised 2.4 percent of General Fund operating expenditures.

General Fund revenues increased \$19.7 million. Property taxes (\$13.8 million) and charges for services (\$4.4 million) were the largest contributors to the increase. Property tax values increased by 11.2% leading to the increase in property tax ad valorem revenue. Charges for services consistent of vacation rental fees, various administrative fees, special assessments (Fire), EMS Medicaid Program fees, and engineering fees.

General Fund expenditures increased by \$29.6 million. The largest increase, \$24.9 million, was within public safety (Police and Fire). The increases were driven by personnel costs and contractual services. General government expenditures increased by \$2.5 million due to increased personnel costs and contractual services.

For more information on the explanations for changes in fund balance, please refer to the next subsection of the MD&A.

The BCRA records overlapping governmental revenue and grants for financing redevelopment activity in the beach redevelopment district. Due to the multi-year nature of redevelopment activities, funds may be accumulated for the purpose of providing funding for ongoing or planned construction projects. Fund balance for this fund totaled approximately \$46.4 million at September 30, 2024 and is restricted for specified activities of the fund. Fund balance increased by \$1.5 million during the current fiscal year. Tax increment revenues increased by \$2.2 million from the prior within the BCRA. The increase is primarily related to the increase in tax increment property values within the Beach District. Property values subject to the Beach's tax increment increased from \$3.3 billion in 2023 to \$3.7 billion in 2024. The most significant operating expenses continue to be personnel costs and payments to the City for shared services (such as Police, Fire, etc.). The BCRA's capital expenditures increased by \$4.9 million primarily due ongoing construction in process.

MANAGEMENT'S DISCUSSION AND ANALYSIS
(Unaudited – See accompanying independent auditors' report)

The DCRA records overlapping governmental revenue and grants for financing redevelopment activity in the downtown redevelopment district. Due to the multi-year nature of redevelopment activities, funds may be accumulated for the purpose of providing funding for ongoing or planned construction projects. Fund balance for this fund totaled approximately \$16.0 million at September 30, 2024 and is restricted for specified activities of the fund. Fund balance decreased by approximately \$0.3 million during the current fiscal year. The Downtown District's property values subject to the tax increment increased from \$983.4 million in 2023 to \$1.1 billion in 2024. The DCRA's expenses increased by \$4.1 million primarily due to an increase of \$3.1 million in economic environment capital expenditures offset by a reduction in debt service expenditures. The most significant capital expenditure relates to drainage projects within the DCRA's district.

The General Obligation Capital Projects Fund Series 2022 received \$5.4 million in investment revenues offset by capital costs of \$0.4 million. This fund is used to account for the bond financed capital projects and is subject to the timing of the related capital projects.

Nonmajor governmental funds had a change in fund balance of (\$5.5) million. The most significant cause for this decrease in fund balance is due to the timing of capital funding versus capital expenditure (in capital project funds). Revenues totaled \$72.8 million, expenditures totaled \$110.8 million, and other financing sources of \$32.5 million. These funds receive transfers to fund capital expenditures and debt service expenditures. In addition, the Building Fund had a fund balance (restricted) of \$24.9 million. This fund is used to account for the operations relating to Florida Statute 553.80. Withing the Building Fund, revenues decreased by \$1.3 million (due to decreased Building Permits), expenditures increased by \$7.3 million, and other finance sources increased by \$2.6 million. The fund had a negative change in fund balance of \$0.3 million. Expenditures increased due to the personnel costs and the ongoing Accela project (phase 1 and 2).

PROPRIETARY FUNDS – The City's proprietary funds provide the same type of information found in the Government-wide Financial Statements as discussed above. Below are some additional information.

Unrestricted net position of the Water and Sewer Utility Fund and Other Enterprise Funds at the end of the fiscal year amounted to \$128.4 million and \$30.0 million, respectively. The Water and Sewer Utility Fund has an increase in net position of \$45.6 million. Nonmajor enterprise fund's net position increased by \$14.3 million. The Utility Funds increase is due to positive operating income (Utility Billing/Fees for Water and Sewer, Stormwater, and Sanitation) and continued demand for beach and downtown parking. Enterprise Fund expenditures increased for personnel costs (salaries, benefits, pension, and OPEB). In addition, supply, inflation, and the investment revenue caused increased operating costs relating to contractual services, repairs, and chemicals. The City's Regional Wastewater Treatment Facility provides services to residents of the City and those of six (6) other jurisdictions in southern Broward County. The terms and conditions of these services are set in Large User Wastewater Agreements entered with those local governments.

GENERAL FUND BUDGETARY HIGHLIGHTS

During the fiscal year, the City revenue and expense budgets remained significantly unchanged from original budget. The General Fund's fund balance at fiscal year-end was \$92.1 million or \$8.7 million more than beginning fund balance.

Total revenues for the fiscal year were higher than the amended revenues by approximately \$14.5 million. The most significant variances were attributed to actual revenues exceeding budget by \$5.6 million for utilities and franchise taxes, \$1.6 million for charges for services, \$5.7 million in investment revenue, and \$1.8 million for miscellaneous. Ad Valorem/Property Taxes increased by 10.8% and is in line with the increase in the property tax assessed values (refer to the statistical section for more information). The assessed property values increased from \$21.0 billion to \$23.3 billion (10.8% increase). Property taxes are roughly 48.3% of the General Fund Revenues. Investment revenues increased from \$4.6 million to \$6.4 million due to an average return of 7.1% return on pooled investments. Charges for services increased from \$67.6 million to \$72.1 million. Within Charges for services, Fire rescue special assessments, administrative costs/cost allocations to other funds, and vacation rentals accounted for the most significant increases. Fire rescue special assessments increased, per study/valuation, from \$30.3 million to \$31.1 million. Fire special assessments are collected through the tax collector similar to property taxes. Administrative costs and related user charges to other funds are derived from cost

MANAGEMENT'S DISCUSSION AND ANALYSIS
(Unaudited – See accompanying independent auditors' report)

allocation plans adjusted for inflation, etc. Vacation rentals increased due to increased volume as the City has implemented significant measures to enforce vacation rental registrations.

Overall, General Fund expenditures were less than final budgeted expenditures by \$12.1 million. This positive variance was due primarily to actual costs being less than expected; public safety for \$2.4 million, general government for \$7.9 million (includes \$5.9 million for contingent expenses), transportation for \$0.3 million, economic environment for \$0.5 million, and culture and recreation for \$0.9 million. The General Fund's largest expenditure consists of personnel services (wages, taxes, etc.). Personnel services represent 82.7 percent of the total expenditures. Personnel services increased from \$188.5 million in FY 2023 to \$215.6 million in FY 2024. Overtime costs increased from \$5.2 million to \$6.4 million. The increase is due to a variety or combination of changes; these changes include turnover, increasing wage demand in the labor market, bargaining agreements, COLA, and the hiring of budgeted positions. Other significant costs include contractual services increases for beach maintenance, street maintenance,

CAPITAL ASSETS AND DEBT ADMINISTRATION

CAPITAL ASSETS – The City's investment in capital assets for its governmental and business-type activities as of September 30, 2024, amounts to \$774.9 million (net of accumulated depreciation and amortization) as presented in Table 3. This investment in capital assets includes land, buildings and system improvements, machinery and equipment, park facilities, streets, roads, and bridges. The total increase in the City's investment in capital assets for fiscal year 2024 was 15.6% or \$104.6 million (a 22.5% increase for governmental activities and a 12.2% increase for business-type activities). Notable additions and construction on progress within the governmental activities include the Police Headquarters Project, Hollywood Beach Golf Course, Dowdy Sports Field, Noresco Streetlighting, Second Floor Library Improvements, various underground utility projects, and fleet/vehicle replacements. Within business type activities, the Water and Sewer fund has notable ongoing CIP projects for the Deep Injection Wells, lift and pump stations, and the Hollywood Hills Sewer Extension. The Parking Fund has a \$8.4 million project relating to the University Station Parking Garage.

Table 3
Capital Assets
As of September 30, 2024 and 2023
(\$ in thousands)

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
Land	\$ 49,135	\$ 50,465	\$ 6,285	\$ 6,285	\$ 55,420	\$ 56,750
Buildings and Improvements - net	66,502	64,415	331,623	352,712	398,125	417,127
Machinery and Equipment - net	32,250	32,057	4,621	2,357	36,871	34,414
Lease - GASB 87 - net	1,679	823	183	309	1,862	1,132
SBITA - GASB 96 - net	7,774	6,351	767	551	8,541	6,902
Infrastructure - net	31,249	30,450	-	-	31,249	30,450
Construction in Progress	82,793	36,969	159,991	86,521	242,784	123,490
	<u>\$ 271,382</u>	<u>\$ 221,530</u>	<u>\$ 503,470</u>	<u>\$ 448,735</u>	<u>\$ 774,852</u>	<u>\$ 670,265</u>

Additional information on the City's capital assets can be found in Note 5.

LONG-TERM DEBT – At the end of fiscal year 2024, the City had total bonded debt outstanding of \$433.3 million. Of this amount, \$247.5 million is revenue bonds and loans, \$156.8 million in a general obligation note and \$10.1 million in leases and Subscription Based IT Arrangement liabilities (SBITA). The remainder of the City's debt represents other loans and notes secured solely by specified revenue sources.

MANAGEMENT'S DISCUSSION AND ANALYSIS
(Unaudited – See accompanying independent auditors' report)

Table 4
Outstanding Debt
As of September 30, 2024 and 2023
(\$ in thousands)

	Governmental Activities		Business-type Activities		Total	
	2024	2023	2024	2023	2024	2023
General Obligations						
Notes	\$ 156,757	\$ 163,249	\$ -	\$ -	\$ 156,757	\$ 163,249
Other Loans and Notes	-	800	-	-	-	800
Revenue Bonds and						
Loans	41,089	46,028	206,378	149,861	247,467	195,889
Lease - GASB 87	1,608	875	196	309	1,804	1,184
SBITA	7,541	5,841	755	507	8,296	6,348
Direct Financing	343	1,763	-	729	343	2,492
Loans, and Capital	207,338	218,556	207,329	151,406	414,667	369,962
Premium/(Discount)	13,188	14,676	5,401	6,123	18,589	20,799
Total Outstanding	<u>\$ 220,526</u>	<u>\$ 233,232</u>	<u>\$ 212,730</u>	<u>\$ 157,529</u>	<u>\$ 433,256</u>	<u>\$ 390,761</u>

During fiscal year 2024, the City's total debt increased by \$42.5 million. Governmental activities' total debt decreased by \$12.7 million. The decrease in governmental activities debt is due to \$26.5 million of reoccurring debt service payments on outstanding debt outpacing the increase in debt issuances. Debt issuances include the \$6.6 million in the Series 2024 Bank Loan, \$2.6 million in Noresco Project Loan, \$1.4 million in Lease Liabilities, and \$3.2 million in SBITA Liabilities. Business-type activities had a net increase in total debt of \$55.2 million due to a \$68.2 million increase in state revolving loans and a \$0.5 million increase in SBITA liabilities less debt service payments of \$13.5 million.

The City achieved an "AA-" rating from Fitch and "Aa3" from Moody's for its most recent borrowing, the \$84,800,000 General Obligation Bonds, Series 2022. The City's Water and Sewer Revenue bonds achieved an "AA" rating from Fitch. Additional information on the City's SBITA, capital leases and long-term debt can be found in Notes 8 - 10 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

At September 30, 2024, the City and overall Country have seen the impacts from COVID-19 lessen. However, inflation, rising energy costs, supply chain issues, climate events, cyber-security threats, and overall economic uncertainty continue to cause increased cost across all operations. Property taxes and demand for housing in South Florida have helped in the financial stability of the City. In addition, there is steady tourism demand for South Florida. However, property insurance costs and the overall cost of living have risen.

All these factors were considered in preparing the City's budget for fiscal year 2025. The budget was also developed using conservative assumptions of revenues and moderate growth for expenditures. The City adopted a budget that is \$63.8 million or 8.4% higher than the previous year. The increase is largely attributable to improving existing services, security enhancements, workforce investment, technology upgrade and increases in the capital improvement plan. The City adopted an operating millage rate of 7.4479 a decrease of .0186 from 2024. As a result of a 9.6% increase in the City's taxable property values, property tax revenues are expected to increase to \$182.2 million from \$167.0 million.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Director of Financial Services, 2600 Hollywood Boulevard, Hollywood, Florida 33020.



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CITY OF HOLLYWOOD, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2024

	Governmental Activities	Business-type Activities	Total	Component Unit Emerald Hills Safety District
ASSETS:				
Cash	\$ 64,068	\$ 103,000	\$ 167,068	\$ 42,267
Investments	360,867,150	293,668,625	654,535,775	-
Accounts Receivable - Net of Allowances	5,605,158	18,176,335	23,781,493	1,641
Notes Receivable - Net of Allowances	8,161,056	-	8,161,056	-
Lease Receivable - GASB 87	58,629,202	-	58,629,202	-
Reinsurance Receivable	762,160	-	762,160	-
Due from Other Governments	7,821,558	419,236	8,240,794	-
Internal Balances	(3,494,152)	3,494,152	-	-
Inventories of Supplies	128,574	1,573,311	1,701,885	-
Prepaid Items	1,849,047	1,250	1,850,297	-
Assets Held for Sale	215,626	-	215,626	-
Restricted Assets:				
Investments	146,834,119	79,311,828	226,145,947	-
Assessments - Net of Allowances	-	843,176	843,176	-
Capital Assets:				
Non Depreciable	131,928,394	166,276,580	298,204,974	-
Depreciable - Net	130,001,287	336,243,570	466,244,857	-
Right to Use Assets - Net	1,678,664	183,648	1,862,312	-
Right to Use - IT Subscription - Net	7,774,019	766,435	8,540,454	-
TOTAL ASSETS	858,825,930	901,061,146	1,759,887,076	43,908
DEFERRED OUTFLOWS OF RESOURCES:				
Deferred Outflow General Employees	47,189,917	18,888,223	66,078,140	-
Deferred Outflow Police	57,347,076	-	57,347,076	-
Deferred Outflow Fire	56,270,921	-	56,270,921	-
Deferred Outflow FRS	273,200	-	273,200	-
Deferred Outflow for OPEB	87,065,166	19,332,621	106,397,787	-
Deferred Charge on Refunding	448,069	318,161	766,230	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	248,594,349	38,539,005	287,133,354	-
LIABILITIES:				
Vouchers Payable	15,252,640	10,372,175	25,624,815	-
Accrued Wages	6,381,790	893,810	7,275,600	-
Retainage and Construction Contracts Payable	3,650,981	580,010	4,230,991	-
Due to Other Governments	964	9,497,220	9,498,184	-
Interest Payable	2,174,561	5,937	2,180,498	-
Unearned Revenue	23,631,276	1,653,110	25,284,386	-
Deposits Payable	625,989	33,461	659,450	-
Payable from Restricted Assets:				
Construction Contracts	-	8,684,583	8,684,583	-
Interest Payable	-	398,931	398,931	-
Deposits	-	7,374,787	7,374,787	-

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

(Continued)

CITY OF HOLLYWOOD, FLORIDA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2024

	Governmental Activities	Business-type Activities	Total	Component Unit Emerald Hills Safety District
LIABILITIES (Continued):				
Noncurrent Liabilities:				
Due Within One Year:				
Compensated Absences	\$ 12,063,564	\$ 1,597,269	\$ 13,660,833	\$ -
Claims Payable	7,723,949	-	7,723,949	-
Bonds, Financed Purchases, and Loans Payable	16,545,192	11,421,616	27,966,808	-
Lease Liability	681,393	139,994	821,387	-
Total Other Postemployment Benefits Liability	15,218,628	2,831,373	18,050,001	-
SBITA Liability	3,327,723	297,828	3,625,551	-
Due in More Than One Year:				
Compensated Absences	9,142,665	1,007,816	10,150,481	-
Claims Payable	11,316,926	-	11,316,926	-
Bonds and Loans Payable	194,832,071	200,357,746	395,189,817	-
Lease Liability	926,995	55,709	982,704	-
SBITA Liability	4,213,443	457,618	4,671,061	-
Net Pension Liability				-
Net Pension Liability General Employees	171,598,924	65,025,146	236,624,070	-
Net Pension Liability Police	272,238,046	-	272,238,046	-
Net Pension Liability Fire	200,047,925	-	200,047,925	-
Net Pension Liability FRS	949,211	-	949,211	-
Total Other Postemployment Benefits Liability	353,538,106	65,774,531	419,312,637	-
TOTAL LIABILITIES	1,326,082,962	388,460,670	1,714,543,632	-
DEFERRED INFLOWS OF RESOURCES:				
Deferred Inflow General Employees	2,440,514	4,970,648	7,411,162	-
Deferred Inflow Police	1,592,168	-	1,592,168	-
Deferred Inflow Fire	825,984	-	825,984	-
Deferred Inflow FRS	150,190	-	150,190	-
Deferred Inflow for OPEB	150,920,717	35,997,369	186,918,086	-
Deferred Inflow of Leases	56,903,226		56,903,226	-
TOTAL DEFERRED INFLOWS OF RESOURCES	212,832,799	40,968,017	253,800,816	-
NET POSITION:				
Net Investment in Capital Assets	182,386,588	282,433,275	464,819,863	-
Restricted for:				
Future Capital Projects	1,844,534	33,261,996	35,106,530	-
Future Debt Service	1,341,284	4,711,252	6,052,536	-
Future Grants and Special Programs	10,399,231	-	10,399,231	-
Future Community Redevelopment	60,146,974	-	60,146,974	-
Building operations	24,894,280	-	24,894,280	-
Water and Sewer Rate Stabilization Reserve	-	10,000,000	10,000,000	-
Impact Fees	6,212,355	14,899,590	21,111,945	-
Future public safety projects and programs	6,438,430	-	6,438,430	-
Future Other Purposes	520,626	-	520,626	-
Unrestricted (Deficit)	(725,679,784)	164,865,351	(560,814,433)	43,908
TOTAL NET POSITION	\$ (431,495,482)	\$ 510,171,464	\$ 78,675,982	\$ 43,908

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

CITY OF HOLLYWOOD, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Program Revenue				Net (Expense) Revenue and Changes in Net Position			Component Unit
	Charges for Services, Fees, Fines and Forfeitures	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	Emerald Hills Safety District	
Expenses								
FUNCTIONS/PROGRAMS:								
PRIMARY GOVERNMENT:								
GOVERNMENTAL ACTIVITIES:								
General Government	\$ 61,999,882	\$ 24,875,581	\$ 1,242,525	\$ 689,482	\$ (35,192,294)	\$ -	\$ (35,192,294)	\$ -
Public Safety:								
Police	125,575,847	3,098,714	1,005,436	1,338,833	(120,132,864)	-	(120,132,864)	-
Fire	94,199,909	37,942,455	3,732,923	519,925	(52,004,606)	-	(52,004,606)	-
Other Public Safety	13,473,466	17,142,403	-	-	3,668,937	-	3,668,937	-
Public Works	18,674,549	613,558	-	-	(18,060,991)	-	(18,060,991)	-
Transportation	6,444,539	-	1,375,442	1,776,244	(3,292,853)	-	(3,292,853)	-
Economic Environment	29,395,499	454,549	23,281,170	-	(5,659,780)	-	(5,659,780)	-
Physical Environment	1,251,635	1,062,429	942,995	584,434	1,338,223	-	1,338,223	-
Culture and Recreation	18,766,964	2,079,847	1,671,718	3,133,678	(11,881,721)	-	(11,881,721)	-
Emergency and Disaster Relief	10,149	-	-	-	(10,149)	-	(10,149)	-
Interest and Fiscal Charges	8,319,558	-	-	-	(8,319,558)	-	(8,319,558)	-
Total Governmental Activities	378,111,997	87,269,536	33,252,209	8,042,596	(249,547,656)	-	(249,547,656)	-
BUSINESS-TYPE ACTIVITIES:								
Water	31,883,859	49,635,446	-	1,376,690	-	19,128,277	19,128,277	-
Sewer	56,020,416	71,197,338	-	6,507,751	-	21,684,673	21,684,673	-
Sanitation	19,120,344	21,460,416	-	-	-	2,340,072	2,340,072	-
Stormwater	5,680,555	10,738,531	-	46,285	-	5,104,261	5,104,261	-
Golf	2,842,536	2,474,242	-	-	-	(368,294)	(368,294)	-
Parking	10,416,582	13,546,420	-	-	-	3,129,838	3,129,838	-
Other	39,844	39,767	-	-	-	(77)	(77)	-
Total Business-type Activities	126,004,136	169,092,160	-	7,930,726	-	51,018,750	51,018,750	-
Total Primary Government	\$ 504,116,133	\$ 256,361,696	\$ 33,252,209	\$ 15,973,322	(249,547,656)	51,018,750	(198,528,906)	-
Component Unit								
Emerald Hills Safety District	\$ 145,711	\$ -	\$ -	\$ -	-	-	-	(145,711)
General Revenues:								
Taxes:								
Property Taxes Levied for General Purpose					140,947,810	-	140,947,810	-
Property Taxes Levied for Debt Service					13,885,691	-	13,885,691	-
Property Taxes Incremental					48,435,662	-	48,435,662	-
Utility Service Taxes					25,832,979	-	25,832,979	-
Franchise Taxes					18,686,523	-	18,686,523	-
Sales Tax					12,262,111	-	12,262,111	-
Gas Tax					2,755,764	-	2,755,764	-
Local Business Tax					2,066,866	-	2,066,866	127,483
Miscellaneous					9,715,306	-	9,715,306	-
Gain (loss) on sale of capital asset					149,089	69,467	218,556	-
Unrestricted investment earnings					28,997,039	19,509,501	48,506,540	341
Noncapital Other Contributions					8,076,262	-	8,076,262	-
Transfers					5,906,728	(5,906,728)	-	-
Total General Revenues and Transfers					317,717,830	13,672,240	331,390,070	127,824
Special Item								
Large User Lawsuit Settlement					-	(6,108,965)	(6,108,965)	-
Change in Net Position					68,170,174	58,582,025	126,752,199	(17,887)
Net Position - Beginning					(499,665,656)	451,589,439	(48,076,217)	61,795
Net Position - Ending					\$ (431,495,482)	\$ 510,171,464	\$ 78,675,982	\$ 43,908

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

CITY OF HOLLYWOOD, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2024

	General	General Obligation Bond Capital Projects Series 2022	Beach Community Redevelopment	Downtown Community Redevelopment	Other Governmental Funds	Total Governmental Funds
ASSETS:						
Cash	\$ 14,400	\$ -	\$ 200	\$ 200	\$ 20,200	\$ 35,000
Investments	90,820,352	-	48,457,760	17,363,264	128,725,052	285,366,428
Accounts Receivable - Net of Allowances	5,240,149	-	12,506	4,047	172,891	5,429,593
Notes Receivable - Net of Allowances	-	-	-	-	44,305,281	44,305,281
Lease Receivable - GASB 87	58,629,202	-	-	-	-	58,629,202
Due from Other Funds	4,810,211	-	-	144,000	-	4,954,211
Due from Other Governments	2,971,930	-	436,460	-	4,413,168	7,821,558
Inventories of Supplies	70,988	-	-	-	-	70,988
Prepaid Items	6,389	-	-	-	800,000	806,389
Assets Held for Sale	-	-	-	-	215,626	215,626
Restricted Assets:						
Investments	-	102,458,505	-	-	44,375,614	146,834,119
Total Assets	\$ 162,563,621	\$ 102,458,505	\$ 48,906,926	\$ 17,511,511	\$ 223,027,832	\$ 554,468,395
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES:						
LIABILITIES:						
Vouchers Payable	\$ 2,149,621	\$ 10,888	\$ 1,158,533	\$ 957,206	\$ 9,363,415	\$ 13,639,663
Accrued Wages and Leave	5,726,828	-	100,830	32,562	296,097	6,156,317
Construction Contracts Payable	-	-	834,438	-	2,269,825	3,104,263
Due to Other Funds	-	-	-	-	1,945,385	1,945,385
Due to Other Governments	-	-	-	-	964	964
Unearned Revenue	2,103,958	-	-	-	18,280,065	20,384,023
Deposits Payable	502,022	-	-	3,577	120,390	625,989
Payable from Restricted Assets:						
Construction Contracts Payable	-	-	-	546,718	-	546,718
Total Liabilities	10,482,429	10,888	2,093,801	1,540,063	32,276,141	46,403,322
DEFERRED INFLOWS OF RESOURCES:						
Unavailable or Advanced Revenue	3,114,125	-	436,460	-	46,996,820	50,547,405
Deferred Inflow for Leases	56,903,226	-	-	-	-	56,903,226
Total Deferred Inflows of Resources	60,017,351	-	436,460	-	46,996,820	107,450,631
FUND BALANCES:						
Nonspendable	77,377	-	-	-	800,000	877,377
Restricted	-	102,447,617	46,376,665	15,971,448	79,921,465	244,717,195
Committed	2,111,690	-	-	-	59,460,468	61,572,158
Assigned	4,009,973	-	-	-	4,983,766	8,993,739
Unassigned	85,864,801	-	-	-	(1,410,828)	84,453,973
Total Fund Balances	92,063,841	102,447,617	46,376,665	15,971,448	143,754,871	400,614,442
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 162,563,621	\$ 102,458,505	\$ 48,906,926	\$ 17,511,511	\$ 223,027,832	\$ 554,468,395

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

CITY of Hollywood, FLORIDA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
September 30, 2024

Total fund balances - governmental funds		\$ 400,614,442
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets, net of accumulated depreciation are not financial resources and, therefore, are not reports in the funds		256,586,023
Some liabilities are not due and payable in the current period and therefore are not reported in the funds. Those liabilities consist of:		
Bonds payable	(205,504,410)	
Pension Settlement Accrued Expenses		
Net premium on bonds		
Compensated absences	(20,423,840)	
Accrued interest payable	(2,107,135)	
OPEB	(355,164,998)	
Net pension liability - General Pension	(154,582,820)	
Net pension liability - Police	(272,238,046)	
Net pension liability - Fire	(200,047,925)	
Net pension liability - FRS	(949,211)	
Total long term liabilities		(1,211,018,385)
Unavailable revenues that meet the criteria for recognition in the Statement of Activities.		11,155,927
In governmental funds, deferred outflows and inflows of resources relating to pensions and deferred refunding costs are not reported because they are applicable to future periods. In the statement of net position, deferred outflows and inflows of resources relating to pensions are reported.		
Deferred refunding costs	448,069	
Deferred outflows of resources relating to the General Employees Pension	42,887,614	
Deferred outflows of resources relating to the Police Pension	57,347,076	
Deferred outflows of resources relating to the Fire Pension	56,270,921	
Deferred outflows of resources relating to the FRS Pension	273,200	
Deferred outflows of resources relating to OPEB	82,898,216	
Deferred inflows of resources relating to the General Employees Pension	-	
Deferred inflows of resources relating to the Police Pension	(1,592,168)	
Deferred inflows of resources relating to the Fire Pension	(825,984)	
Deferred inflows of resources relating to the FRS Pension	(150,190)	
Deferred inflows of resources relating to OPEB	(142,656,155)	
		94,900,599
Internal service funds are used by management to charge the costs of fleet management, property management, central services, self insurance, and communications to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		
		22,768,887
Adjustment to the Enterprise Funds for Internal Services Look-back		(6,502,975)
Net position of governmental activities		<u>\$ (431,495,482)</u>

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

CITY OF HOLLYWOOD, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	General	General Obligation Bond Capital Projects Series 2022	Beach Community Redevelopment	Downtown Community Redevelopment	Other Governmental Funds	Total Governmental Funds
REVENUES:						
Property Taxes	\$ 140,763,334	\$ -	\$ 19,217,275	\$ 7,596,918	\$ 13,885,691	\$ 181,463,218
Utilities Service Taxes	25,832,979	-	-	-	-	25,832,979
Franchise Taxes	18,686,523	-	-	-	-	18,686,523
Licenses and Permits	2,051,713	-	-	-	10,117,871	12,169,584
Intergovernmental	20,643,946	-	15,428,153	6,193,316	33,751,954	76,017,369
Impact Fees	-	-	-	-	1,810,103	1,810,103
Charges for Services	72,070,424	-	-	-	3,581,324	75,651,748
Fines and Forfeitures	-	-	-	-	390,191	390,191
Investment Revenue	6,420,326	5,421,314	2,936,577	953,453	9,106,212	24,837,882
Miscellaneous	5,204,351	8,549	18,997	50	129,299	5,361,246
Total Revenues	<u>291,673,596</u>	<u>5,429,863</u>	<u>37,601,002</u>	<u>14,743,737</u>	<u>72,772,645</u>	<u>422,220,843</u>
EXPENDITURES:						
Current:						
General Government	31,390,900	-	15,665,734	6,695,613	4,629,805	58,382,052
Public Safety	191,148,401	-	-	-	18,903,010	210,051,411
Public Works	16,364,227	-	-	-	-	16,364,227
Transportation	3,011,957	-	-	-	3,066,596	6,078,553
Economic Environment	2,765,012	-	603,703	311,889	15,625,984	19,306,588
Physical Environment	-	-	-	207,011	1,044,624	1,251,635
Culture and Recreation	13,705,879	-	-	-	2,627,688	16,333,567
Emergency and Disaster Relief	-	-	-	-	7,513	7,513
Capital Outlay:						
General Government	196,240	-	132,172	-	8,808,235	9,136,647
Public Safety	4,956	-	-	-	12,658,994	12,663,950
Transportation	-	-	2,888,920	16,127	5,781,908	8,686,955
Economic Environment	-	-	673,167	8,355,315	-	9,028,482
Physical Environment	-	-	8,772,029	-	2,847,752	11,619,781
Culture and Recreation	10,574	350,500	118,600	-	13,674,676	14,154,350
Debt Service:						
Principal	1,900,227	-	7,032,435	366,859	12,182,318	21,481,839
Interest and Fiscal Charges	96,291	-	187,954	10,038	8,901,648	9,195,931
Total Expenditures	<u>260,594,664</u>	<u>350,500</u>	<u>36,074,714</u>	<u>15,962,852</u>	<u>110,760,751</u>	<u>423,743,481</u>
Excess (Deficiency) of Revenues						
Over (Under) Expenditures	<u>31,078,932</u>	<u>5,079,363</u>	<u>1,526,288</u>	<u>(1,219,115)</u>	<u>(37,988,106)</u>	<u>(1,522,638)</u>

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

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CITY OF HOLLYWOOD, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	General	General Obligation Bond Capital Projects Series 2022	Beach Community Redevelopment	Downtown Community Redevelopment	Other Governmental Funds	Total Governmental Funds
OTHER FINANCING SOURCES						
(USES):						
Transfers In	\$ 7,332,824	\$ -	\$ -	\$ -	\$ 28,324,023	\$ 35,656,847
Transfers Out	(29,794,416)	-	-	-	(1,603,259)	(31,397,675)
Sale of Assets	5,054	-	-	918,692	167,188	1,090,934
Lease (right-of-use asset) Acquired	106,532	-	-	-	-	106,532
SBITA	-	-	-	-	3,078,000	3,078,000
Debt Issued - Principal	-	-	-	-	2,570,000	2,570,000
Total Other Financing Sources (Uses)	(22,350,006)	-	-	918,692	32,535,952	11,104,638
Change in Fund Balances	8,728,926	5,079,363	1,526,288	(300,423)	(5,452,154)	9,582,000
Fund Balances - Beginning	83,334,915	97,368,254	44,850,377	16,271,871	149,207,025	391,032,442
Fund Balances - Ending	<u>\$ 92,063,841</u>	<u>\$ 102,447,617</u>	<u>\$ 46,376,665</u>	<u>\$ 15,971,448</u>	<u>\$ 143,754,871</u>	<u>\$ 400,614,442</u>

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

CITY OF HOLLYWOOD, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Fiscal Year Ended September 30, 2024

Net change in fund balance - total governmental funds	\$	9,582,000
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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 allocated over their estimated useful lives and reported as depreciation expense. In the current period, these amounts are:

Capital outlay	\$	65,290,165	
Contributions proprietary funds, net		(163,103)	
Deletions		(1,361,762)	
Depreciation expense		<u>(14,562,908)</u>	
Excess of capital outlay over depreciation expense			49,202,392

The issuance of long-term debt (e.g. bonds, loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term obligations is an expenditure in the governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.

In the current year, these amounts consist of:

Proceeds from state revolving loan		21,481,839	
Payment to escrow for refunding debt			
Bonds principal retirement		(5,754,532)	
Loan Proceeds, Lease, and SBITAs		(270,876)	
Amortization of unamortized refunding costs		1,438,098	
Amortization of net bond premium(s)		<u>13,101,854</u>	
OPEB			
Total long term-debt retirement and related transactions			29,996,383

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

These activities consist of:

Increase in compensated absences		(486,468)	
Increase in accrued interest expense		<u>119,672</u>	
Total additional expense			(366,796)

In government funds, pension costs are recognized when employer contributions are made.

In the statement of activities, pension costs are recognized on the accrual basis. This year, the difference between accrual-basis pension costs and actual employer contribution was:

General employee pension		(9,302,416)	
Police pension		(13,577,194)	
Fire Pension		(7,098,169)	
FRS Pension		<u>42,239</u>	
			(29,935,540)

Unearned revenue that meet the revenue recognition criteria in the Statement of Activities, but not the fund statements, i.e. property taxes.		2,151,326.00
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Internal funds are used by management to charge the costs of fleet management, property management, central services, self insurance, and communications to individual funds.

Internal Service Funds Change in Net Position		6,203,356.00	
Look-Back adjustment		<u>1,337,053.00</u>	
			7,540,409

Change in net position of governmental activities	\$	<u>68,170,174</u>
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The notes to the financial statements are an integral part of this statement.

CITY OF HOLLYWOOD, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2024

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Water and Sewer Utility	Other Enterprise Funds	Total	
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES:				
ASSETS:				
CURRENT ASSETS:				
Cash	\$ 700	\$ 102,300	\$ 103,000	\$ 29,068
Investments	227,905,227	65,763,398	293,668,625	75,500,722
Accounts Receivable - Net of Allowances	14,060,389	4,115,946	18,176,335	175,565
Reinsurance Receivable	-	-	-	762,160
Due from Other Governments	337,506	81,730	419,236	-
Inventories of Supplies	1,573,311	-	1,573,311	57,586
Prepaid Items	-	1,250	1,250	1,042,658
Restricted Assets:				
Investments	15,293,393	1,615,631	16,909,024	-
Total Current Assets	259,170,526	71,680,255	330,850,781	77,567,759
NONCURRENT ASSETS:				
Restricted Assets:				
Investments	62,402,804	-	62,402,804	-
Total Restricted Assets	62,402,804	-	62,402,804	-
Capital Assets:				
Land	3,697,837	2,587,662	6,285,499	-
Buildings	51,197,766	51,374,197	102,571,963	1,141,350
Improvements	701,634,282	22,371,415	724,005,697	-
Machinery and Equipment	8,254,582	5,123,569	13,378,151	46,308,057
Accumulated Depreciation	(463,707,647)	(40,004,594)	(503,712,241)	(37,417,550)
Construction in Progress	146,446,406	13,544,675	159,991,081	320,499
Right to Use - Subscription Asset	1,150,219	63,420	1,213,639	5,313,701
Accumulated Amortization - Subscription Asset	(410,791)	(36,413)	(447,204)	(2,004,341)
Right to Use - Lease equipment	-	388,284	388,284	1,341,000
Accumulated Amortization - Right to Use - Lease Equipment	-	(204,636)	(204,636)	(206,375)
Total Capital Assets	448,262,654	55,207,579	503,470,233	14,796,341
Other Assets:				
Assessments - Net of Allowances	843,176	-	843,176	-
Total Noncurrent Assets	511,508,634	55,207,579	566,716,213	14,796,341
Total Assets	770,679,160	126,887,834	897,566,994	92,364,100
DEFERRED OUTFLOWS OF RESOURCES:				
Deferred Outflow - General Employees Pension	14,311,592	4,576,631	18,888,223	4,302,303
Deferred Outflow for OPEB	11,645,901	7,686,720	19,332,621	4,166,950
Deferred Charge on Refunding	318,161	-	318,161	-
Total Deferred Outflows of Resources	26,275,654	12,263,351	38,539,005	8,469,253
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	796,954,814	139,151,185	936,105,999	100,833,353

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

(Continued)

(Continued)

CITY OF HOLLYWOOD, FLORIDA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2024

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Water and Sewer Utility	Other Enterprise Funds	Total	
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES:				
LIABILITIES:				
CURRENT LIABILITIES:				
Vouchers Payable	\$ 7,102,260	\$ 3,269,915	\$ 10,372,175	\$ 1,612,980
Accrued Wages and Leave	700,025	193,785	893,810	225,473
Compensated Absences	1,223,158	374,111	1,597,269	555,068
Construction Contracts	-	580,010	580,010	-
Due to Other Funds	-	3,008,823	3,008,823	-
Due to Other Governments	9,496,785	435	9,497,220	-
Interest Payable	-	5,937	5,937	67,426
Claims Payable	-	-	-	7,723,949
Unearned Revenue	-	1,653,110	1,653,110	-
Deposits Payable	-	33,461	33,461	-
Payable from Restricted Assets:				
Matured Bonds and Interest	398,931	-	398,931	-
Construction Contracts	8,665,272	19,311	8,684,583	-
Deposits	6,229,190	1,145,597	7,374,787	-
Bonds Payable - Net	2,431,250	20,499	2,451,749	437,222
Financed Purchases	-	-	-	343,093
Short Term - Total Other Postemployment Benefits Obligation	2,123,529	707,844	2,831,373	560,933
Short Term - Subscription Liability	284,333	13,495	297,828	2,311,692
Short Term - Lease Liability	-	139,994	139,994	327,798
Loans Payable	8,754,251	215,616	8,969,867	1,772,651
Total Current Liabilities	<u>47,408,984</u>	<u>11,381,943</u>	<u>58,790,927</u>	<u>15,938,285</u>
NONCURRENT LIABILITIES:				
Compensated Absences	989,877	17,939	1,007,816	227,321
Claims Payable	-	-	-	11,316,926
Bonds Payable - Net	34,620,083	105,558	34,725,641	2,295,987
Loans Payable	165,251,855	380,250	165,632,105	5,600,000
Other Postemployment Benefits Obligation	49,330,899	16,443,632	65,774,531	13,030,803
Net Pension Liability - General Employees Pension	52,201,532	12,823,614	65,025,146	17,016,104
Long Term - Subscription Liability	443,200	14,418	457,618	1,235,053
Long Term - Lease Liability	-	55,709	55,709	698,911
Total Noncurrent Liabilities	<u>302,837,446</u>	<u>29,841,120</u>	<u>332,678,566</u>	<u>51,421,105</u>
Total Liabilities	<u>350,246,430</u>	<u>41,223,063</u>	<u>391,469,493</u>	<u>67,359,390</u>
DEFERRED INFLOWS OF RESOURCES:				
Deferred Inflow for OPEB Liability	25,175,302	10,822,067	35,997,369	8,264,562
Deferred Inflow - General Employees Pension	2,103,576	2,867,072	4,970,648	2,440,514
Total Deferred Inflows	<u>27,278,878</u>	<u>13,689,139</u>	<u>40,968,017</u>	<u>10,705,076</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>377,525,308</u>	<u>54,912,202</u>	<u>432,437,510</u>	<u>78,064,466</u>
NET POSITION:				
Net Investment in Capital Assets	228,649,339	53,783,936	282,433,275	15,338
Restricted for:				
Future Capital Projects	47,691,552	470,034	48,161,586	-
Future Debt Service	4,711,252	-	4,711,252	-
Rate Stabilization	10,000,000	-	10,000,000	-
Unrestricted	128,377,363	29,985,013	158,362,376	22,753,549
TOTAL NET POSITION	<u>\$ 419,429,506</u>	<u>\$ 84,238,983</u>	<u>\$ 503,668,489</u>	<u>\$ 22,768,887</u>

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

CITY OF HOLLYWOOD, FLORIDA
RECONCILIATION OF THE STATEMENT OF NET POSITION OF PROPRIETARY FUNDS
TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2024

Net Position - Proprietary Funds	\$ 503,668,489
Adjustment to Enterprise Funds for Internal Service Funds look-back	<u>6,502,975</u>
Net Position of Business-type Activities	<u><u>\$ 510,171,464</u></u>

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

CITY OF HOLLYWOOD, FLORIDA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Water and Sewer Utility	Other Enterprise Funds	Total	
OPERATING REVENUES:				
Charges for Sales and Services	\$ 120,203,215	\$ 44,729,736	\$ 164,932,951	\$ 78,221,848
Fines and Forfeitures	-	1,854,940	1,854,940	-
Miscellaneous	629,569	1,674,700	2,304,269	5,431,292
Total Operating Revenues	120,832,784	48,259,376	169,092,160	83,653,140
OPERATING EXPENSES:				
Personal Services and Benefits	22,523,560	6,145,618	28,669,178	5,693,947
Supplies, Services and Claims	41,445,988	28,582,622	70,028,610	71,432,165
Depreciation and Amortization	20,486,322	2,926,719	23,413,041	6,257,696
Total Operating Expenses	84,455,870	37,654,959	122,110,829	83,383,808
Operating Income (Loss)	36,376,914	10,604,417	46,981,331	269,332
NONOPERATING REVENUES/(EXPENSES):				
Investment Revenue	15,651,604	3,857,897	19,509,501	4,144,173
Interest Expense	(2,514,287)	(40,618)	(2,554,905)	(410,521)
Gain/Loss on Capex Disposals	57,113	12,354	69,467	419,913
Other Income (Expense)	(1,349)	-	(1,349)	-
Total Nonoperating Revenues/(Expenses)	13,193,081	3,829,633	17,022,714	4,153,565
Income (Loss) Before Contributions, Transfers, and Special Item	49,569,995	14,434,050	64,004,045	4,422,897
CAPITAL CONTRIBUTIONS, GRANTS, AND IMPACT FEES:				
Capital Contributions - Large Users	4,656,354	-	4,656,354	-
Capital Contributions - Assets	(111,486)	259,461	147,975	(15,072)
Impact Fees	2,921,099	-	2,921,099	-
Intergovernmental	306,988	46,285	353,273	-
	7,772,955	305,746	8,078,701	(15,072)
TRANSFERS IN (OUT):				
Transfers In	350,882	476,908	827,790	2,870,512
Transfers Out	(5,948,779)	(933,714)	(6,882,493)	(1,074,981)
Total Transfers In (Out)	(5,597,897)	(456,806)	(6,054,703)	1,795,531
SPECIAL ITEM:				
Large User Legal Settlement	(6,108,965)	-	(6,108,965)	-
Change in Net Position	45,636,088	14,282,990	59,919,078	6,203,356
Net Position - Beginning	373,793,418	69,955,993	443,749,411	16,565,531
Net Position - Ending	\$ 419,429,506	\$ 84,238,983	\$ 503,668,489	\$ 22,768,887

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

CITY OF HOLLYWOOD, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN NET POSITION OF PROPRIETARY FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

Net Change in Net Position - Proprietary Funds	\$ 59,919,078
Net revenue of the Internal Service Funds (funds used to charge the costs of certain activities to individual funds) is reported with Governmental Activities. Consolidated adjustment to Enterprise Funds for Internal Service Funds look-back	<u>(1,337,053)</u>
Changes in Net Position of Business-type Activities	<u><u>\$ 58,582,025</u></u>

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

CITY OF HOLLYWOOD, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Water and Sewer Utility	Other Enterprise Funds	Total	
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash Received from Customers, Employees and Other Governments	\$ 114,381,870	\$ 48,091,806	\$ 162,473,676	\$ 83,937,321
Payments to Suppliers for Goods and Services	(33,770,943)	(28,046,888)	(61,817,831)	(12,074,502)
Payments to Employees for Services	(25,237,091)	(6,990,246)	(32,227,337)	(31,037,374)
Payments for Claims and Judgments	(6,108,965)		(6,108,965)	(35,099,142)
Other Operating Receipts (Payments)	(202,203)	442,852	240,649	-
Net Cash Provided (Used) by Operating Activities	49,062,668	13,497,524	62,560,192	5,726,303
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Transfers In	350,882	476,908	827,790	2,870,512
Transfers Out	(5,948,779)	(933,714)	(6,882,493)	(1,074,981)
Net Cash Provided (Used) by Noncapital Financing Activities	(5,597,897)	(456,806)	(6,054,703)	1,795,531
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Proceeds from Bonds and Other Borrowings - Net	68,206,357	-	68,206,357	6,600,000
Principal Paid on Bonds, Notes and Equipment Contracts	(12,098,232)	(660,054)	(12,758,286)	(3,494,606)
Interest Paid on Bonds, Notes and Equipment Contracts	(3,266,466)	(47,463)	(3,313,929)	(395,451)
Proceeds from Sale of Equipment	59,507	12,354	71,861	417,300
Acquisition and Construction of Capital Assets	(72,085,236)	(8,176,838)	(80,262,074)	(5,579,572)
Cash Contributed from Customers, Other Funds and Governments	7,829,066	23,937	7,853,003	-
Net Cash Provided (Used) by Capital and Related Financing Activities	(11,355,004)	(8,848,064)	(20,203,068)	(2,452,329)
CASH FLOWS FROM INVESTING ACTIVITIES:				
Investment Revenue	15,651,605	3,857,897	19,509,502	4,144,172
Net Cash Provided (Used) by Investing Activities	15,651,605	3,857,897	19,509,502	4,144,172
Net Increase (Decrease) in Cash	47,761,372	8,050,551	55,811,923	9,213,677
Cash and Equivalents - October 1	257,840,752	59,430,778	317,271,530	66,316,113
Cash and Equivalents - September 30	\$ 305,602,124	\$ 67,481,329	\$ 373,083,453	\$ 75,529,790

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

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CITY OF HOLLYWOOD, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Water and Sewer Utility	Other Enterprise Funds	Total	
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating Income (Loss)	\$ 36,376,914	\$ 10,604,417	\$ 46,981,331	\$ 269,332
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation	20,486,322	2,926,719	23,413,041	6,257,696
Other Noncash Expenses - Pension and OPEB	(2,827,790)	(793,686)	(3,621,476)	(2,319,484)
Change in Assets, Liabilities and Deferred Inflows/Outflows:				
(Increase) Decrease in Accounts Receivable	(4,977,283)	(107,395)	(5,084,678)	284,181
(Increase) Decrease in Due to Other Funds		442,852	442,852	-
(Increase) Decrease in Due from Other Governments	(202,203)	(59,382)	(261,585)	-
(Increase) Decrease in Inventory	(407,848)	-	(407,848)	141,619
(Increase) Decrease in Prepaid Items	-	-	-	(156,961)
Increase (Decrease) in Vouchers Payable	1,973,928	414,764	2,388,692	760,997
Increase (Decrease) in Accrued Expenses	114,258	70,028	184,286	(24,157)
Increase (Decrease) in Claims Payable	-	-	-	513,080
Increase (Decrease) in Unearned Revenue	-	(22,645)	(22,645)	-
Increase (Decrease) in Deposits Payable	(1,473,630)	21,852	(1,451,778)	-
Total Adjustments	12,685,754	2,893,107	15,578,861	5,456,971
Net Cash Provided (Used) by Operating Activities	\$ 49,062,668	\$ 13,497,524	\$ 62,560,192	\$ 5,726,303

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

CITY OF HOLLYWOOD, FLORIDA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2024

	Total Pension Plans
<hr/>	
ASSETS:	
Investments	
U. S. Government Securities	\$ 44,486,786
Money Market Funds	21,347,857
Corporate Equities	839,152,844
Corporate Bonds and Other	84,971,762
Foreign Bonds	7,134,044
Real Estate Funds	116,434,615
Infrastructure Investment fund	12,614,940
Asset Backed Securities	2,535,737
Private Credit Funds	53,056,521
Private Equity Funds	43,578,900
Hedge Funds	31,114,306
Alternative Investments	6,694,378
Mutual Funds	54,262,959
Pooled Investment Funds	285,149
Total Investments	1,317,670,798
DROP Loan Receivable	499,189
Interest Receivable	776,192
Employee and Participant Loan Receivable	40,791
Accounts Receivable	3,957,434
Capital Assets, Net	1,527,616
TOTAL ASSETS	1,324,472,020
<hr/>	
LIABILITIES:	
Vouchers Payable	3,093,710
TOTAL LIABILITIES	3,093,710
<hr/>	
NET POSITION:	
Restricted for Pension Benefits	\$ 1,321,378,310
	<hr/>

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

CITY OF HOLLYWOOD, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Total Pension Plans
<hr/>	
ADDITIONS:	
Contributions:	
City	\$ 81,683,338
State	5,159,624
Local	25,913
Members	9,980,431
Total Contributions	<u>96,849,306</u>
Investment Income:	
Net Increase in Fair	
Value of Plan Investments	215,593,873
Interest and Dividends	<u>23,953,077</u>
	239,546,950
Less: Investment Expense	<u>(4,460,424)</u>
Net Investment Income	<u>235,086,526</u>
Other Income	<u>55,378</u>
Total Additions	<u>331,991,210</u>
 DEDUCTIONS:	
Pension Benefits	114,954,401
Refunds of Contributions	660,524
Administrative Expenses	2,788,273
Depreciation and Amortization	<u>132,442</u>
Total Deductions	<u>118,535,640</u>
 Change in Net Position	 213,455,570
Net Position Restricted for Pension	
Benefits - Beginning of Year	<u>1,107,922,740</u>
Net Position Restricted for Pension	
Benefits - End of Year	<u>\$ 1,321,378,310</u>

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

CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of the City of Hollywood, Florida's (the City) Significant Accounting Policies is presented to assist the reader in interpreting the financial statements and other data in this report. These policies are considered essential and should be read in conjunction with the accompanying financial statements.

The accompanying financial statements present the City and its component units, entities for which the City is financially accountable or has operational responsibility. Component units, although legally separate entities, are in substance part of the City's operations.

The basic financial statements include both government-wide and fund financial statements. The government-wide focus is more on the sustainability of the City as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. The fund financial statements focus on short-term results of operations and financing decisions at a specific fund level.

Internal service funds of a government (which traditionally provide services primarily to other funds of the government) are presented, in summary form, as part of the proprietary fund financial statements. Since the principal users of the internal services are the City's governmental activities, financial statements of internal service funds are consolidated into the governmental activities column when presented at the government-wide level. The costs of these services are allocated to the appropriate functional activity.

The City's fiduciary funds are presented in the basic financial statements by type (i.e. pension). Since, by definition, these assets are being held for the benefit of a third party and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

FINANCIAL REPORTING ENTITY

The City is a political subdivision of the State of Florida, located in Broward County along the lower southeast coast of the State. The City is governed by an elected mayor and six elected commissioners. The City operates under a commission-manager form of government. The City, which was incorporated in 1925 under Section 25-11519, 1925 Laws of Florida, is approximately 30 square miles in area. In addition to the general government, public safety, public works, culture and recreation services provided to its residents, the City operates and provides water and sewer, stormwater, sanitation, golf, parking services and records preservation activities.

The Downtown Community Redevelopment Agency (DCRA) and Beach Community Redevelopment Agency (BCRA) are districts of the Hollywood Community Redevelopment Agency (CRA), which is legally separate from the City. The CRA was established in accordance with Florida Statutes Chapter 163 Part III Community Redevelopment to finance and redevelop the City's designated redevelopment areas. The CRA, whose board members are the same as the members of the City Commission, provides services that exclusively benefit the City's downtown and beach areas. The City has financial and operational responsibility of the CRA. The DCRA and BCRA are blended component units into the primary government. The CRA issues standalone financial statements. The standalone CRA statements may be obtained online at <https://www.hollywoodfl.org/538/Annual-Financial-Pension-Fund-Reports>.

The Hollywood Employees' Retirement Fund, Hollywood Firefighters' Pension System and City of Hollywood Police Officers' Retirement System account for separate pension plans for general employees, fire, and police personnel, respectively. Each plan is administered by a board of trustees. The pension plans are combined and reported as fiduciary funds in the basic financial statements of this report but are not included in the government-wide statements. Each pension plan issues a publicly available financial report. Each report may be requested by or viewed electronically as noted below:

CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

General Employees' Retirement System	Fire Pension Fund	Police Retirement System
2450 Hollywood Boulevard Suite 204 Hollywood, FL 33020 Phone: 954-921-3333 Fax: 954-921-3332 Email: info@hollywoodpension.com https://hollywoodpension.com/	Foster & Foster, Pension Administrator, Phone: 239- 333-4872 Email: Planadministration@foster-foster.com https://foster-foster.com/ https://www.hollywoodfl.org/164/Firefighters-Pension-Board	4205 Hollywood Blvd., Suite 4 Hollywood, Florida 33021 Phone: 954-967-4395 Toll Free: 866-738-4776 Fax: 954-967-4387 http://www.hollywoodpolicepensionfund.com/home.asp

In addition, the City has the following dependent districts:

- Central Residential Neighborhood Improvement District No. 1 – created on September 7, 1988 by City Ordinances O-88-52 and O-88-78 under State statutory authority Section 163.506 F.S. for the purpose of neighborhood improvement.
- City of Hollywood 441 Corridor Business NID No. 2 – created on November 7, 1988 by City Ordinances O-88-53 and O-88-79 under State statutory authority Section 163.506 F.S. for the purpose of neighborhood improvement.
- Emerald Hills Safety Enhancement District – created on August 30, 2017 by City Ordinance O-2018-13 under State statutory authority Section 189.02 F.S. for the purpose of safety enhancement.

Emerald Hills Safety Enhancement District had reportable activity in the 2024 fiscal year and is shown as a discretely presented component unit. The District is a legally separate entity in which the City appoints the board, has the ability to impose its will, and has a non-fiduciary relationship. The District collects fees for security services provided specifically to the Emerald Hills community only. An independent firm compiled the financials of the District. The District's website is <https://ehsed.org/>.

GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all the non-fiduciary activities of the City and its component units. 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 support.

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

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

MEASUREMENT FOCUS, BASIS OF ACCOUNTING AND FINANCIAL STATEMENT PRESENTATION

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are

CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. This is the way these funds are normally budgeted. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements, a governmental activities column, and a reconciliation is presented, which briefly explains the adjustments necessary to reconcile funds based on financial statements with the governmental activities' column of the government-wide presentation. Under this basis, revenues are recognized as soon as they are both measurable and available. Revenues are available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, other postemployment benefits, pensions, claims and judgments, are recorded only when payment is due.

Property taxes, utilities service taxes, franchise taxes, licenses, intergovernmental revenues, emergency transportation and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are measurable and available only when cash is received by the government. Information on the applicable tax roll dates can be found at <https://bcpa.net/DATES.asp>.

The City reports the following major governmental funds:

- The GENERAL FUND is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The BEACH COMMUNITY REDEVELOPMENT FUND accounts for governmental revenue and grants for financing redevelopment projects within the beach redevelopment district.
- The DOWNTOWN COMMUNITY REDEVELOPMENT FUND accounts for governmental revenue and grants for financing redevelopment projects within the downtown redevelopment district. This fund is determined as major by management for public interest purpose.
- The GENERAL OBLIGATIONS CAPITAL PROJECTS SERIES 2022 FUND accounts for construction of major capital improvements financed with proceeds from the Series 2022 General Obligation Bond issuance.

The City reports the following major proprietary funds:

- The WATER AND SEWER UTILITY FUND accounts for the operations of the City's regional water and sewer utility system.

The effect of interfund activity has been eliminated from government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the City's proprietary fund function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include (1) charges to customers or applicants for goods, services, or privileges provided, as well as fees, fines and forfeitures, (2) operating grants and contributions, and (3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues, rather than as program revenues. Likewise, general revenues include all taxes.

The City maintains two different types of proprietary funds; enterprise funds and internal service funds. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating

CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

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 enterprise funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. Activities accounted for in the City's major enterprise funds are noted above.

Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its fleet of vehicles, information technology and communications systems as well as its insurance operations.

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

ASSETS, DEFERRED OUTFLOWS, LIABILITIES, DEFERRED INFLOWS AND NET POSITION

POOLED CASH AND INVESTMENTS: The City's cash and demand deposits are cash on hand. The City has established an investment policy in accordance with Section 218.415, State Statutes that allows the City to invest in relatively low risk securities. Investments are stated at fair value based on quoted market prices. Resources of all funds, except for the pension funds, have been combined into investment pools for the purpose of maximizing investment yields. Investment revenue is comprised of interest and realized and unrealized gains and losses on investments. Investment revenue on pooled investments is allocated monthly based upon equity balances of the respective funds. As required by GASB Statements these notes include a presentation of deposit and investment risk disclosures.

ACCOUNTS AND PROPERTY TAX RECEIVABLES: All accounts and property tax receivables are shown net of an allowance for uncollectible accounts. Accounts receivable in excess of 90 days comprise the accounts receivable allowance for uncollectible accounts. The property tax receivable allowance is equal to 100% of outstanding property taxes at September 30, 2024.

Real and personal property values are assessed on a county-wide basis by the Broward County Property Appraiser as of January 1, each year. Taxable value of property within the City is certified by the Property Appraiser on July 1. The City levies a property tax millage rate upon that taxable value to provide revenue required for the fiscal year beginning October 1. Taxes for the fiscal year beginning October 1 are billed in the month of November and are due March 31. If taxes are paid between November and February, a 1% per month discount is applied to the tax bill. On April 1, unpaid amounts become delinquent with interest and penalties added thereafter. Beginning June 1, tax certificates representing delinquent amounts are sold by Broward County, with remittance to the City for its share of those receipts.

REINSURANCE RECEIVABLE: The City uses reinsurance to reduce its exposure to large losses on certain lines of insurance as described in Note 16. Amounts expected to be received from the re-insurers for claims due under these policies are recorded as such at fiscal year-end in the Insurance Fund.

DUE TO/DUE FROM: Activity between funds representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". Any residual balance outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

INVENTORIES AND PREPAID EXPENSES: Inventories are maintained on a perpetual system and are stated at cost (using the average cost method). Inventories and prepaid expenses in all funds are recorded as expenditures or expenses when consumed (consumption method).

CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

ASSETS HELD FOR SALE: The assets held for sale represent lands and buildings purchased by the City and the DCRA with the expressed intent to sell. These lands and buildings are recorded at the lower of cost or net realizable value.

RESTRICTED ASSETS: Certain revenue bond proceeds in various funds, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet or statement of net position because they are maintained in separate bank accounts and their use is limited by applicable bond covenants. Certain notes receivable has been pledged as collateral as required by the U.S. Department of Housing and Urban Development for Section 108 funds loaned to the City and are also reflected as restricted assets in the City's financial statements. Restricted assets in business-type activities originate due to City ordinance bond covenants and other agreements that require segregation and restriction of these assets.

CAPITAL ASSETS: Capital assets, which include property, plant, equipment, intangible, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Infrastructure assets are capitalized based on the accumulated amounts charged to specific capital projects on an annual basis. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of one (1) year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred, net of interest earned, during the construction phase of capital assets of business-type activities is not included as part of the capitalized value of the assets constructed due to implementation of GASB 89.

The City records impairment losses on long lived assets used in operations when events or circumstances indicate the assets might be impaired. No impairment losses have been recorded.

Property, plant and equipment of the primary government, as well as the component units, is depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	15 to 40
Buildings Improvements	5 to 40
Infrastructure	20 to 50
Vehicles	3 to 20
Equipment	2 to 15
Computer Software/Hardware	2 to 6

Intangible right of use lease, or subscription assets are amortized over the shorter of their estimated useful life or the contact term.

DEFERRED OUTFLOWS/INFLOWS OF RESOURCES: In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. Deferred Outflows of resources represent a consumption of net assets that applies to future periods and that Deferred Inflows of resources represent an acquisition of net assets that applies to future periods. The City reports the following deferred outflows of resources: deferred charge on refunding, deferred pension outflows, and deferred OPEB outflows. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or the refunded debt. The City also reports deferred outflows for pensions due to pension contributions

CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

made subsequent to the pension plan's actuarial measurement date and will be expended in the following fiscal year, changes in actuarial assumptions, and the difference between expected and actual experience. The deferred outflows relating to changes in assumptions and the difference between expected and actual experience are amortized over the average expected remaining service lives of all employees that are provided with pension benefits. Deferred outflows relating to OPEB represent changes in actuarial assumptions and are amortized over a closed period equal to the average of the remaining service lives of all active and inactive employees that are provided with OPEB.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets applicable to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The City reports the following deferred inflows of resources: Unearned revenues, deferred pensions, and deferred other post-employment benefits (OPEB). Unearned revenues are deferred and recognized as revenues in the period that the amounts become available. Deferred inflows of resources relating to pensions account for the net difference between projected and actual earnings on pension plan investments which are deferred and amortized over a closed five-year period. Deferred Inflows related to OPEB are due to change in assumptions which are deferred and amortized similarly to the deferred outflows of resources for OPEB.

COMPENSATED ABSENCES: It is the City's policy to permit employees to accumulate earned but unused vacation, sick, and other leave pay benefits. A portion of accumulated sick pay benefits are paid upon separation, based on number of years of service. All vacation pay and applicable portion of sick pay balances are accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, because of employee resignations and retirements.

LONG-TERM OBLIGATIONS: In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payables are reported net of the applicable bond premium or discount. Bond Issuance costs are expended as incurred except for any bond insurance costs.

In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether withheld from the actual debt proceeds, are reported as debt service expenditures.

RIGHT OF USE LEASE ASSETS AND RELATED LEASE LIABILITIES: Lease right of use assets and related liabilities are recorded in accordance with GASB 87. A lease is defined as a contract that conveys control of the right to use another entity's nonfinancial assets (the underlying asset) as specified in the contract for a period in an exchange or exchange-like transaction. As a lessor, a lease receivable and related deferred inflow are measured at the present value of the lease payments expected to be received during the lease term. As a lessee, the lease liability is measured at the present value of the lease payments expected to be made during the lease term. A related right of use asset is measured as the lease liability, plus any payments made to the lessor at or before the commencement of the lease term (and certain direct capital costs).

RIGHT OF USE SUBSCRIPTION BASED INFORMATION TECHNOLOGY ARRANGEMENT (SBITA) ASSETS AND RELATED SBITA LIABILITIES: SBITA right of use and liabilities are recorded in accordance with GASB 96. A SBITA is defined as a contract that conveys control of the right to use another party's (a SBITA vendor's) information technology (IT) software, alone or in combination with tangible capital assets (the underlying IT assets), as specified in the contract for a period in an exchange or exchange-like transaction. This statement requires recognition of right of use subscription asset (an intangible asset) and a corresponding subscription liability. The subscription liability is initially measured at the present value of subscription payments expected to be made during the subscription term. The subscription asset is initially

CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

measured as the sum of (1) the initial subscription liability amount, (2) payments made to the SBITA vendor before commencement of the subscription term, and (3) capitalizable implementation costs, less any incentives received from the SBITA vendor at or before the commencement of the subscription term. A government should recognize amortization of the subscription asset as an outflow of resources over the subscription term.

UNEARNED REVENUE: Unearned revenue is recorded for governmental fund receivables that are not both measurable and available. In addition, inflows that do not yet meet the criteria for revenue recognition, such as contract revenue collected in advance, are recorded as deferred inflow of resources in the government-wide and the fund statements.

FUND BALANCE: The Governmental Accounting Standards Board Statement No. 54 "Fund Balance Reporting and Governmental Fund Type Definitions" (GASB 54) established consistency in the fund balance information reported by many governments and enables financial statement users to readily interpret reported fund balance information. This pronouncement requires governmental fund balances be classified as nonspendable, restricted, committed, assigned or unassigned. The City has disclosed information about governmental fund balance reporting as required in the Notes to the Financial Statements.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds and finally unassigned funds, as needed, unless the City Commission has provided otherwise in its commitment or assignment actions.

Net position of the government-wide and proprietary funds is categorized as investment in capital assets, reduced by accumulated depreciation, any outstanding debt incurred and related deferred inflows/outflows to acquire, construct or improve those assets excluding un-expended bond proceeds, restricted or unrestricted to arrive at net investment in capital assets. This category represents net position related to property, plant, equipment, intangible, and infrastructure. The restricted category represents the balance of net position restricted by requirements of debt indentures and other externally imposed constraints or by legislation more than the related liabilities payable from restricted assets. Unrestricted net position consists of all net positions that do not meet the definition of either of the other two components.

ESTIMATES: The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities and deferred inflows/outflows and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from management's estimates.

NOTE 2 – CASH AND INVESTMENTS

CASH

The City's bank balances, including balances for its component unit, the Hollywood Community Redevelopment Agency, and the three City-sponsored employee pension plans (reported as fiduciary funds), were entirely insured either by federal depository insurance or via the banks' participation as qualified public depositories pursuant to Florida Statutes, Chapter 280, "Security for Public Deposits" as of September 30, 2024. The City's cash and demand deposits are cash on hand.

INVESTMENTS

The City's comprehensive investment policy was established in accordance with Section 218.415, Florida Statutes and has been revised periodically as required to reflect changes to those statutes. The investment policy applies to all investments held or controlled by the City except for the three City-sponsored employee pension plans and its debt issuances where there are other existing policies or indentures in effect for the investment of related funds. The City maintains an internal cash and investment pool which most funds

CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

participate in. In addition, the City separately invests cash and debt proceeds related to capital projects so that it may time the duration of investment maturities with the anticipated project cash flows. The City also separately invests any debt-related cash reserves that are required by debt covenant, in accordance with the terms of the respective debt agreements. The City's total deposits and investments, including their investment maturities, are shown in this note classified by pooled versus non-pooled investments. The capital project and debt reserve related investments are subclassified to differentiate the investments of the City (primary government unit) and the City's Community Redevelopment Agency (component unit).

The City's investment policy allows for the following investments: SBA Investment Pool, United States government securities, United States government agencies, federal instrumentalities, interest bearing time deposits or savings accounts, including certificates of deposit and demand deposits, repurchase agreements, commercial paper, mutual funds consisting of United States government obligations, registered investment companies (money market mutual funds) and intergovernmental investment pools. The City did not invest in any repurchase agreements, commercial paper, or mutual funds during fiscal year 2024.

The City maintains three defined benefit pension plans covering substantially all full-time employees. These plan's investment policies are compliant with Section 112.661 Florida Statutes. The investments of these pension plans are managed in accordance with the plan provisions as established by each pension board. Pension investments are carried at fair value, except as noted below, which is determined as follows: securities traded on a national exchange are valued at the last reported sales price on the last business day of the fiscal year; securities traded in the over-the-counter market and listed securities for which no sale was reported on that date are valued at the last reported bid price; commercial paper, time deposits and money market funds are reported at cost. Alternative investments which include real estate investment trusts and private equity, where no readily ascertainable value exists, management in consultation with the general partner and investment advisors, has determined the fair values for the individual investments based upon the assets most recent available financial information.

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CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

At September 30, 2024, the City and its three employee pension plans (Fiduciary Funds) had the following maturities and credit ratings for cash and investments:

		Investment Maturities			Average	Percent of
	Fair Value	Less than 1 Year	1 - 5 Years	Credit Rating	Maturity in Months	Portfolio
CITY CASH AND INVESTMENTS:						
Pooled Cash and Investments:						
Demand deposits	\$ 125,597,764	\$ 125,597,764	\$ -			14.26 %
Money market	126,960,942	126,960,942	-			14.41
Florida Cooperative Liquid Assets Securities Systems (FLCLASS)	10,079,934	10,079,934	-	AAAm	2.77	1.14
Florida Public Assets for Liquidity Management (FL PALM)	85,430,535	85,430,535	-	AAAm	2.63	9.70
Local Government Investment Pool	26,329,689	26,329,689	-	AAAm	1.30	2.99
Corporate Bonds	31,598,290	11,847,346	19,750,944		1.23	3.59
Municipal Bonds	12,663,216	9,095,407	3,567,809		16.57	1.44
U.S. government instruments:						
US Treasury	213,254,476	-	213,254,476		35.85	24.21
Total Pooled Cash and Investments	631,914,846	395,341,617	236,573,229			
Non-pooled Cash and Investments:						
Insurance fund:						
Cash with paying agents	28,568	28,568	-			-
Golf Enterprise Fund:						
Orangebrook cash	100,000	100,000	-			0.01
Community Redevelopment Agency:						
Money market	90,067,135	90,067,135	-			10.23
Total Community Redevelopment Agency	90,067,135	90,067,135	-			
Capital Projects/Bond Related:						
Cash with paying agents	1,878,829	1,878,829				0.21
Money market	23,941,827	23,941,827	-			2.72
Florida Cooperative Liquid Assets Securities Systems (FLCLASS)	132,917,585	132,917,585	-	AAAm	2.77	15.09
Total Non-pooled Cash and Investments	248,933,944	248,933,944	-			100.00 %
Total City Cash and Investments	\$ 880,848,790	\$ 644,275,561	\$ 236,573,229			

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CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

	Fair Value	Less than 1 Year	1 - 5 Years	6-10 Years	More than 10 Years	Perpetual
FIDUCIARY FIXED INCOME						
Investments:						
U.S. Government Securities:						
U.S. Treasuries:						
General Employees' Retirement Fund	\$ 2,707,616	\$ -	\$ 506,526	\$ 504,037	\$ 1,697,053	\$ -
Fire Pension Fund	-	-	-	-	-	-
Police Retirement Fund	3,481,067	-	2,604,230	-	876,837	-
Total U. S. Treasuries	6,188,683	-	3,110,756	504,037	2,573,890	-
U.S. Government Agencies:						
General Employees' Retirement Fund	224,659	97,978	126,681	-	-	-
Fire Pension Fund	38,073,444	-	-	38,073,444	-	-
Police Retirement Fund	-	-	-	-	-	-
Total U.S. Government Agencies	38,298,103	97,978	126,681	38,073,444	-	-
Total U.S. Government Securities	44,486,786	97,978	3,237,437	38,577,481	2,573,890	-
Corporate Bonds and Notes (Domestic and Foreign):						
General Employees' Retirement Fund	5,350,543	510,971	2,637,660	1,334,990	866,922	-
Fire Pension Fund	2,478,821.00	-	-	2,478,821.00	-	-
Police Retirement Fund	28,753,934	963,834	9,823,117	10,825,913	7,141,070	-
Total Corporate Bonds and Notes	36,583,298	1,474,805	12,460,777	14,639,724	8,007,992	-
Asset Backed Securities						
General Employees' Retirement Fund	2,535,737	-	-	-	2,535,737	-
Total Asset Backed Securities	2,535,737	-	-	-	2,535,737	-
Bond Mutual Fund:						
General Employees' Retirement Fund	44,992,085	-	-	44,992,085	-	-
Total Corporate Bonds and Notes	44,992,085	-	-	44,992,085	-	-
Fixed Income Composites, Private Debt Instruments, and Temporary Investments:						
General Employees' Retirement Fund	94,256,208	-	-	-	-	94,256,208
Fire Pension Fund	12,795,911	-	-	-	-	12,795,911
Total Corporate Bonds and Notes	107,052,119	-	-	-	-	107,052,119
Total Fiduciary Fixed Income Investments	\$ 235,650,025	\$ 1,572,783	\$ 15,698,214	\$ 98,209,290	\$ 13,117,619	\$ 107,052,119

INTEREST RATE RISK

Interest rate risk is the risk that changes in the 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 change in the market interest rates. As a means of limiting its exposure to interest rate risk, the City diversifies its investments by security type and institution. The City also attempts to match investment maturities with known cash needs and anticipated cash flow requirements. In addition, the City's investment policy limits the maturities to five years from the date of purchase. The City's FL CLASS, FL PALM, and U.S. Treasury investments have a "weighted average maturity" of 2.8, 2.6, and 35.9 months respectively. The City's investments in U. S. Government Instrumentalities are all callable within a shorter period hence allowing the City to address any rising interest rate risk quicker than full maturity.

As a means of limiting their exposure to interest rate risk, the employee pension plans diversify their investments by security type and institution, and limit holdings by type of investment and with any one issuer. Information about the sensitivity of the fair values of the funds' debt securities to market interest rate fluctuations is provided by the above table that shows the distribution of the funds' fixed income investments by maturity at September 30, 2024.

CREDIT RISK

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The City's investment policy limits its investment to a grade of A or higher. All of the City's non-pension related investments were comprised of demand deposits, money market accounts, liquid investment pools, and U.S. Government Instruments at September 30, 2024 (\$880.8 million).

CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

Investment policies for the pension plans limit equity securities to those listed on a national securities exchange or traded in the over-the-counter market and quoted in the National Association of Securities Dealers Automatic Quotation Service. Investments in any issuing company are limited to not more than five percent (5%) of the fair value of the assets. Fixed income portfolios are to be invested in marketable securities rated in the highest four (4) quality grades as established by one or more of the nationally recognized bond rating services.

The following table discloses credit ratings by fixed income investment type for the City's three pension plans at September 30, 2024, as applicable:

	<u>Fair Value</u>	<u>Percent of Portfolio</u>
EMPLOYEES RETIREMENT FUND:		
Fixed Income Investments	\$ 142,180,568	94.74 %
Quality Rating of Credit Risk Debt Securities:		
AAA	2,686,192	1.79
AA+	407,930	0.27
AA-	-	-
A+	217,548	0.14
A	101,930	0.07
A-	994,814	0.66
Baa3	203,346	0.14
BBB+	1,152,510	0.77
BBB-	809,340	0.54
BB+	440,842	0.29
BB	253,664	0.17
BB-	373,646	0.25
B+	123,429	0.08
B	121,089	0.08
Total Employees Retirement Fund	<u>7,886,280</u>	<u>5.26</u>
 Total Plan Fixed Income Investment	 <u>150,066,848</u>	 <u>100.00</u>
 FIRE PENSION FUND:		
Fixed Income Investments	12,795,911	24.00
Quality Rating of Credit Risk Debt Securities:		
AA+	38,073,444	71.00
A	2,478,821	5.00
	<u>53,348,176</u>	<u>100.00</u>

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CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

POLICE RETIREMENT FUND:

Fixed Income Investments	634,756	2.00
Quality Rating of Credit Risk Debt Securities:		
AAA	5,383,517	17.00
AA+	413,928	1.00
AA	3,865,393	12.00
AA-	7,024,128	22.00
A+	1,118,012	3.00
A	6,224,432	19.00
A-	2,953,591	9.00
BBB+	1,701,128	5.00
BBB	2,004,223	6.00
BB	641,428	2.00
B	183,680	1.00
C	86,785	-
	<u>32,235,001</u>	<u>98.00</u>

COMBINED PENSION FUNDS:

Fixed Income Investments	155,611,235	66.00
Quality Rating of Credit Risk Debt Securities:		
AAA	8,069,709	3.00
AA+	38,895,302	17.00
AA	3,865,393	2.00
AA-	7,024,128	3.00
A+	1,335,560	1.00
A	8,805,183	4.00
A-	3,948,405	2.00
Baa3	203,346	-
BBB+	2,853,638	1.00
BBB	2,004,223	1.00
BBB-	809,340	-
BB+	440,842	-
BB	895,092	-
BB-	373,646	-
B+	123,429	-
B	304,769	-
C	86,785	-
	<u>\$ 235,650,025</u>	<u>100.00 %</u>

(a) Obligations of the U.S. government or obligations explicitly or implicitly guaranteed by the U.S. government are not considered to have credit risk and do not have purchase limitations.

CUSTODIAL CREDIT RISK

Custodial risk is the risk that in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

The City's investment policy requires securities, except for certificates of deposit and overnight repurchase agreements (one business day), to be held with a third-party custodian; and that all securities purchased by, and all collateral obtained by or on behalf of the City be properly designated as an asset of the City. The securities are held in an account separate and apart from the assets of the financial institution. A third party custodian is defined as any bank depository chartered by the federal government, the State of Florida,

CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

or any other state or territory of the United States which has a branch or principal place of business in the State of Florida, or by a national association organized and existing under the laws of the United States which is authorized to accept and execute trusts and which is doing business in the State of Florida. As of September 30, 2024, the City's investment portfolios were held with a third-party custodian as required by the City's investment policy. Consistent with the pension plans' investment policies, pension plan investments are held by third party safekeeping custodians selected by their boards of trustees and registered in the plans' name, except for certificates of deposit and other time deposits, which are collateralized in accordance with Florida Statutes.

CONCENTRATION OF CREDIT RISK

The City's investment policy has established asset allocation limits on the following investments designed to reduce concentration of credit risk of the investment portfolio. A maximum of 100% of available funds may be invested in cash equivalents and United States government securities. Seventy-five percent (75%) of available funds may be invested in each of the following categories: federal instrumentalities (United States Government Sponsored Enterprises, "GSE"), non-negotiable interest bearing deposits, money market or savings accounts. Fifty percent (50%) may be invested in United States government agencies. Thirty percent (30%) of available funds may be invested in intergovernmental investment pools with both stable and floating net asset values, the Florida Local Government Surplus Funds Trust Fund (Florida Prime/SBA) and municipal bonds. Twenty-five percent (25%) of available funds may be invested in repurchase agreements and corporate notes and twenty percent (20%) may be invested in each of the following categories: commercial paper, mortgage-backed securities (MBS), asset-backed securities (ABS), and registered investment companies (money market mutual funds).

The investment policies of the pension plans contain limitations on the amount that can be invested in any one issuer as well as portfolio allocation ranges and maximum percentages by types of investments. There were no individual investments that represent five percent (5%) or more of the Fire Pension Fund disclosed at September 30, 2024. At September 30, 2024, the Police Officers' Retirement System had investments in the following that represented more than 5% of the Plan's total investments: Rhubmblin S&P Mid Cap 400 Pooled Index Fund (10.2%) and US Real Estate Investment Fund (5.8%). The General Employee's Retirement Fund held certain investments that exceed 5 percent or more of the Plan's net position. These investments included:

Investment	% of Plan Net Position
S&P 500 Index Fund - Non Lending	16.70 %
Wellington Trust Company - CTF International	12.80
Baird Core Plus Bond Fund	9.50
Neuberger Berman - Short Duration Emerging Market Fund	5.60
RBC Emerging Markets Equity Fund	5.10

FOREIGN CURRENCY RISK

Foreign currency risk is the risk that fluctuations in currency exchange rate may affect transactions conducted in currencies other than U.S. Dollars and the carrying value of foreign investments. At September 30, 2024, the Police Officers' Retirement system had 2.3% of its total investments in foreign investments. No other investments were subject to this risk either due to no investments or prohibition per investment policies.

INVESTMENT VALUATION

GASB 72 establishes a hierarchical disclosure framework which prioritizes and ranks the level of market price observability used in measuring investments at fair value. Market price observability is impacted by several factors, including the type of investment and the specific characteristics of the investment.

CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

Fair value represents the prices that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Investments with readily available actively quoted prices or for which fair value can be measured from actively quoted prices generally will have a higher degree of market price observability and lesser degree of judgment used in measuring fair value.

Investments measured and reported at fair value are classified and disclosed in one of the following categories:

- Level 1 – Investments traded in an active market with available quoted prices for identical assets as of the reporting date.
- Level 2 – Investments not traded on an active market but for which observable market inputs are available for an asset, either directly or indirectly, as of the reporting date.
- Level 3 – Investments not traded in an active market and for which no significant observable market inputs are available as of the reporting date.

The City and the three pension plans have established a framework to consistently measure the fair value of assets and liabilities in accordance with applicable accounting, legal and regulatory guidance. This framework has been provided by establishing a valuation policy and procedures that will provide reasonable assurance that applicable assets and liabilities are carried at fair value. In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. The assessment of the significance of a particular input to the fair value measurement requires judgment and considers factors specific to the investment.

Net asset value (NAV) is a common measurement of fair value for level 1, level 2 and level 3 investments. A fund's NAV is simply its assets less its liabilities and is often reported as a per share amount for fair value measurement purpose. The plans would multiply the NAV per share owned to arrive at fair value. Level 1 investments in funds such as mutual funds report at a daily NAV per share and are actively traded. NAV also comes into play for level 2 and 3 investments. As a matter of convenience (or referred to in accounting literature as a "practical expedient"), the plan can use the NAV per share for investment in a non-governmental entity that does not have a readily determined fair value, such as an alternative investment. Investments measured at NAV as a practical expedient would be excluded from the fair value hierarchy because the valuation is not based on actual market inputs but rather is quantified using the fund's reported NAV as a matter of convenience.

The following tables summarize the valuation of the City's and the three pension plans' investments in accordance with the above-mentioned fair value hierarchy levels as of September 30, 2024:

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CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

City of Hollywood Investments

Investments by Fair Value Level	September 30, 2024	Fair Value Measurements Using:
		Significant Other Observable Inputs (Level 2)
U.S. Government Instrumentalities:		
US Treasury	\$ 213,254,476	\$ 213,254,476
Corporate Bonds	31,598,290	31,598,290
Municipal Bonds	12,663,216	12,663,216
Total Investments by Fair Value Level	<u>257,515,982</u>	<u>257,515,982</u>
Investments Measured at the Net Asset Value (NAV):		
Florida Cooperative Liquid Assets Securities Systems (FLCLASS)	142,997,519	
Florida Public Assets for Liquidity Management (FL PALM)	85,430,535	
Total Investments measured at the NAV	<u>228,428,054</u>	
Cash Equivalents:		
Demand deposits	125,597,764	
Money market	240,969,904	
Cash with paying agents	28,568	
Local Government Investment Pool - Florida Prime	26,329,689	
Cash with Fiscal Agent	1,878,829	
Orangebrook cash	100,000	
Total Investments measured at fair value	<u>\$ 880,848,790</u>	

Investments classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used by Public Trust Advisors to value securities based on (direct or indirect) observable inputs of similar investments.

Investments Measured at the NAV:	Fair Value	Redemption Frequency	Notice Period
Florida Cooperative Liquid Assets Securities Systems (FLCLASS)	\$ 142,997,519	Daily	Same day
Florida Public Assets for Liquidity Management (FL PALM)	85,430,535	Daily	Same day
	<u>\$ 228,428,054</u>		

Florida Cooperative Liquid Assets Securities System (FLCLASS) is an external local government investment pool created by interlocal agreement under F.S. 163.01. The pool is supervised by an appointed Board of Trustees comprised of eligible participants of the program. The Board acts as the liaison between the participants, the custodian, and the program administrator. The fund is an S&P AAAM rated money market product offering a fiscally conservative diversification option for Florida local governments. The objective of the fund is to provide investors with liquidity, a stable share price and as high a level of current income as is consistent with preservation of principal and liquidity. The weighted average maturity is 83 days as of September 30, 2024.

Florida Public Assets for Liquidity Management (FLPALM) is a common law trust organized under the F.S. 163.01. The Fund is directed by a board of trustees comprised of eligible participants of the program. The fund is an S&P AAAM rated money market product designed to meet the cash management and short term investment needs of school districts, political subdivisions of the State or instrumentalities of political subdivisions of the State. The objective of the fund is to provide investors with the highest possible investment yield, while maintaining liquidity and preserving capital. The weighted average maturity is 79 days as of September 30, 2024.

Florida PRIME is a government investment pool exclusive for governmental agencies within the State of Florida. The pool is supervised by Federated Investors. The portfolio invests primarily in bank instruments, repurchase agreements, commercial paper, and corporate fixed income securities. The objective of the fund is to provide investors with a liquid investment product with competitive yields. The weighted average maturity is 39 days as of September 30, 2024.

CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

Employees Retirement Fund Investments

		<u>Fair Value Measurements Using:</u>	
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)
<u>Investments by Fair Value Level</u>	<u>September 30, 2024</u>		
Bond Mutual Fund	\$ 44,992,085	\$ 44,992,085	\$ -
U.S. Government Agencies	224,659	-	224,659
U.S. Treasuries	2,707,616	-	2,707,616
Fixed Income Composites	61,985,271	16,944,040	45,041,231
Corporate Bonds	4,216,499	-	4,216,499
Foreign Government and Corporate Bonds	1,134,044	-	1,134,044
Asset Backed Securities	2,535,737	-	2,535,737
Total Investments by Fair Value Level	<u>117,795,911</u>	<u>\$ 61,936,125</u>	<u>\$ 55,859,786</u>
Equity			
Large Cap Equity Investment Funds	79,296,638	-	79,296,638
Small Cap Equity Investment Funds	50,705,491	-	50,705,491
International Equity Investment Funds	84,775,475	24,037,646	60,737,829
Total Equity	<u>214,777,604</u>	<u>24,037,646</u>	<u>190,739,958</u>
Total Investments by Fair Value Level	332,573,515	<u>\$ 85,973,771</u>	<u>\$ 246,599,744</u>
Investments Measured at the Net Asset Value (NAV):			
Private Equity Investment Funds	35,999,334		
Private Debt Investment Funds	51,232,970		
Infrastructure Investment Fund	12,614,940		
Real Estate Investment Fund	37,041,781		
Total Investments measured at the NAV	<u>136,889,025</u>		
Cash Equivalents:			
Money Market Mutual Funds (exempt)	2,510,677		
Total Investments	<u>\$ 471,973,217</u>		

Fixed income and equity securities classified as Level 1 of the fair value hierarchy are valued using quoted prices at September 30 (or the most recent market close date if the markets are closed on September 30) in active markets from the custodian bank's external pricing vendors, which utilize primary exchanges.

Fixed income securities classified as Level 2 are valued using evaluated prices from the custodian bank's external pricing vendors. The pricing methodology involves the use of evaluation models such as matrix pricing, which is based on the securities' relationship to benchmark quoted prices. Other evaluation models use actual trade data, collateral attributes, broker bids, new issue pricings and other observable market information. Foreign government and corporate bonds are included in level 2 investments and are not held in foreign currency.

Equity securities classified as Level 2 are valued using evaluated prices from the custodial bank's external pricing vendors, or alternative pricing source, such as investment managers, if information is not available from the custodial bank's external pricing vendors. The Plan invests in private equity investments, debt equity investments, infrastructure and real estate investment funds which hold a variety of investment vehicles that do not have readily available market quotations. These investments are measured at net asset value ("NAV") based on their proportionate share of the value of the investments as determined by the fund manager and are valued according to methodologies which include pricing models, property valuations (appraisals), discounted cash flow models, and similar techniques. Investments measured at NAV as a practical expedient are excluded from the fair value hierarchy because the valuation is not based on actual market inputs but rather is quantified using the investments' reported NAV as a matter of convenience.

Certain investments, such as money market funds, are carried at amortized cost, and not priced at fair value.

CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

At present the Plan does not value any of its investments using level 3 inputs.

Investments Measured at the NAV:	Reported Value September 30, 2024	Unfunded Commitments	Redemption Frequency	Notice Period
Privat Equity Investment:				
NB Crossroads Funds XXI - Asset Allocation, LP	\$ 18,789,111	\$ 5,400,000	Not Eligible	N/A
Apogem Heritage Fund VI, LP	11,667,538	506,992	Not Eligible	N/A
HarbourVest Dover Fund IX, LP	5,542,685	900,000	Not Eligible	N/A
Total Private Equity Investment	35,999,334	6,806,992		
Private Debt Investment Funds:				
AG Direct Lending Fund II, LP	5,540,611	-	Not Eligible	N/A
NB Private Debt Fund IV, LP	18,229,437	2,660,397	Not Eligible	N/A
Brightwood Capital Fund V, LP	4,962,603	3,000,000	Not Eligible	N/A
Brightwood Capital SBIC III, LP	2,448,106	1,050,000	Not Eligible	N/A
Marathon Healthcare Finance Fund LP	9,419,964	11,760,590	Not Eligible	N/A
BCP Special Opportunities Fund III, LP' Entrust	5,438	5,032,334	Not Eligible	N/A
Blue Ocean Onshore Fund, LP	10,626,811	1,076,555	Not Eligible	N/A
Total Private Debt Funds	51,232,970	24,579,876		
Real Estate Investment Fund:				
AG Realty Value Fund X, LP	6,087,854	2,387,000	Not Eligible	N/A
AG Realty Value Fund XI, LP	3,071,033	6,700,000	Not Eligible	N/A
Morgan Stanley - Prime Property Fund, LLC	11,609,571	-	Quarterly	90 Days
Principal Enganced Property Fund LP	10,713,031	-	Quarterly	90 Days
Affiliated Housing Impact Fund, LP	5,560,292	1,076,156	Not Eligible	N/A
Total Real Estate Investment Fund	37,041,781	10,163,156		
Infrastructure Investment Fund				
IFM Global Infrastructure Investment Fund	12,614,940	-	Quarterly	90 Days
Total Investments Measured at the NAV	\$ 136,889,025	\$ 41,550,024		

NB Crossroads Fund XXI – Assets Allocation, LP was formed in January 15, 2015 as a Delaware limited partnership for the purpose of acquiring, holding, selling and exchanging, either directly or indirectly, interest in limited partnerships or other pooled investment vehicles that are organized to make investments in large-cap buyout, mid-cap buyout, special situations and venture/growth capital investment funds, as well as securities, including co-investments. The general partner of the fund uses the best information it has reasonably available to determine or estimate fair value. Valuations of the investments are reviewed and approved quarterly by the general partner. Valuation methods employed are comparable public company valuation, comparable transaction valuation analysis and other methodologies, as appropriate. Distributions are received as underlying investments within the funds are liquidated, which on average can occur over the span of five to ten years.

Apogem Heritage Fund VI, LP was formed in April 2022 through the combination of PA Capital, Madison Capital Funding and GoldPoint Partners to create a singular and unified, world class private markets' investment firm. Apogem Capital offers investors access to the middle market's growth engine through investments in leading private companies and funds. The Firm manages a streamlined suite of capital solutions, including direct lending, junior debt, primary fund investments, secondary investments, equity co-investments, GP stakes, private real assets and long/short equity. The partners of the fund uses the best information it has reasonably available to determine or estimate fair value. Valuation methods employed are comparable public company valuation, comparable transaction valuation analysis and other methodologies, as appropriate.

HarbourVest Dover Fund IX, LP is a closed-end fund. The goal is to provide investors with attractive risk adjusted returns by leveraging the firm's proven strategy of constructing a well-diversified portfolio of secondary investments with a focus on the less efficient segments of the secondary market. HarbourVest's investment and accounting teams measure fair value on a quarterly basis. The following methods are used for partnership investments fair value principles and are applied by managers in their financial reports in accordance with U.S. GAAP; publicly traded and quoted securities shall be valued at the closing price at the end of the valuation period; for non-marketable securities and direct investments the value is most likely

CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

to be an existing price in an orderly arm's length transaction between market participants as of the valuation date, using one of the acceptable valuation methods under U.S. GAAP (Guideline Company Method, Similar Transaction Method or Discounted Cash Flow). Distributions are received as underlying investments within the funds are liquidated, which on average can occur over the span of five to ten years.

AG Direct Lending Fund II, LP is a Delaware limited partnership which commenced operations on November 14, 2016. The partnership has been established to capitalize on investment opportunities available in middle market direct lending. The Partnership intends to provide corporate financing support to North American middle-market companies, focusing on senior secured debt and other debt instruments, including unitranche facilities, second lien debt, mezzanine loans and equity co-investments. The fair value of the investment in this fund has been determined using the NAV per unit of the ownership interest in the partners' capital. This fund is not eligible for redemption. Distributions are received as underlying investments within the funds are liquidated, which on average can occur over the span of five to ten years.

NB Private Debt Fund IV, LP is a Delaware limited partnership commenced operations on December 9, 2020. The fund's objective is to create a portfolio through several holding partnerships in which the fund owns approximately 60%, which seek to provide attractive risk-adjusted returns by making investments in senior secured floating rate loans and complementary investments. The fund's investments most notably consist of 1st lien loans, 2nd lien loans, unitranche loans, and revolvers. The fund's private debt and equity investments are valued at fair value on a quarterly basis. The fund's advisors estimate the enterprise value of each portfolio company and compares such amount to the total amount of the company's debt and equity as well as the level of debt senior to the fund's interest. These estimates are based on specific measures such as EBITDA, free cash flow, net income, book value, or NAV, as believed most relevant for the given company, and compares this metric in relation to comparable company valuations based on the same metric. In determining the enterprise value, the advisors further consider factors such as the company's acquisition prices, credit metrics, historical and projected operational and financial performance, liquidity, industry trends, general economic conditions, scale, and competitive advantages. In certain cases, debt and equity securities are valued on the basis of prices from an orderly transaction between market participants provided by reputable dealers or pricing services.

Brightwood Capital Fund V, LP is a Delaware limited partnership that commenced operations on June 24, 2021. The fund is organized for the principal purposes of making investments in loans, notes and other debt instruments, total return swaps and other derivative instruments, participation interests, warrants, equity securities including common stock, preferred stock, direct equity investments, and structured equity products. For private equity and debt investments in operating companies for which prices are not observable, the fund measures fair value based on Level 3 inputs by reference to public market or private transactions or valuations for comparable companies or assets in the relevant asset class when such amounts are available. If investments cannot be valued by reference to observable valuation measures for comparable companies, then the primary analytical method used to estimate fair value of such investments is the discounted cash flow method. The fund estimates the fair value of debt securities using recently executed transactions, market price quotations and traded yields of corporate transactions when observable. When observable data is not available, fair value is estimated based on analysis of collateral, cash flow models with yield curve analysis, seniority of the debt, enterprise value relative to debt levels, projected financial condition and operating result, payment history and ability to generate sufficient cash flows to make payments when due, and prepayment penalties. Investments in equity and debt securities of portfolio companies may also be valued at cost for a period of time after acquisition as the best indicator of fair value.

Brightwood Capital SBIC III, LP is a Delaware limited partnership which was formed on June 11, 2019 and commenced operations on November 5, 2021. The partnership was organized for the principal purpose of operating as a Small Business Investment Company (an "SBIC") and making senior and mezzanine loans, and when feasible, obtaining warrants and other equity conversion rights in the portfolio companies to which it makes loans. The partnership may also make equity investments on an opportunistic basis alongside such loans. For private debt investments in operating companies for which prices are not observable, the fund measures fair value based on Level 3 inputs by reference to public or private transactions or valuations for comparable companies or assets in the relevant asset class when such amounts are available. If investments cannot be valued by reference to observable valuation measures for comparable companies,

CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

then the primary analytical method used to estimate fair value of such investments is the discounted cash flow method. The fund estimates the fair value of debt securities using recently executed transactions, market price quotations and traded yields of corporate transactions when observable. When observable data is not available, fair value is estimated based on analysis of collateral, cash flow models with yield curve analysis, seniority of the debt, enterprise value relative to debt levels, projected financial condition and operating result, payment history and ability to generate sufficient cash flows to make payments when due, and prepayment penalties.

Marathon Healthcare Finance Fund, LP is a Delaware limited partnership which was formed on February 2, 2021, commenced operations on August 16, 2021. The partnership's investment objective is to seek to generate attractive, recession resilient, risk adjusted returns in the healthcare market by providing capital solutions primarily to healthcare companies focused on Food and Drug Administration approved therapeutics to address clinical needs in growth markets. The partnership's investments consist of affiliated private equity, affiliated private debt, and a special purpose vehicle ("SPV"). The following methods are used by the investment manager to measure the fair value of investments in affiliated private equity and affiliated private debt: broker quotations including sale negotiations and/or indicative purchase offers received from independent parties; recent market transactions of the instruments; independent third-party appraisals; recent sales valuations of comparable investments; and if the above are not available, other valuation methods including discounted cash flows, enterprise value/income approach, and/or recovery analysis. For the SPV, management determined the fair value of the investment using the net asset value as of the reporting measurement date as a practical expedient. The partnership periodically engages the services of an independent third-party valuation firm to assist in determining a reasonable range of fair values for particular investments.

BCP Special Opportunities Feeder III, LP (the "Onshore Fund") is a Delaware limited partnership which was formed on November 22, 2022 and commenced operations on April 13, 2023. The Onshore Fund invests its investable assets in BCP Special Opportunities Fund III LP, a Cayman Islands exempted limited partnership. The Valuation Committee of the Onshore Fund reviews valuation techniques and procedures and the reasonableness of quotations received from broker/dealers and other knowledgeable market participants that may trade or make a market for such investments, independent pricing services, and fair values derived internally based on specific valuation techniques for those thinly traded assets where no quotations are available.

Entrust Blue Ocean Onshore Fund, LP is a limited partnership organized under the laws of the State of Delaware. The partnership commenced operations on July 1, 2017. Investments in securities for which market quotations are not readily available are valued using prices provided by the unaffiliated market makers, broker-dealers, and price data vendors whose inputs include, but are not necessarily limited to, trading activity, crediting ratings of the issuers and interest rates. General Partner may also fair value investments based upon indications of pricing from dealers or counterparties or using other data or methods, including but not limited to, reviewing recent trading activity, utilizing third party appraisers, assessing the impact of trading restrictions and reviewing prices for similar instruments of the issuer or comparable companies.

AG Realty Value Fund X, LP is a Delaware limited partnership which was formed on February 5, 2018, commenced operations on August 2, 2018. Investments are in real estate limited partnerships/companies include equity interests in limited partnerships and limited liability companies for the purpose of investing in real estate. The General Partner primarily utilizes an income valuation approach methodology including discounted cash flow analyses or direct capitalization analyses to value the Partnership's real estate investments. Unlevered cash flows utilized in discounted cash flow analyses are derived from property rental revenue less operating expenses, real estate taxes and capital and other costs, plus projected sales proceeds in the year of exit.

AG Realty Value Fund XI, LP is a Delaware limited partnership which was formed on November 3, 2021, commenced operations on March 31, 2022. Investments are in real estate limited partnerships/companies include equity, preferred equity and debt investments in limited partnerships and limited liability companies for the purpose of investing in real estate. The General Partner primarily utilizes an income valuation approach methodology including discounted cash flow analyses or direct capitalization analyses to value

CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

the Partnership's real estate investments. Unlevered cash flows utilized in discounted cash flow analyses are derived from property rental revenue less operating expenses, real estate taxes and capital and other costs, plus projected sales proceeds in the year of exit.

Morgan Stanley Prime Property Fund, LLC (The Fund) is an open-end fund established for the purpose to acquire, own, hold for investment and ultimately dispose of investments in real estate and real estate related assets with the intention of achieving current income, capital appreciation or both. All properties invested in as September 30, 2022 were located throughout the United States. An independent appraiser will perform quarterly appraisals of the Funds underlying properties and is reviewed by asset managers. The Fund determines individual investment values based on such appraisals. These processes are designed to assure that valuation is prepared using reasonable inputs and assumptions which are consistent with market data or with assumptions that would be used by a third-party participant and assume highest and best use of the real estate investment. The fair value of the investment in this Fund has been determined using the NAV per unit of the ownership interest in the fund.

Principal Enhanced Property Fund, LP is an open-end fund that will seek to make investments in stabilized, income producing assets, plus value-added and development projects in accordance with the investment guidelines. All properties invested in at September 30, 2024 were located throughout the United States. Principal will use a third-party appraisal firm, with approximately 25% of the portfolio appraised each quarter. Principal will use the appraised value and updated quarterly valuations for purpose of determining the fund's gross asset value and net asset value. The fair value of the investment in this fund has been determined using the NAV per unit of the ownership interest in the partners' capital.

Affiliated Housing Impact Fund, LP is a real estate fund that seeks to, indirectly through subsidiary entities, acquire or lease potential real estate development sites, including parcels of raw land or other sites or properties, in the State of Florida, and subsequently construct, develop, operate, lease, manage, renovate, finance, and/or market thereon affordable multifamily apartments for rent (which may also include ancillary retail or mixed-use components). As of September 30, 2024, the fund wholly owned certain real estate assets in the State of Florida which were either pre-development or under construction. The fund measures the fair value of these real estate investments using methods including annual third-party appraisals of each property.

IFM Global Infrastructure Investment Fund seeks to acquire and maintain a well-diversified portfolio of infrastructure investments. The strategy is to subject investment decisions to rigorous fundamental analysis and a disciplined investment process. The goal is to construct and maintain portfolios which consist of long-term, core infrastructure assets. Infrastructure investments are valued at the end of each quarter by independent valuation firms. The valuation method is employed for each asset at the discretion of the appointed independent valuer but must fall within the standards prescribed under AASB 139, U.S. GAAP ASC 820 and ASC 825 as appropriate. IFM Investors' infrastructure investments are typically valued on a discounted cash flow approach by the independent valuers. Discount rates are also determined by the valuer. Valuations are cross-checked with public market information and recent transactions.

Rate of Return

For the year ended September 30, 2024, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 17.30%. The annual money-weighted rate of return expresses investment performance, net of investment manager and consultant expenses adjusted for the changing amounts invested. Inputs to the internal rate of return calculation are determined monthly.

CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

Fire Pension Fund Investments

Investments by Fair Value Level	September 30, 2024	Fair Value Measurements Using:	
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)
U.S. Government Securities	\$ 17,140,557	\$ -	\$ 17,140,557
U.S. Government Agencies	20,932,887	-	20,932,887
Corporate Bonds	2,478,821	-	2,478,821
Fixed Income Investment Fund	1,483,421	1,483,421	-
Domestic Stocks	116,330,309	116,330,309	-
Domestic Equity Investment Fund	101,538,700	101,538,700	-
International Equity Investment Fund	29,864,916	29,864,916	-
International Stock	34,478,533	34,478,533	-
Temporary Investments	9,987,800	9,987,800	-
Total Investments by Fair Value Level	334,235,944	\$ 293,683,679	\$ 40,552,265
Investments Measured at the Net Asset Value (NAV):			
Real Estate Investment Fund	34,507,626		
Alternative Investments	6,694,378		
Fixed Income Investment Fund	1,324,690		
Total Investments measured at the NAV	42,526,694		
Cash Equivalents:			
Cash, Pooled Investments, and/or Cash Equivalents	285,149		
Total Investments measured at fair value	\$ 377,047,787		

Domestic stocks, international stocks, domestic equity investment funds, international equity investment funds, fixed income investment funds, temporary investment funds - Valued at the quoted net asset value ("NAV") of shares held by the Plan at year end.

U.S. Government obligations, U.S. Government agency obligations, corporate bonds - Valued with Matrix pricing used by International Data Pricing and Reference Data, LLC.

Real estate investment funds, fixed income investment funds, alternative investment funds - Valued at the NAV per unit of the Plan's ownership interest. The NAV is used as a practical expedient to estimate fair value. These funds are excluded from the fair value hierarchy.

Investments Measured at the NAV:	Fair Value	Unfunded Commitments	Redemption Frequency	Notice Period
Real Estate Investment Fund:				
U.S. Real Estate Investment Fund, LLC	\$ 13,347,613	\$ 2,655,714	Quarterly	90 Days
Affiliated Housing Impact Fund	5,560,293	1,107,407	Quarterly	60 Days
Mavik Real Estate Special Opportunities Fund	4,003,333	1,477,781	N/A	N/A
JPMCB Special Situation Property Fund	11,596,387	-	Quarterly	45 Days
Total Real Estate Investment Fund	34,507,626	5,240,902		
Alternative Investments:				
Entrust ETG Co-Invest Opportunities Fund, LP	1,991,524	3,090,781	Indefinite	90 Days
EntrustPermal Special Opportunities Fund IV, Ltd.	4,702,854	195,001	Indefinite	90 Days
	6,694,378	3,285,782		
Domestic Fixed Income Investment Fund:				
Crescent Direct Lending Levered Fund	222,423	914,665	Indefinite	90 Days
LBC Credit Partners Fund	1,102,267	1,285,025	Indefinite	N/A
Total Domestic Fixed Income Investment Fund	1,324,690	2,199,690		
Total Investments Measured at the NAV	\$ 42,526,694	\$ 10,726,374		

For information on the NAV investments, please refer to the financial statements of the Fire Pension Fund or contract the Fire Pension Fund's administrator.

CITY OF HOLLYWOOD, FLORIDA

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Police Retirement Fund Investments

Investments by Fair Value Level		Fair Value Measurements Using:	
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)
September 30, 2024			
Equity Securities:			
Common and Preferred Stocks	\$ 267,595,763	\$ 267,595,763	\$ -
Commingled Equity Funds	74,567,019	74,567,019	-
Total Equity Securities	342,162,782	342,162,782	-
Debt Securities:			
U.S. Treasury Securities	3,481,067	-	3,481,067
Fixed Income Mutual Fund	9,270,874	-	9,270,874
Foreign bonds	6,000,000	-	6,000,000
Corporate Bonds	13,483,060	-	13,483,060
Total Debt Securities	32,235,001	-	32,235,001
Total Investments by Fair Value Level	374,397,783	\$ 342,162,782	\$ 32,235,001
Investments Measured at the Net Asset Value (NAV):			
Real Estate Funds	44,885,208		
Private Credit Fund	1,823,551		
Private Equity Funds	7,579,566		
Hedge Funds	31,114,306		
Total Investments measured at the NAV	85,402,631		
Cash Equivalents:			
Money Market Funds (exempt)	8,849,380		
Total Investments measured at fair value	\$ 468,649,794		

The following is a description of the valuation methodologies used for assets measured at fair value:

- Common Stocks: Valued at the closing price reported on the New York Stock Exchange.
- Commingled Equity Funds: Valued at the net asset value of units held at the end of the period based upon the fair value of the underlying investments.
- Government Securities: Valued using pricing models maximizing the use of observable inputs for similar securities.
- Corporate Bonds: Valued using pricing models maximizing the use of observable inputs for similar securities. This includes basing the value on yields currently available on comparable securities of issuers with similar credit ratings. When quoted prices are not available for identical or similar bonds, the bond is valued under a discounted cash flows approach that maximizes observable inputs, such as current yield of similar instruments, but includes adjustments for certain risks that may not be observable, such as credit and liquidity risks or a broker quote, if available.
- Real Estate Funds: Valued at the net asset value of shares held by the Plan at year end. The Plan has investments in private market real estate investments for which no liquid public market exists.
- Private Equity and Private Credit Funds: Value based on the net asset value. The most significant input into the NAC is the fair value of its investment holdings. These holdings are evaluated by the general partners on a quarterly basis, in conjunction with management and investment advisors.
- Hedge Funds: Value based on the net asset value per share, without further adjustment. Net asset value is based upon the fair value of the underlying investment.
- Money Market Funds: Valued at the floating net asset value of shares held by the Plan at year-end.

The Fund's valuation methods for investments measured at the net asset value ("NAV") per share (or its equivalent) as of September 30, 2024 are as follows:

CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

Investments Measured at the NAV:	Fair Value	Unfunded Commitments	Redemption Frequency	Notice Period
Real Estate (1)	\$ 27,096,049	\$ -	Quarterly	90 Days
Real Estate (2)	8,348,248	1,614,234	N/A	N/A
Real Estate (3)	9,440,911	-	N/A	N/A
Hedge Fund (4)	5,748,630	776,222	Quarterly	95 Days
Hedge Fund (5)	1,908,136	458,059	N/A	N/A
Hedge Fund (6)	3,380,079	1,644,171	N/A	N/A
Hedge Fund (7)	7,433,567	-	N/A	N/A
Hedge Fund (8)	12,643,894	6,050,661	N/A	N/A
Private Equity Fund (9)	1,823,551	2,357,201	N/A	N/A
Private Equity Fund (10)	3,593,425	5,280,000	N/A	N/A
Private Equity Fund (11)	1,658,719	2,250,762	N/A	N/A
Private Equity Fund (12)	1,512,151	6,480,000	N/A	N/A
Private Equity Fund (13)	815,271	3,227,785		
Total Investments Measured at the NAV	<u>\$ 85,402,631</u>	<u>\$ 30,139,095</u>		

(1) Real Estate Fund: The fund is an open-end, real estate investment fund investing primarily in core institutional office, retail, industrial, and multi-family properties located throughout the United States. The investment is valued at NAV and its redemption must be received by the fund 90 days prior to quarter end.

(2) Real Estate Fund: This fund was formed to invest through subsidiary entities in the acquisition or lease of real estate development sites located in the State of Florida to construct, develop and finance multifamily and mixed-used real estate and make available for lease upon future completion. The investment is valued at NAV and no redemptions are allowed.

(3) Real Estate Fund: The Partnership is engaged in the acquisition and resale of value-added investments in real estate and real estate-backed assets with a focus on opportunities in the Southeast, Southwest, Mid East, and Mountain regions of the United States of America. The investment is valued at NAV and no redemptions are allowed.

(4) Hedge Fund: This fund is dedicated exclusively to co-investments, which target high-conviction ideas that are catalyst -driven and/or designed to exploit market dislocations. The investment is valued at NAV and redemptions, which are only allowed for class A, must be received by the fund 95 days prior to quarter end.

(5) Hedge Fund: This fund is an open-end, diversified portfolio of private investment entities and/or separately managed accounts managed by investment managers specialized primarily in activist related alternative investment strategies. The investment is valued at NAV and is liquidating; therefore, no redemptions are allowed.

(6) Hedge Fund: This fund seeks to generate high current income while preserving capital by participating in levered investments in directly originated senior secured loans (primarily first lien and unitranche loans), to private U.S. lower middle-market companies in conjunction with private equity investments firms and, where opportunities arise, to upper-middle market companies. The fund may also invest in other debt and equity securities and in other permitted investments, including swap and hedging transactions. The investment is valued at NAV and no redemptions are currently allowed.

(7) Hedge Fund: This fund is a limited partnership that seeks to invest in highly attractive, select investment opportunities by maintaining investments through private investment entities and/or separately managed accounts with investment management professionals specializing in various alternative investment strategies. The investment is valued at NAV and no redemptions are currently allowed.

(8) Hedge Fund: This fund seeks to generate long-term, consistent investor returns, predominantly in the form of income distributions, from direct lending and similar financing opportunities to vessel owners and operators, and other maritime businesses. The investment is valued at NAV and no redemptions are allowed.

(9) Private Credit Fund: This fund targets middle market investments, spanning senior secured first lien

CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

loans, second lien loans, mezzanine debt, and associated equity co-investments. The investment is valued at NAC and no redemptions are allowed.

(10) Private Equity Fund: This fund will focus on transactions at the small end of the private equity secondary market. The investments are valued at NAV and no redemptions are currently allowed.

(11) Private Equity Fund: This fund seeks to generate attractive risk-adjusted returns primarily through direct investments in senior secured loans to middle market companies or other issuers. The investment is valued at NAV and no redemptions are currently allowed.

(12) Private Equity Fund: This fund will focus on private equity partnerships, co-investments, and secondary investments. The fund has a target portfolio exposure of 80% levered buyout, 10% venture capital, and 10% private credit transactions at the small end of the private equity secondary market. The investments are valued at NAV and no redemptions are currently allowed.

(13) Private Equity Fund: This fund seeks to generate current income by investing in moderately levered first lien senior secured loans to private equity-backed United States middle market companies with EBITDA between \$10 - \$100 million. The investments are valued at NAV and no redemptions are allowed.

NOTE 3 – ACCOUNTS RECEIVABLES

RECEIVABLES – As of year-end, receivables for the City's individual major and nonmajor funds and internal service funds in the aggregate, including the applicable allowances for collectible accounts are as follows:

	Governmental Activities					Net Total
	Taxes	Accounts	Reinsurance	Inter-governmental	Less: Allowance for Uncollectibles	Accounts Receivable
General	\$ 2,018,135	\$ 7,285,397	\$ -	\$ 2,971,930	\$ (4,063,383)	\$ 8,212,079
Beach Community Redevelopment	-	12,506	-	436,460	-	448,966
Downtown Community Redevelopment	-	180,014	-	-	(175,967)	4,047
Other Governmental	-	172,891	-	4,413,168	-	4,586,059
Internal Service	-	175,565	762,160	-	-	937,725
	<u>\$ 2,018,135</u>	<u>\$ 7,826,373</u>	<u>\$ 762,160</u>	<u>\$ 7,821,558</u>	<u>\$ (4,239,350)</u>	<u>\$ 14,188,876</u>
	Business-type Activities					Net Total
	Accounts	Due from Other Govt	Assessments	Less: Allowance for Uncollectibles	Accounts Receivable	
Water & Sewer Utility	\$ 17,200,853	\$ 337,506	\$ 843,176	\$ (3,140,464)	\$ 15,241,071	
Other Enterprise	5,095,841	81,730	-	(979,895)	4,197,676	
	<u>\$ 22,296,694</u>	<u>\$ 419,236</u>	<u>\$ 843,176</u>	<u>\$ (4,120,359)</u>	<u>\$ 19,438,747</u>	

Per the Large User Agreements with Broward County, City of Dania, City of Hallandale, City of Miramar, Town of Pembroke Park, and the City of Pembroke Pines, the estimated fiscal year bills must be adjusted to actual cost at fiscal year-end. For fiscal year 2024, the Water & Sewer owed the large users \$2.6 million for this true up (actual costs < billings). The amount recorded in fiscal year 2024 (10% applied to RRI accounts and 90% applied to operating) and will be applied to the large users' accounts in fiscal year 2025.

Governmental funds report a deferred inflow of resources in connection with receivables and revenue received in advance that are not considered to be available to liquidate liabilities of the current period. Governmental funds also report unearned revenues in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of unavailable revenue and unearned revenue reported in the governmental funds were as follows:

CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
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Source:	Deferred Inflow	Unearned
Local Business Taxes and Other Charges (General Fund)	\$ (3,114,125)	\$ (2,103,958)
Deferred Grant and Contract Revenue (Beach CRA)	(436,460)	-
Deferred Grant and Contract Revenue (Nonmajor Funds)	(46,996,820)	(18,280,065)
Total Deferred Inflow/Unearned Revenue for Governmental Funds	<u>\$ (50,547,405)</u>	<u>\$ (20,384,023)</u>

NOTE 4 – NOTES RECEIVABLE

The notes receivable balances are comprised of the following:

	2024
GOVERNMENTAL ACTIVITIES:	
Housing Long-term Loans	\$ 44,379,318
Pinnacle at Peacefield	1,578,000
Less: Allowance for Uncollectibles	<u>(37,796,262)</u>
Notes Receivable -Net	<u>8,161,056</u>
 Downtown Community Redevelopment:	
Long-term Loans	3,500,000
Less: Allowance for Uncollectibles	<u>(3,500,000)</u>
Notes Receivable - Net	-
Total Notes Receivable - Governmental Activities	<u>\$ 8,161,056</u>
 GOVERNMENTAL FUNDS:	
Long-term Loans:	
Downtown CRA District	\$ 3,500,000
Community Development	17,724,373
Interlocal Agreement-County	15,515,986
State Local Housing Assistance	12,238,594
American Rescue Plan	<u>478,364</u>
	49,457,318
Less: Allowance for Uncollectibles	<u>(5,152,037)</u>
Total Notes Receivable -Net - Governmental Funds	<u>\$ 44,305,281</u>

The notes receivable reported in the Community Development, Interlocal Agreement, and State Local Housing Assistance funds are comprised of collateralized home improvement loans and/or promissory notes to affordable housing developers (such as Pinnacle and Tropic). Most loans are forgivable at maturity (principal and any interest, if applicable). The deferred housing loans represent individual borrowings (limited to \$70,000) that are generally only payable if a house is sold prior to the maturity of the note. The notes receivable in the Downtown Community Redevelopment Fund consists of loans to developers and others to assist in approved projects. During FY 2024, The Interlocal Agreement Fund issued a \$2.4 million (1.5% interest and 17 year term) loan to the Housing Trust Group for the University Station Project and issued a \$2.7 million (1% interest and 5 year term) loan to HTG Paramount Ltd for the purchase of 826 S. Dixie Highway and 2115 Washington Street Properties. The American Rescue Plan note is promissory note to the developer of the Tropic affordable housing project for the purchase of real estate to be used for affordable housing. The Tropic Funding totaled \$3.5 million and \$478,364 was funded from the American Rescue Plan funds and the remainder from the Interlocal Agreement Fund. Loans are secured by mortgages on real property and repayable over various time periods at various interest rates.

CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 5 – CAPITAL ASSETS

CAPITAL ASSETS – Capital asset activity for the fiscal year ended September 30, 2024 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets, Not Depreciated:				
Land	\$ 50,465,070	\$ -	\$ 1,330,067	\$ 49,135,003
Construction in Progress	36,968,508	53,447,372	7,622,488	82,793,392
Total Capital Assets, Not Depreciated:	87,433,578	53,447,372	8,952,555	131,928,395
Capital Assets, Depreciated:				
Buildings and Improvements	209,022,546	8,570,880	-	217,593,426
Machinery and Equipment	96,690,775	10,296,933	5,966,015	101,021,693
Infrastructure	116,439,803	2,764,198	-	119,204,001
Total Capital Assets, Depreciated:	422,153,124	21,632,011	5,966,015	437,819,120
Right of Use Lease Assets, Amortized:				
Lease Buildings	762,714	-	-	762,714
Lease Equipment	513,000	1,443,000	-	1,956,000
Right of Use Lease Assets, Amortized:	1,275,714	1,443,000	-	2,718,714
Right of Use Subscription Asset:				
Subscription Based Information Technology Arrangements	7,491,000	3,324,879	-	10,815,879
Total Right of Use Subscription Assets	7,491,000	3,324,879	-	10,815,879
Less Accumulated Depreciation For:				
Buildings and Improvements	144,608,052	6,482,821	-	151,090,873
Machinery and Equipment	64,632,862	9,883,654	5,744,722	68,771,794
Infrastructure	85,990,027	1,965,141	-	87,955,168
Total Accumulated Depreciation	295,230,941	18,331,616	5,744,722	307,817,835
Less Accumulated Amortization:				
Lease Buildings	296,949	152,543	-	449,492
Lease Equipment	155,875	434,683	-	590,558
Subscription Based Information Technology Arrangements	1,140,096	1,901,763	-	3,041,859
Total Accumulated Amortization	1,592,920	2,488,989	-	4,081,909
Total Capital Assets, Depreciated:	134,095,977	5,579,285	221,293	139,453,969
Governmental Activities Capital Assets- Net	\$ 221,529,555	\$ 59,026,657	\$ 9,173,848	\$ 271,382,364

Depreciation and amortization expense was charged to functions as follows:

General Government	\$ 1,593,736
Public Safety - Police	1,962,814
Public Safety - Fire	2,495,983
Public Safety - Other	107,529
Public Works	2,194,585
Transportation	28,405
Economic Environment	3,596,122
Physical Environment	-
Culture and Recreation	2,583,735
Internal Service Funds	6,257,696
Total Governmental Activities Depreciation Expense	\$ 20,820,605

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CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Business-type Activities				
Capital Assets, Not Depreciated:				
Land	\$ 6,285,499	-	-	\$ 6,285,499
Construction in Progress	86,521,053	76,547,540	3,077,512	159,991,081
Total Capital Assets, Not Depreciated:	92,806,552	76,547,540	3,077,512	166,276,580
Capital Assets, Depreciated:				
Buildings, Improvements, and Systems	825,581,703	995,958	-	826,577,661
Machinery and Equipment	10,602,126	3,266,776	490,750	13,378,152
Total Capital Assets, Depreciated: Right of Use Lease Assets, Amortized:	836,183,829	4,262,734	490,750	839,955,813
Lease Equipment	388,284	-	-	388,284
Right of Use Lease Assets, Amortized:	388,284	-	-	388,284
Right of Use Subscription Asset:				
Subscription Based Information Technology Arrangements	684,536	529,103	-	1,213,639
Total Right of Use Subscription Assets	684,536	529,103	-	1,213,639
Less Accumulated Depreciation For:				
Buildings and Improvements	472,870,613	22,084,302	-	494,954,915
Machinery and Equipment	8,244,664	889,534	376,870	8,757,328
Total Accumulated Depreciation	481,115,277	22,973,836	376,870	503,712,243
Less Accumulated Amortization:				
Lease Equipment	78,706	125,930	-	204,636
Subscription Based Information Technology Arrangements	133,929	313,275	-	447,204
Total Accumulated Amortization	212,635	439,205	-	651,840
Total Capital Assets, Depreciated-Net	355,928,737	(18,621,204)	113,879	337,193,653
Business-type Activities Capital Assets, Net	\$ 448,735,289	57,926,336	3,191,391	\$ 503,470,233

Depreciation and amortization expense was charged to functions as follows:

Water and Sewer	\$ 20,486,322
Nonmajor Enterprise Funds	2,926,719
Total Business-type Activities Depreciation Expense	\$ 23,413,041

NOTE 6 – CONSTRUCTION COMMITMENTS

The City has outstanding commitments for construction and acquisition of capital assets. These commitments were approved by the City's commission and were budgeted. These commitments were fully funded through bond proceeds and other reserves for the respective funds at September 30, 2024:

General Fund	\$ 245,621
Beach CRA	34,666,754
Downtown CRA	11,509,484
General Obligation Capital Projects Series 2022 Fund	75,313,155
Nonmajor Governmental Funds	120,837,993
Water and Sewer Fund	156,497,842
Nonmajor Enterprise Funds	16,406,331
Central Services Internal Service Fund	5,247,793
Insurance Fund	174,501
Total Commitments	\$ 420,899,474

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CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

NOTE 7 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

The composition of interfund balances as of September 30, 2024, is as follows:

Due From:	Due to:		
	General Fund	Downtown Community Redevelopment Agency	Total
Special Programs Fund	\$ -	\$ 144,000	\$ 144,000
Police Grants Fund	455,322		455,322
Emergency and Disaster Fund	1,346,066	-	1,346,066
Golf Enterprise Fund	3,008,823	-	3,008,823
	<u>\$ 4,810,211</u>	<u>\$ 144,000</u>	<u>\$ 4,954,211</u>

The above mainly represents cash advanced by the General Fund to other Funds which are outstanding at September 30, 2024.

	Transfers In:					
	General Fund	Nonmajor Governmental Funds	Water & Sewer Utility	Nonmajor Enterprise Funds	Internal Service Funds	Total Transfers
Transfers Out:						
General Fund	\$ -	\$ 26,923,904	\$ -	\$ -	\$ 2,870,512	\$ 29,794,416
Nonmajor Governmental Funds	450,000	708,975	-	444,284	-	1,603,259
Water & Sewer Utility	5,948,779	-	-	-	-	5,948,779
Nonmajor Enterprise Funds	582,832	-	350,882	-	-	933,714
Internal Service Funds	351,213	691,144	-	32,624	-	1,074,981
Total Transfers In	\$ 7,332,824	\$ 28,324,023	\$ 350,882	\$ 476,908	\$ 2,870,512	\$ 39,355,148

Bond covenants and City financial policies require interfund transfers to move financial resources from funds designated to receive them to funds required to expend them. Business-type fund payments-in-lieu of taxes are also reported as interfund transfers to the General Fund. The \$26.9 million transfer between the General Fund and the Nonmajor Governmental Funds was mainly to fund debt service and general capital projects (non-grant and non-bond funded capital projects). The \$7.3 million transfers into the General Fund were primarily to offset administrative costs for services provided to other funds. The \$2.8 million transferred into the Internal Service Funds are primarily to fund capital asset acquisitions (such as fleet vehicles).

NOTE 8 – LEASES (GASB 87)

The City is a lessor and lessee in various leases. GASB 87 governs accounting and disclosures for leases that qualify under the standard. GASB Statement 87 defines a lease as a contract that conveys control of the right to use another entity's non-financial asset (the underlying asset) as specified in the contract for a period in an exchange or exchange-like transaction. The Statement also determines or defines lease terms, how to value lessee and lessor transactions and disclosure requirements for each lease. Below are the City's lease transactions that meet the requirements of GASB 87.

City as Lessor:

On February 2011 and amended on May 2013 the City (lessor) entered into an initial development agreement and land lease with Margaritaville Hollywood Beach Resort, LLC (lessee). The purpose of the lease was to provide the lessee the right to develop Margaritaville Resort (opened 2015) and related amenities (parking, commercial space, redevelopment) on city land. The minimum guaranteed rent is

CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
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\$1,000,000 beginning October 2015. Minimally guaranteed rent increases 15% every fifth year until year 99 (see inflows in the below table). Rent is due monthly. "Participation Rent" and "Transaction Rent" is a variable rent due based on the lessee's prior audited financial statements or property transfers. Only the minimum guaranteed rent is included in the schedule below. For FY 2024, the City received \$1.15 million in minimally guaranteed rent and \$1.18 million in variable rent. The lease was valued in accordance with GASB 87 beginning October 2021. At this time, the lease assets were valued at \$58.8 million. The interest implicit in the lease is approximately 4.13%. The lease is recorded in the General Fund as a "Lease Receivable - GASB 87" and deferred inflow for "Leases - GASB 87". At the end of FY 2024, the lease receivable was \$58.6 million, and the related deferred inflow was \$56.9 million. The lease may be terminated by the City if the developer is in prolonged default of payment or bankruptcy.

The schedule of inflows as of September 30, 2024 is below:

Fiscal Year Ending September 30,	Principal	Interest	Inflows
2025	\$ 61,794	\$ 1,088,206	\$ 1,150,000
2026	64,396	1,258,104	1,322,500
2027	67,108	1,255,392	1,322,500
2028	69,934	1,252,566	1,322,500
2029 - 2033	396,407	6,811,218	7,207,625
2034 - 2038	487,208	7,801,561	8,288,769
2039 - 2043	598,808	8,933,276	9,532,084
2044 - 2048	735,971	10,225,926	10,961,897
2049 - 2053	904,553	11,701,628	12,606,181
2054 - 2058	1,111,750	13,385,359	14,497,109
2059 - 2063	1,366,407	15,305,267	16,671,674
2064 - 2068	1,679,396	17,493,029	19,172,425
2069 - 2073	2,064,079	19,984,211	22,048,290
2074 - 2078	2,536,877	22,818,656	25,355,533
2079 - 2083	3,117,974	26,040,889	29,158,863
2084 - 2088	3,832,178	29,700,515	33,532,693
2089 - 2093	4,709,977	33,852,620	38,562,597
2094 - 2098	5,788,844	38,558,141	44,346,985
2099 - 2103	7,114,838	43,884,196	50,999,034
2104 - 2108	8,744,563	49,904,326	58,648,889
2109 - 2113	10,747,593	56,698,629	67,446,222
2114 - 2118	2,428,547	11,803,226	14,231,773
	<u>\$ 58,629,202</u>	<u>\$ 429,756,941</u>	<u>\$ 488,386,143</u>

City as Lessee:

When the City is a lessee, the asset is noted in the Capital Asset footnote and the liability is included as part of the Schedule of Changes in Long-Term Liabilities footnote.

I. McNicol Middle School - Building - November 2021

In November 2021, the City's Parks and Recreation Department (General Fund) leased office space at McNicol Middle School from the Broward County School Board. The purpose of the lease is to provide office space for parks and recreation services to the community. Payments are due monthly, and the lease term is 60 months (5 years). Payments are \$9,484.55, \$9,769.09, \$10,062.16, \$10,364.02, and \$10,674.94 per month in years 1 - 5 of the lease. The lease's interest rate is about 9%. The office space's cost was \$488,189 and currently has \$284,777 in accumulated amortization.

The payment schedule as of September 30, 2024 is below:

CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
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Fiscal Year Ending September 30,	Principal	Interest	Outflows
2025	\$ 107,786	\$ 16,280	\$ 124,066
2026	121,206	6,582	127,788
2027	10,601	75	10,676
	<u>\$ 239,593</u>	<u>\$ 22,937</u>	<u>\$ 262,530</u>

II. CRA Building Lease - May 2016

In May 2016, the CRA leased office space at 1948 Harrison Street from 1948 Harrison Street LLC. The purpose of the lease is to provide office space for the Community Redevelopment Agency to provide community services within the CRA's districts. Payments are due monthly, and the lease term is 120 months (12 years). Payments are \$5,416.67 in years 1-5 and \$5,958.34 in years 5-10. The lease's interest rate is about 8.5%. The office space's cost was \$274,525 and currently has \$164,715 in accumulated amortization.

The payment schedule as of September 30, 2024 is below:

Fiscal Year Ending September 30,	Principal	Interest	Outflows
2025	\$ 64,548	\$ 6,952	\$ 71,500
2026	46,181	1,488	47,669
	<u>\$ 110,729</u>	<u>\$ 8,440</u>	<u>\$ 119,169</u>

III. Orangebrook Golf Course – Golf Carts - Wells Fargo Financial Leasing – February 2023

In February 2023, the Golf Enterprise Fund leased golf carts from Wells Fargo Financial Leasing. The purpose of the lease is to provide 120 2023 EZ-GO RXV Elite Golf Carts to the Orangebrook Golf Course. Payments are due monthly, and the lease term is 36 months (3 years). Payments are \$11,269 per month. The lease's interest rate is about 4.52%. The golf carts cost \$388,284. The carts currently have \$204,636 in accumulated amortization.

The payment schedule as of September 30, 2024 is below:

Fiscal Year Ending September 30,	Principal	Interest	Outflows
2025	\$ 139,994	\$ 6,504	\$ 146,498
2026	55,709	637	56,346
	<u>\$ 195,703</u>	<u>\$ 7,141</u>	<u>\$ 202,844</u>

IV: Police Command Staff Vehicles – Enterprise FM Trust – January 2023

In February 2023, the Police Department (General Fund) leased 13 vehicles from Enterprise FM Trust. The purpose of the lease is to provide 13 vehicles for police operations. Payments are due monthly, and the lease term is 36 months (3 years). Payments are approximately \$10,064 per month. The lease's interest rate is about 3.94%. The vehicles cost \$345,000. The vehicles currently have \$186,875 in accumulated amortization.

CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

The payment schedule as of September 30, 2024 is below:

Fiscal Year Ending September 30,	Principal	Interest	Outflows
2025	\$ 116,296	\$ 4,466	\$ 120,762
2026	50,094	485	50,579
	<u>\$ 166,390</u>	<u>\$ 4,951</u>	<u>\$ 171,341</u>

V: Code Vehicles – Enterprise FM Trust – March 2023

In March 2023, the Code Department (General Fund) leased 20 trucks from Enterprise FM Trust. The purpose of the lease is to provide 20 trucks to be used for code services within the City limits. Payments are due monthly, and the lease term is 14 months. In April 2024, the lease was extended for 19 trucks through April 2025. This resulted in a modification of \$102,000. Payments are approximately \$12,009 per month. The lease's interest rate is about 7.80%. The asset cost \$270,000. The vehicles currently have \$197,308 in accumulated amortization.

The payment schedule as of September 30, 2024 is below:

Fiscal Year Ending September 30,	Principal	Interest	Outflows
2025	\$ 64,967	\$ 1,505	\$ 66,472
	<u>\$ 64,967</u>	<u>\$ 1,505</u>	<u>\$ 66,472</u>

VI: Police Computers – Dell Financial Services – April 2024

In April 2024, the Police Department/IT Department (Central Services Internal Service Fund) leased 450 Panasonic Toughbook computers from Dell Financial services. The purpose of the lease is to provide improved technological equipment to the Police Department. Payments are due annually, and the lease term 4 years. Payments are approximately \$284,802 per year. The assets' cost is \$1,031,000 and accumulated amortization was \$128,875. The lease's interest rate is about 4.13%.

The payment schedule as of September 30, 2024 is below:

Fiscal Year Ending September 30,	Principal	Interest	Outflows
2025	\$ 252,221	\$ 32,581	\$ 284,802
2026	262,639	22,163	284,802
2027	273,923	10,879	284,802
	<u>\$ 788,783</u>	<u>\$ 65,623</u>	<u>\$ 854,406</u>

VII: IT Computers – Dell Financial Services – October 2023

In October 2023, the IT Department (Central Services Internal Service Fund) leased 250 Dell Latitude 5540 Laptops and 50 Dell OptiPlex 7010 computers from Dell Financial services. The purpose of the lease is to provide improved technological equipment city-wide (end users within the City's departments). Payments are due annually, and the lease term is 4 years. Payments are approximately \$87,138 per year. The assets' cost is \$310,000 and accumulated amortization was \$77,500. The lease's interest rate is about 4.86%.

CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

The payment schedule as of September 30, 2024 is below:

<u>Fiscal Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Outflows</u>
2025	\$ 75,577	\$ 11,561	\$ 87,138
2026	79,249	7,889	87,138
2027	83,100	4,038	87,138
	<u>\$ 237,926</u>	<u>\$ 23,488</u>	<u>\$ 261,414</u>

NOTE 9 – SUBSCRIPTION BASED INFORMATION TECHNOLOGY ARRANGEMENTS (SBITAs)

I: Axon Body Camera Software

In late September 2022, the Police Department (Police Grant Fund) purchased body cameras and related subscriptions from Axon. The purpose is to provide body camera technologies and transparency to the police department and overall citizenry of Hollywood. The term is 5 years. The arrangement calls for annual payments of \$457,191. The interest rate is about 3.45%. During the year, the City paid \$457,192 in principal and interest payments. The asset was measured at \$2,281,757 and current accumulated amortization is \$826,800.

The payment schedule as of September 30, 2024 is below:

<u>Fiscal Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Outflows</u>
2025	\$ 413,036	\$ 44,156	\$ 457,192
2026	427,265	29,927	457,192
2027	441,435	15,207	456,642
	<u>\$ 1,281,736</u>	<u>\$ 89,290</u>	<u>\$ 1,371,026</u>

II. Open Government Procurement Software

In late September 2022, the Procurement Department (General Fund) purchased software to facilitate procurement services within the City and to external stakeholders. The term is 5 years. The arrangement calls for annual payments of \$35,000. The interest rate is about 3.45%. During the year, the City paid \$35,000 in principal and interest payments. The asset was measured at \$158,500 and the current accumulated amortization is \$63,400.

The payment schedule as of September 30, 2024 is below:

<u>Fiscal Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Outflows</u>
2025	\$ 31,633	\$ 3,367	\$ 35,000
2026	32,722	2,278	35,000
2027	33,389	1,150	34,539
	<u>\$ 97,744</u>	<u>\$ 6,795</u>	<u>\$ 104,539</u>

CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
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III. Oracle Enterprise Resource Planning (ERP) Software

In December 2022, the Information Technology Department (Central Services Internal Service Fund) purchased Oracle ERP subscriptions via Mythics, Inc. The term is 5 years. The arrangement calls for annual payments of \$456,344, \$761,493, \$482,567, \$506,695, and \$532,030. The interest rate is about 3.48%. During the year, the City paid \$488,968 in principal and interest payments. The asset was measured at \$2,478,000 and current accumulated amortization is \$908,600.

The payment schedule as of September 30, 2024 is below:

Fiscal Year Ending September 30,	Principal	Interest	Outflows
2025	\$ 696,146	\$ 58,947	\$ 755,093
2026	471,995	34,370	506,365
2027	524,277	18,260	542,537
	<u>\$ 1,692,418</u>	<u>\$ 111,577</u>	<u>\$ 1,803,995</u>

IV. Microsoft Enterprise Software

In August 2023, the Information Technology Department (Central Services Internal Service Fund) purchased Microsoft Enterprise Software via CDW Government. The software's purpose is to provide consolidated Microsoft technology packages for e-mail, security, meetings, etc. The term is 3 years. The arrangement calls for annual payments of \$790,633. The interest rate is about 3.04%. During the year, the City paid \$0 in principal and interest payments. The asset was measured at \$2,235,000 and current accumulated amortization is \$869,167.

The payment schedule as of September 30, 2024 is below:

Fiscal Year Ending September 30,	Principal	Interest	Outflows
2025	<u>\$ 1,512,333</u>	<u>\$ 69,336</u>	<u>\$ 1,581,669</u>

V. Motorola CAD

In October 2022, the Information Technology Department (Central Services Internal Service Fund) purchased Microsoft Computer Aided Software via Motorola Solutions. The software's purpose is to provide dispatch and other related 911 system messaging from Broward County to the Hollywood Police Department. The term is 6 years. The arrangement calls for annual payments from \$41,134 to \$55,795. The interest rate is about 3.45%. During the year, the City paid \$49,573 in principal and interest payments. The asset was measured at \$269,000 and current accumulated amortization is \$89,667.

The payment schedule as of September 30, 2024 is below:

Fiscal Year Ending September 30,	Principal	Interest	Outflows
2025	\$ 44,317	\$ 6,743	\$ 51,060
2026	47,376	5,216	52,592
2027	50,586	3,584	54,170
2028	53,450	1,841	55,291
	<u>\$ 195,729</u>	<u>\$ 17,384</u>	<u>\$ 213,113</u>

CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
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VI. Aclara Meter Software

In June 2023, the Water and Sewer Enterprise fund purchased Aclara Water and Sewer Meter Software. The software's purpose is to provide utility advanced metering infrastructure technologies to the Water and Sewer Fund. The term is 5 years. The arrangement calls for estimated annual payments from \$41,173 to \$82,346. The interest rate is about 2.45%. During the year, the City paid \$70k in principal and interest payments. The asset was measured at \$382,536 and current accumulated amortization is \$97,441.

The payment schedule as of September 30, 2024 is below:

Fiscal Year Ending September 30,	Principal	Interest	Outflows
2025	\$ 54,886	\$ 6,052	\$ 60,938
2026	78,448	3,898	82,346
2027	80,660	1,976	82,636
2028	33,006	2,129	35,135
	<u>\$ 247,000</u>	<u>\$ 14,055</u>	<u>\$ 261,055</u>

VII. Azteca Software

In June 2023, the City (various Funds) purchased Cityworks asset management software from Azteca Systems LLC. The software's purpose is to consolidate the asset management services provided by public works, public utilities, and central services departments. The term is 5 years. The arrangement calls for annual payments from \$126,000 to \$141,814. The interest rate is about 3.45%. During the year, the City paid \$133,673 in principal and interest payments but obtained delivery of the system. The asset was measured at \$604,000 and current accumulated amortization is \$346,792.

The payment schedule as of September 30, 2024 is below:

General Fund/Governmental Activities			
Fiscal Year Ending September 30,	Principal	Interest	Outflows
2025	\$ 14,746	\$ 1,051	\$ 15,797
2026	15,755	543	16,298
	<u>\$ 30,501</u>	<u>\$ 1,594</u>	<u>\$ 32,095</u>
Water and Sewer Enterprise Fund			
Fiscal Year Ending September 30,	Principal	Interest	Outflows
2025	\$ 50,768	\$ 3,618	\$ 54,386
2026	54,242	1,869	56,111
	<u>\$ 105,010</u>	<u>\$ 5,487</u>	<u>\$ 110,497</u>
Stormwater Enterprise Fund			
Fiscal Year Ending September 30,	Principal	Interest	Outflows
2025	\$ 13,495	\$ 962	\$ 14,457
2026	14,418	497	14,915
	<u>\$ 27,913</u>	<u>\$ 1,459</u>	<u>\$ 29,372</u>
Central Services Internal Services Fund/Governmental Activities			
Fiscal Year Ending September 30,	Principal	Interest	Outflows
2025	\$ 49,517	\$ 3,528	\$ 53,045
2026	52,904	1,823	54,727
	<u>\$ 102,421</u>	<u>\$ 5,351</u>	<u>\$ 107,772</u>

CITY OF HOLLYWOOD, FLORIDA

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VIII. MUNIS Software (Tyler Technologies)

In 2024, the City (various Funds) purchased MUNIS ERP software from Tyler Technologies. The software's main purpose is to provide utility billing software to the Public Utilities Department. The initial term of three years is through FY 2027. The arrangement calls for annual payments from \$178,369 to \$205,788. The interest rate is about 4.61%. During the year, the City paid \$178,369 in principal and interest payments. The asset was measured at \$529,102 and current accumulated amortization is \$176,368.

The payment schedule as of September 30, 2024 is below:

Fiscal Year Ending September 30,	Principal	Interest	Outflows
2025	\$ 178,679	\$ 17,310	\$ 195,989
2026	196,845	8,982	205,827
	<u>\$ 375,524</u>	<u>\$ 26,292</u>	<u>\$ 401,816</u>

IX. Accela (Building Permitting Software)

In 2024, the City (Building Special Revenue Fund) purchased Accela software from Carahsoft Technologies. The software's main purpose is to provide permitting software to Building Department and to provide efficiencies in the permitting process to the citizenry. The initial term of five years is through FY 2029. The arrangement calls for annual payments from \$624,067 to \$771,068. The interest rate is about 4.24%. During the year, the City paid \$624,067 in principal and interest payments. The asset was measured at \$3,225,879 and current accumulated amortization is \$107,529.

The payment schedule as of September 30, 2024 is below:

Fiscal Year Ending September 30,	Principal	Interest	Outflows
2025	\$ 556,616	\$ 109,581	\$ 666,197
2026	613,511	85,980	699,491
2027	674,471	59,967	734,438
2028	739,841	31,226	771,067
	<u>\$ 2,584,439</u>	<u>\$ 286,754</u>	<u>\$ 2,871,193</u>

X. CAD Software - Upgrade

In 2024, the City (Central Services Internal Service fund) purchased CAD software technologies. The software's main purpose is to provide public safety response and management services. This item is a supplement to SBITA V. The initial term of five years is through FY 2028. The arrangement calls for annual payments from \$11,238 to \$55,353. The interest rate is about 4.24%. During the year, the City paid \$59,353 in principal and interest payments. The asset was measured at \$99,000 and current accumulated amortization is \$3,300.

The payment schedule as of September 30, 2024 is below:

Fiscal Year Ending September 30,	Principal	Interest	Outflows
2025	\$ 9,379	\$ 1,859	\$ 11,238
2026	10,339	1,461	11,800
2027	11,367	1,023	12,390
2028	12,760	250	13,010
	<u>\$ 43,845</u>	<u>\$ 4,593</u>	<u>\$ 48,438</u>

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SEPTEMBER 30, 2024**

NOTE 10 – LONG-TERM DEBT

Summarized below are the City's debt issued to finance the acquisition and construction of major capital facilities that were outstanding as of September 30, 2024:

I. GOVERNMENTAL ACTIVITIES DEBT:

Bonds, Loans, and Notes:

\$43,922,000 General Obligation Refunding Note, Series 2015 was issued on July 9, 2015, for the purpose of refunding, on a current basis, the outstanding Series 2005 General Obligation Bonds and certain costs of issuing the note. Note was issued under the provisions of applicable governing law and Resolution R-2015-224 enacted by the City Commission on July 8, 2015. Revenue for ad valorem taxes levied on all taxable property in the City will be used to pay the debt service on the note through its maturity date (June 1, 2030). The interest rate on the note is fixed at 2.92%. The refunding resulted in an economic gain of \$5,407,232.

Annual debt service requirements to maturity for the General Obligation Refunding Note, Series 2015:

<u>Fiscal Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 3,062,000	\$ 577,780	\$ 3,639,780
2026	3,152,000	488,370	3,640,370
2027	3,247,000	396,332	3,643,332
2028	3,343,000	301,519	3,644,519
2029	3,440,000	203,904	3,643,904
2030-2031	3,543,000	103,456	3,646,456
	<u>\$ 19,787,000</u>	<u>\$ 2,071,361</u>	<u>\$ 21,858,361</u>

\$6,515,000 Pinnacle Public Finance, Inc. Refunding Revenue Note, Series 2017 was issued on February 3, 2017 for the purpose of refunding, on a current basis, the outstanding Series 2014 FFGFC Refunding Revenue Bonds. The note was issued with the same terms and conditions as the bonds with bi-annual payments starting July 1, 2017 through maturity on July 1, 2024, resulting in no economic gain. The interest rate on the note is fixed at 2.37% per annum. In the event of default of payment, covenant, bankruptcy, or compliance with notice requirements, the outstanding principal and accrued interest is immediately due.

This note was fully satisfied during FY 2024.

\$36,890,000 Capital Improvement Revenue and Refunding Bonds, Series 2016A – On March 3, 2016 the City issued Series 2016A bonds for the purpose of advance refunding various City outstanding debts, construction of various capital projects citywide, acquisition of vehicles and equipment, and to pay for issuance costs related to the bonds. Of the \$44,469,136 of proceeds and premiums plus \$1,635,339 of other available resources, \$24,808,874 was used for advance refunding (of which \$4,914,208 in principal plus \$133,866 in interest and costs related to refunding business-type activity FFGFC series notes), \$21,000,000 for capital items and the remaining balance for costs related to the debt. The Series 2016A bonds are secured by the City's half-cent sales tax revenue and the City's simplified communications tax revenue. The coupon interest rate on these bonds is 5.0% for the first payment, decreasing to 3.0% on the last payment on July 1, 2031. In the event of default of payments, covenants, or bankruptcy existing for more than 30 days, the City must pay to the Paying Agent, Registrar, or Holders of the Bonds not less than 25.00% of the outstanding principal.

Annual debt service requirements to maturity for the Government Activities portion of the Capital Improvement Revenue and Refunding Bonds, Series 2016A:

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Fiscal Year Ending September 30,	Principal	Interest	Total
2025	\$ 3,591,201	\$ 1,105,586	\$ 4,696,787
2026	3,770,985	926,026	4,697,011
2027	2,925,997	737,477	3,663,474
2028	3,074,319	591,177	3,665,496
2029	3,988,124	479,407	4,467,531
2030-2034	6,183,200	340,816	6,524,016
	23,533,826	4,180,489	27,714,315
Premium/(Discount)	1,591,398	-	1,591,398
	<u>\$ 25,125,224</u>	<u>\$ 4,180,489</u>	<u>\$ 29,305,713</u>

\$49,075,000 Community Redevelopment Agency Redevelopment Revenue and Refunding Bonds, Series 2015 - On October 29, 2015, the City of Hollywood's Beach Community Redevelopment Agency (BCRA) issued the Series 2015 bonds for the purpose of refunding the Redevelopment Revenue Bond – Series 2004, advance refunding of the Redevelopment Revenue Bond – Series 2007, construction of a new parking garage at Nebraska and Nevada Streets, undergrounding of overhead utilities and streetscape beautification for six blocks from Oklahoma to Taft Street, fully fund the Series 2015 Debt Service Reserve Fund, and to pay for issuance costs related to the bonds. Of the \$55,287,321 of proceeds and premium plus \$3,816,694 of other available resources, \$39,205,979 was used in the refunding, \$14,000,000 was for capital items, \$5,528,732 was to fund the Series 2015 debt service reserve, and the remaining balance was for costs related to the debt. The Series 2015 bonds are payable solely from and secured by BCRA revenues and assets. The City and BCRA have also entered into an Interlocal Agreement pursuant to which the City covenants to pledge certain designated non-ad valorem revenues of the City to the payment of the Series 2015 bonds under certain conditions. The coupon interest rate on these bonds is 2.0% for the first payment, then increasing to 5.0% for the remaining payments with a final maturity date of March 1, 2024.

This note was fully satisfied during FY 2024.

\$33,500,000 Community Redevelopment Agency Loans committed to fund certain redevelopment projects and/or redevelopment incentives of the Downtown Community Redevelopment Agency as approved by its governing board. The DCRA has pledged its tax increment revenues for repayment of these loans. The interest rates on \$2,500,000, \$4,000,000, and \$2,000,000 of these loans are fixed at 5.44%, 5.61% and 2.84%. The loans will mature in November 2022 and August 2024. The interest rates on the remaining outstanding borrowings are variable and equal to the one-month London Interbank Offered Rate (LIBOR) as published periodically in the Wall Street Journal plus 1.75%. Interest rate on these borrowings was 1.83% at September 30, 2023. In the event of default on payment, covenant, bankruptcy, or compliance with notice requirements, the outstanding principal and accrued interest is immediately due. For the \$2,000,000, upon default, the loan's interest rate will increase to the maximum allowed per law. In addition, a late fee of 4.00% may be applied to late payments. For the \$4,000,000 loan, upon default, a late fee of 0.10% may be applied to payments due but not paid. For each of the loans, the outstanding balance of the obligation may be declared immediately due and payable upon default.

These loans were fully satisfied during FY 2024.

\$60,045,000 General Obligation Bonds, Series 2019 – On September 10, 2019, the City issued the Series 2019, General Obligations bonds. The bond was issued at a premium of \$10,692,757. The bond is payable semiannually commencing on January 1, 2022 and on each January 1 and July 1 thereafter. The bonds mature on July 1, 2044. The bonds are secured by the City's ad valorem taxes. Interest on the bonds varies from 4.00% to 5.00%. In the event of default of payments, covenants, or bankruptcy existing for more than 30 days, the majority bond holders may declare all outstanding principal and interest immediately due.

The purpose of the bonds is to fund capital projects relating to:

- Neighborhood Infrastructure and Resiliency Projects -\$15,398,905

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- Public Safety Projects - \$12,853,297
- Parks, Open Space, Golf and Recreational and Cultural Arts - \$41,747,798 and
- Issuance costs \$737,757

Annual debt service requirements to maturity for the General Obligation Bonds, Series 2019:

Fiscal Year Ending September 30,	Principal	Interest	Total
2025	\$ 1,655,000	\$ 2,250,100	\$ 3,905,100
2026	1,730,000	2,167,350	3,897,350
2027	1,820,000	2,080,850	3,900,850
2028	1,910,000	1,989,850	3,899,850
2029	2,005,000	1,894,350	3,899,350
2030-2034	11,590,000	7,889,550	19,479,550
2035-2039	14,260,000	5,224,600	19,484,600
2040-2044	17,345,000	2,135,800	19,480,800
	52,315,000	25,632,450	77,947,450
Premium/(Discount)	7,389,013	-	7,389,013
	<u>\$ 59,704,013</u>	<u>\$ 25,632,450</u>	<u>\$ 85,336,463</u>

\$11,700,000 Series 2020A and Series 2020B Bank Loans – On May 20, 2020, the City issued the Series 2020A and Series 2020B Bank Loans. The loan is payable quarterly commencing on August 1, 2020. The bonds mature on May 1, 2030. The bonds are secured by the City's business taxes. Interest on the bonds equals 2.34% for Series 2020A to 2.27% for Series 2020B. The purpose of the loans are to fund capital projects.

Annual debt service requirements to maturity for the Series 2020A and Series 2020B Bank Loans:

Fiscal Year Ending September 30,	Principal	Interest	Total
2025	\$ 1,280,183	\$ 141,607	\$ 1,421,790
2026	1,310,141	111,648	1,421,789
2027	1,239,179	81,016	1,320,195
2028	979,264	55,247	1,034,511
2029	1,002,380	32,130	1,034,510
2030-2034	744,760	8,599	753,359
	<u>\$ 6,555,907</u>	<u>\$ 430,247</u>	<u>\$ 6,986,154</u>

\$9,900,000 Series 2022A and Series 2022B Bank Note – On April 21, 2022, the City issued the Series 2022A and Series 2022B Bank Notes. The note is payable quarterly commencing on August 1, 2022. The notes mature on May 1, 2027. The notes are secured by the City's electric franchise fees. Interest on the notes equals 2.03% for Series 2022A and 1.90% for Series 2022B. The purpose of the notes is to fund the repayment of the general employees' pension settlement agreement debt(contributions owed) and the acquisition of municipal vehicles.

Annual debt service requirements to maturity for the Series 2022A and Series 2022B Bank Notes:

Fiscal Year Ending September 30,	Principal	Interest	Total
2025	\$ 1,810,014	\$ 28,240	\$ 1,838,254
2026	310,000	8,146	318,146
2027	235,010	2,233	237,243
	<u>\$ 2,355,024</u>	<u>\$ 38,619</u>	<u>\$ 2,393,643</u>

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On October 19, 2022, the City Issued General Obligation Bonds, Series 2022 for a par amount of \$89,660,000 and premium of \$4,584,677. The issue is an indirect issue through financial services firms. The bond's interest rate is 5.0%. Interest on the Series 2022 Bonds will accrue from the issue date and payable commencing on January 1, 2023. Interest is then payable semiannually each January 1 and July 1. The bonds are secured by the City's ad valorem taxes. The bond does not contain debt service coverage or similar covenants. Upon default, all principal and interest become immediately due (incorporates the City's Bond resolution remedies). The purpose of the bonds is to provide funds to finance:

- Public Safety Projects (\$64,167,793),
- Neighborhoods, Infrastructure, and Resiliency Projects (\$7,335,577),
- Parks, Open Space, Golf, Recreation and Cultural Arts Facilities Projects (\$21,524,189),
- Cost of Issuance (\$933,568), and
- To the extent permissible, reimbursement to the City of any money previously advanced by the City to pay any portion of the costs of the above projects.

Annual debt service requirements to maturity for the Series 2022 General Obligation Bonds:

Fiscal Year Ending September 30,	Principal	Interest	Total
2025	\$ 2,040,000	\$ 4,232,750	\$ 6,272,750
2026	2,145,000	4,130,750	6,275,750
2027	2,255,000	4,023,500	6,278,500
2028	2,360,000	3,910,750	6,270,750
2029	2,485,000	3,792,750	6,277,750
2030-2034	14,420,000	16,970,750	31,390,750
2035-2039	18,395,000	12,987,500	31,382,500
2040-2044	23,465,000	7,906,250	31,371,250
2045-2049	17,090,000	1,736,500	18,826,500
	84,655,000	59,691,500	144,346,500
Premium/(Discount)	4,207,561	-	4,207,561
	<u>\$ 88,862,561</u>	<u>\$ 59,691,500</u>	<u>\$ 148,554,061</u>

On July 13, 2023, The City entered a direct loan with Bank of America to finance the Noresco Street Lighting Project. The project's purpose is to provide energy efficient improvements throughout the city. The par amount of the financing is \$2,570,000. The interest rate is 3.5%. Interest is due annually beginning July 2024. The bonds are secured by underlying equipment/improvements. The note does not contain debt service coverage or similar covenants. Upon default, all principal and interest become immediately due (incorporates the City's Bond resolution remedies).

Annual debt service requirements to maturity for the Noresco Loan:

Fiscal Year Ending September 30,	Principal	Interest	Total
2025	\$ 209,192	\$ 82,774	\$ 291,966
2026	221,373	75,475	296,848
2027	234,126	67,752	301,878
2028	247,474	59,583	307,057
2029	261,444	50,949	312,393
2030-2034	1,198,832	107,360	1,306,192
	<u>\$ 2,372,441</u>	<u>\$ 443,893</u>	<u>\$ 2,816,334</u>

On June 13, 2024, The City entered a direct bank loan with Webster Bank to finance the the purchase of municipal vehicles. The par amount of the financing is \$6,600,000. The interest rate is 4.3%. Interest is due quarterly each August, November, February, and May. The bonds are secured by private hauler franchise fees (pledged revenues). The note contains a 1.25 to 1 coverage ratio of pledged revenues to

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the maximum annual debt service on such pledged revenues. Upon default, all principal and interest become immediately due (incorporates the City's Bond resolution remedies).

Annual debt service requirements to maturity for the Series 2024 Bank Loan:

<u>Fiscal Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 1,217,000	\$ 249,958	\$ 1,466,958
2026	1,270,000	196,851	1,466,851
2027	1,325,000	141,424	1,466,424
2028	1,383,000	83,581	1,466,581
2029	1,077,000	23,214	1,100,214
	<u>\$ 6,272,000</u>	<u>\$ 695,028</u>	<u>\$ 6,967,028</u>

Financed Purchases – (Direct Financing):

Johnson Controls Equipment Loan - In May 2008, the City's Central Services Internal Service Fund, Water and Sewer Fund, and Parking Fund obtained a loan from Johnson Controls (JCI) to purchase capital equipment. The equipment included the technology licenses for automated Wi-Fi water and parking meters. Payments are due quarterly on November, February, May, and August of each year. The lease's interest rate is about 3.79%. The equipment's original cost was \$16,226,230. Currently, Water and Sewer fund's asset cost was \$6.87 million with \$5.49 million in accumulated depreciation. The assets in the Parking Fund and Central services fund have been retired. This note was fully satisfied during FY 2024.

Motorola Equipment Loan - On December 23, 2013, the City's Central Services Internal Service Fund obtained a loan from Motorola Solutions to purchase capital equipment. The equipment included the public safety radio equipment. Ownership passed to the City upon acceptance of the goods. Payments are due annually in January of each year. The lease's interest rate is about 3.12%. The original loan balance was for \$4.3 million. This note was fully satisfied during FY 2024.

Enterprise - Police Vehicles - September 2021 - In September 2021, the City's Central Services Internal Service Fund (Fleet) leased 45 Chevrolet Tahoe Police SUVs from Enterprise Fleet Management. The purpose of the lease is to fund the replacement of aging police vehicles. The vehicles were placed in service in batches based on delivery date; 21 vehicles were placed in service in FY 2021 and the remainder were placed in service in FY 2022. Payments of \$54,347 are due monthly. The lease term is 36 months from delivery date (three-year lease term). The lease's interest rate is about 5.4%. During the year, a significant modification in lease payments resulted in a reduction of the lease liability of \$159,840. The SUV's cost was \$2,449,554 and currently has \$2,449,554 in accumulated depreciation. The payment schedule as of September 30, 2024 is below (final balloon payment of principal remains):

<u>Fiscal Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	<u>\$ 268,017</u>	<u>\$ -</u>	<u>\$ 268,017</u>

Dell - Laptop Lease - August 2022 - In August 2022, the City's Central Services Internal Service Fund leased 300 Dell Latitude 5520 computers from Dell Financial Services. The purpose of the lease is to fund the replacement of existing and aging city laptops. Payments of \$78,738.40 are due annually from August 2021 through August 2025 (four-year lease term). The lease's interest rate is about 5%. The computer's cost was \$280,000 and currently has \$58,300 in accumulated depreciation.

The payment schedule as of September 30, 2024 is below:

CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

Fiscal Year Ending September 30,	Principal	Interest	Total
2025	\$ 75,076	\$ 3,662	\$ 78,738

II. BUSINESS-TYPE ACTIVITIES DEBT:

\$30,425,000 Water and Sewer Refunding Revenue Bonds, Series 2020 – On October 15, 2020 the City issued Water and Sewer Refunding Revenue Bonds, Series 2020 (“Series 2020 Bonds”) totaling \$30,425,000. The Series 2020 Bonds are issued for the purpose of providing funds, together with other available funds, to (i) currently refund all the Series 2010 bonds and (ii) pay certain costs of issuance with respect to the Series 2020 bonds. Interest rates on the Series 2020 Bonds range from 3% to 5%. The bonds mature on October 1, 2039. In the event of default of payments, covenants, or bankruptcy existing for more than 30 days, the majority bond holders may declare all outstanding principal and interest immediately due. The refunding resulted in \$10.7 million in net present value savings, \$0.5M in deferred refunding, and defeased the remaining \$40.8 million outstanding Series 2010 Revenue Bonds.

Annual debt service requirements to maturity for the Series 2020 bonds:

Fiscal Year Ending September 30,	Principal	Interest	Total
2025	\$ 1,360,000	\$ 1,310,450	\$ 2,670,450
2026	1,430,000	1,242,450	2,672,450
2027	1,500,000	1,170,950	2,670,950
2028	1,575,000	1,095,950	2,670,950
2029	1,655,000	1,017,200	2,672,200
2030-2034	9,600,000	3,758,500	13,358,500
2035-2039	12,010,000	1,349,450	13,359,450
	29,130,000	10,944,950	40,074,950
Premium/(Discount)	5,172,720	-	5,172,720
	\$ 34,302,720	\$ 10,944,950	\$ 45,247,670

\$174 Million State of Florida Revolving Fund Loans – Funds borrowed and outstanding to finance the construction of a reuse wastewater system and drinking water systems. Currently, the State has committed to loan the City a total of approximately \$174.0 million for qualifying projects under this loan program (drawn down). The loans are collateralized by a pledge of the reuse system and utility system revenues. The final loan matures in February 2046. Interest accrues at rates ranging from 0.00% and 0.13% annually. In the event of default of payment, covenant, bankruptcy, or compliance with notice requirements, the loans may be accelerated at a rate of 1.667 times the financing rate.

Annual debt service requirements to maturity for the State of Florida Revolving loans:

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CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

<u>Fiscal Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 8,329,882	\$ 1,116,638	\$ 9,446,520
2026	10,094,734	1,086,781	11,181,515
2027	9,597,590	1,063,089	10,660,679
2028	9,681,691	978,988	10,660,679
2029	9,738,867	893,610	10,632,477
2030-2034	48,917,616	3,267,972	52,185,588
2035-2039	41,646,383	1,459,769	43,106,152
2040-2044	30,696,259	380,541	31,076,800
2045-2049	5,258,965	16,437	5,275,402
	<u>\$ 173,961,987</u>	<u>\$ 10,263,825</u>	<u>\$ 184,225,812</u>

\$36,890,000 Capital Improvement Revenue and Refunding Bonds, Series 2016A – On March 3, 2016, the City issued Series 2016A bonds for the purpose of advance refunding FFGFC Series 2006 loans and to pay for issuance costs related to the bonds. Only \$3,728,700 of the \$36,890,000 face value of the borrowing relates to business-type activities. The bonds mature on July 1, 2031. In the event of default of payments, covenants, or bankruptcy existing for more than 30 days, the City must pay to the Paying Agent, Registrar, or Holders of the Bonds not less than 25.00% of the outstanding principal.

Annual debt service requirements to maturity for the business type portion of the Capital Improvement Revenue and Refunding Bonds, Series 2016A:

<u>Fiscal Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 403,800	\$ 124,314	\$ 528,114
2026	424,015	104,124	528,139
2027	329,003	82,923	411,926
2028	345,681	66,473	412,154
2029	362,863	49,189	412,052
2030-2034	780,813	43,038	823,851
	2,646,175	470,061	3,116,236
Premium/(Discount)	228,495	-	228,495
	<u>\$ 2,874,670</u>	<u>\$ 470,061</u>	<u>\$ 3,344,731</u>

\$8,400,000 Series 2022A Bank Note – On April 21, 2022, the City issued the Series 2022A Bank Note. The note is payable quarterly commencing on August 1, 2022. The note mature on May 1, 2027. The note is secured by the City's electric franchise fees. Interest on the notes equals 2.03% for Series 2022A . The purpose of the note is to fund the repayment of the general employees' pension settlement agreement debt(contributions owed).

Annual debt service requirements to maturity for the Series 2022A Bank Note:

<u>Fiscal Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	639,985	40,432	680,417
	<u>\$ 639,985</u>	<u>\$ 40,432</u>	<u>\$ 680,417</u>

III. BOND RESOLUTION AND GENERAL DEFAULT TERMS

Except as otherwise noted herein, the City's "Bond Resolution" determines default remedies to debtors. Per the resolution, upon default, applicable loans and bonds may become immediately due and payable.

CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

IV. LINES OF CREDIT

The City has an emergency line of credit with City National Bank in the amount of \$10 million. The line of credit was unused as of and during the fiscal year ended September 30, 2024.

V. CHANGES IN LONG-TERM LIABILITIES

The following is a summary of changes in the long-term liabilities for the year ended September 30, 2024:

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year
Government Activities:					
Bonds and Loans Payable:					
Indirect Borrowing:					
General Obligation Notes, Series 2015	\$ 22,764,000	\$ -	\$ 2,977,000	\$ 19,787,000	\$ 3,062,000
Capital Improvement Bonds, Series 2016A	26,257,564	-	2,723,738	23,533,826	3,591,201
General Obligation Notes, Series 2019	53,885,000	-	1,570,000	52,315,000	1,655,000
General Obligation Notes, Series 2022	86,600,000	-	1,945,000	84,655,000	2,040,000
Redevelopment Revenue Bonds	6,985,000	-	6,985,000	-	-
Bond Premium	14,675,570	-	1,487,5998	13,187,972	1,337,509
Total Indirect Borrowing	211,167,134	-	17,688,336	193,478,798	11,685,710
Direct Borrowing:					
Redevelopment Loans	355,000	-	355,000	-	-
Pinnacle Refunding Note, Series 2017	800,000	-	800,000	-	-
Bank Loan Series 2020	7,806,816	-	1,250,909	6,555,907	1,280,183
Bank Loan Series 2022	4,623,578	-	2,268,554	2,355,024	1,810,014
Bank Loan Series 2024	-	6,600,000	328,000	6,272,000	1,217,000
Noresco - Bank Loan	-	2,570,000	197,559	2,372,441	209,192
Total Direct Borrowing:	13,585,394	9,170,000	5,200,022	17,555,372	4,516,389
Total Bonds, Notes and Loans Payable	224,752,528	9,170,000	22,888,358	211,034,170	16,202,099
Other Liabilities:					
Compensated Absences	20,793,088	12,478,192	12,065,051	21,206,229	12,063,564
Claims and Judgments	18,527,795	59,201,474	58,688,394	19,040,875	7,723,949
Lease Obligations (Right of Use)	874,608	1,447,532	713,752	1,608,388	681,393
Financed Purchases	1,763,815	-	1,420,722	343,093	343,093
SBITA (Right of Use)	5,840,975	3,177,000	1,476,809	7,541,166	3,327,723
Other Postemployment Benefits Liability	275,737,043	93,019,691	-	368,756,734	15,218,628
Net Pension Liability:					
General	169,055,716	3,407,286	864,078	171,598,924	-
Police	266,155,259	6,082,787	-	272,238,046	-
Fire	217,678,086	-	17,630,161	200,047,925	-
FRS	977,812	-	28,601	949,211	-
Total Other Liabilities	977,404,197	178,813,962	92,887,568	1,063,330,591	39,358,350
Total Governmental Activities Long-term Liabilities	\$ 1,202,156,725	\$ 187,983,962	\$ 115,775,926	\$ 1,274,364,761	\$ 55,560,449

Payments on the bonds and loans payable that pertain to the City's governmental activities are made by the Debt Service Fund except for the lease and SBITA obligations, which are repaid directly from the applicable fund. The compensated absences liability attributable to governmental activities will be liquidated primarily by the General Fund. The General Fund comprises 91.07% of the governmental activities compensated absences.

The claims and judgments liability is generally liquidated through the City's Insurance Internal Service Fund. That fund finances the payment of claims by charging other funds based on management's assessment of the relative insurance risk that should be assumed by individual funds.

Currently, the General Fund and Water and Sewer Utility bear approximately 70.74% and 16.47% respectively of all insurance costs; no other individual fund is charged more than 5% of the total amount.

CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

The General Fund has been used to liquidate on average approximately 65.33% of the City's General Employees' net pension liability and 100% of the Police and Fire Pensions. The Water and Sewer Fund and Central Services Internal Service Fund's share of the General Employees' Net Pension Liability is approximately 22.06 and 6.59%. No other funds make up more than 5% of the Net Pension Liability. Required contributions for the City's other postemployment benefit obligations are based on a pay-as-you-go basis of which approximately 81.21% is assigned to the General Fund. The Water and Sewer Fund's share of the Total OPEB Liability is approximately 11.76%. No other fund's share is 5% or greater.

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year
Business-Type Activities:					
Bonds and Loans Payable:					
Indirect Borrowings:					
Water and Sewer Revenue Bonds, Series 2020	\$ 30,425,000	\$ -	\$ 1,295,000	\$ 29,130,000	\$ 1,360,000
Capital Improvement Bonds, Series 2016A	2,952,435	-	306,260	2,646,175	403,800
Bond Premium/Discount	6,123,407	-	722,192	5,401,215	687,949
Total Bonds and Loans Payable	<u>39,500,842</u>	<u>-</u>	<u>2,323,452</u>	<u>37,177,390</u>	<u>2,451,749</u>
Direct Borrowing					
Bank Loan Series 2022	1,476,202	-	836,217	639,985	639,985
State Revolving Loans	115,006,738	68,206,357	9,251,108	173,961,987	8,329,882
Total Direct Borrowing	<u>116,482,940</u>	<u>68,206,357</u>	<u>10,087,325</u>	<u>174,601,972</u>	<u>8,969,867</u>
Total Bonds, Notes and Loans Payable	<u>155,983,782</u>	<u>68,206,357</u>	<u>12,410,777</u>	<u>211,779,362</u>	<u>11,421,616</u>
Other Liabilities:					
Compensated Absences	2,714,453	1,539,888	1,649,257	2,605,084	1,597,269
Financed Purchases	729,457	-	729,457	-	-
Lease Obligations (Right of Use)	308,885	-	113,182	195,703	139,994
SBITA (Right of Use)	507,106	529,103	280,762	755,447	297,828
Other Postemployment Benefits Liability	53,956,990	15,521,217	872,303	68,605,904	2,831,373
Net Pension Liability - General	67,962,993	2,832,879	5,770,726	65,025,146	-
Total Other Liabilities	<u>126,179,884</u>	<u>20,423,087</u>	<u>9,379,687</u>	<u>137,187,284</u>	<u>4,866,464</u>
Total Business-Type Activities Long-Term Liabilities	<u>\$ 282,163,666</u>	<u>\$ 88,629,444</u>	<u>\$ 21,790,464</u>	<u>\$ 348,966,646</u>	<u>\$ 16,288,080</u>

VI. UNAMORTIZED PREMIUMS AND DISCOUNTS

Original issue discounts and premiums on long-term debt are amortized over the life of the respective liability in the enterprise funds. Such amounts are amortized using the effective interest method.

VII. PLEDGED REVENUE

General long-term debt bonds/notes are collateralized by multiple sources. For example, the general obligation note is secured by ad valorem taxes on all taxable property within the City and the full faith and credit and taxing power of the City. The City has pledged certain revenue to repay certain bonds and loans outstanding as of September 30, 2024.

The following table reports the revenue pledged for each debt issue, the amounts of such revenue received in the current year, the current year principal and interest paid on the debt, the date through which the revenue is pledged under the debt agreement, and the total pledged future revenue for each debt, which is the amount of the remaining principal and interest on the bonds and loans at September 30, 2024:

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CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

Bond/Loan Description	Pledged Revenue	Revenue Received	Principal and Interest Paid	Outstanding Principal	Pledged Through
Governmental Activities:					
General Obligation Notes, Series 2015	Ad Valorem Revenues	\$ 154,649,025	\$ 3,641,709	\$ 19,787,000	2030
Capital Improvement Bonds, Series 2016	Half Cent Sales Tax & Simplified Communications Tax Revenues	12,262,111	3,965,512	23,533,826	2031
General Obligation Notes, Series 2019	Ad Valorem Revenues	154,649,025	3,898,600	52,315,000	2044
Series 2020 Capital Improvement Bank Loan	Local Business Tax	2,050,439	1,034,510	6,555,907	2030
Series 2022 Bank Loan	Electric Franchise Fees	11,763,684	2,322,636	2,355,024	2027
General Obligation Notes, Series 2022	Ad Valorem Revenues	154,649,025	6,275,000	84,655,000	2047
Series 2024 Bank Loan	Private Hauler Franchise Fees	6,505,846	365,796	6,272,000	2029
Business-Type Activities:					
Water and Sewer Revenue Refunding Bonds, Series 2020	Utility Revenues	120,832,784	2,670,200	29,130,000	2039
State Revolving Loans	Reuse System and Utility Revenues	131,571,315	10,615,778	173,961,987	2046
Capital Improvement Bonds, Series 2016	Half Cent Sales Tax & Simplified Communications Tax Revenues	12,262,111	445,888	2,646,175	2031
Series 2022 Bank Loan	Electric Franchise Fees	11,763,684	883,247	639,985	2027

* Designated non-advalorem revenues have been pledged subject to certain conditions.

NOTE 11 – NONEXCHANGE FINANCIAL GUARANTEES

On January 23, 2014, the City of Hollywood (City) entered into a 32-year guarantee agreement with the Hollywood Beach Community Development District 1 (District) when the District issued its \$36,395,000 Taxable Revenue Bonds (Public Parking Facilities Project), Series 2014 (Bonds). The District is a legally separate district encompassing approximately 5.13 acres located within the City of Hollywood and was established by Ordinance O-2011-21 of the City effective June 1, 2011 pursuant to the provisions of Chapter 190, Florida Statutes. The bonds were issued for the purpose of funding a public parking garage. The bonds' interest rate varies from 5.00% to 6.25% with interest being paid semi-annual on April 1 and October 1 of each year and with principal payments on October 1 of each year (except for 2014, 2015 and 2016 whereby interest only was paid). Debt payments started in October 2014 until final payment in October 2045.

On October 2, 2020, the above notes were advance refunded with the issuance of the Series 2020 Revenue Refunding Bonds (Public Parking Facilities Project) in the principal amount of \$35,625,000. The purpose of the bonds is to advance refund the District's outstanding Series 2014 Bonds. The Series 2020 bonds mature on October 1, 2045. The bond's interest rate ranges from 2.13% to 5.00%. In the event that the District does not have sufficient funds to service the Bonds, the City will fund any deficiency in the debt service reserve fund from legally available non ad valorem revenues. There has been no such instances during FY 2024.

NOTE 12 – FUND BALANCE

Governmental Accounting Standards Board Statement No. 54 "Fund Balance Reporting and Governmental Fund Type Definitions" (GASB 54) provides a structured classification of fund balance to improve the usefulness of fund balance reporting to the users of the City's financial statements. The reporting standard establishes a hierarchy for fund balance classifications and the constraints imposed on the uses of those resources.

GASB 54 provides for two major fund balance classifications: nonspendable and spendable. Nonspendable fund balance includes amounts that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact. Examples of nonspendable fund balance include inventory and prepaid items.

CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
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GASB 54 provides for four categories of the spendable fund balance classification based on the level of constraint placed on the use of those resources.

RESTRICTED FUND BALANCE includes resources constrained to a specific purpose by their external providers such as grantors and contributors, or laws and regulations.

COMMITTED FUND BALANCE includes amounts that can only be used for specific purposes in accordance with constraints imposed by the City Commission through an ordinance or resolution (which are equally binding as the highest decision-making authority). These items cannot be used for any other purpose unless the Commission takes action to remove or change the constraint. The Policy states that the use (appropriation) of committed fund balance will be considered in conjunction with the annual budget adoption process or by budget amendment approved by resolution of the City Commission during the fiscal year. This reserve was created for the specific purpose stipulated in the legislation to protect the City from adverse financial impacts in the event of unexpected economic events.

Resolution R-2023-013 establishes a committed fund balance for the purpose of growing assets to assist in funding OPEB liabilities. The Resolutions reserves \$1 million annually, plus accrued interest, if the General Fund has budgetary capacity to do so.

ASSIGNED FUND BALANCE includes resources the City intends to use for a specific purpose that are not classified as nonspendable, restricted or committed. Encumbrances are recorded within an assigned fund balance category. Assignments are recommended by the City Manager based on the City Commission direction during the annual budget process, and the City Commission authorizes assignments by the adoption of a resolution.

UNASSIGNED FUND BALANCE only for General Fund, includes the remaining fund balance, or net resources, available for any purpose. Unassigned fund balance represents amounts that are not constrained in any way. In governmental funds other than the General Fund, if expenditures incurred for a specific purpose exceed the amounts that are restricted, committed or assigned to that purpose, it may be necessary to report a negative unassigned fund balance in that fund.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the City Commission has provided otherwise in its commitment or assignment actions.

MINIMUM FUND BALANCE POLICY – The General Fund has adopted a target minimum unassigned fund balance policy of seventeen percent (17%) of General Fund expenditures which is equivalent to two months of operations as recommended by the Governmental Finance Officers Association (Resolution R-2019-231). In addition, the General Fund maintains a 5% disaster reserve within the unassigned fund balance category. This target is inclusive of any committed or assigned amounts. The City met all of its fund balance targets at September 30, 2024.

The following table shows the City's fund balance classifications for its governmental funds as of September 30, 2024:

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CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

	General	Beach Community Redevelopment	Downtown Community Redevelopment	General Obligation Capital Projects Series 2022 Fund	Other Governmental Funds
Nonspendable:					
Inventory	\$ 70,988	\$ -	\$ -	\$ -	\$ -
Prepaid Items	6,389	-	-	-	800,000
Total Nonspendable Fund Balance	<u>77,377</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>800,000</u>
Restricted for:					
Assets held for Sale	-	-	-	-	201,926
Debt Covenants	-	-	-	-	1,341,284
Grants & Special Programs	-	-	-	-	10,399,231
Public Safety Projects	-	-	-	64,167,793	2,561,881
Street and Sidewalk Projects	-	2,201,143	-	-	8,842,111
Redevelopment Projects	-	44,175,522	15,971,448	-	-
Park Improvements & Revocations	-	-	-	21,173,689	13,306,383
Building Operations	-	-	-	-	24,894,280
Neighborhood and Infrastructure	-	-	-	7,335,577	9,127,466
Impact Fees - Parks and Recreation	-	-	-	-	5,104,792
Impact Fees - PD	-	-	-	-	210,099
Impact Fees - Fire	-	-	-	-	235,170
Impact Fees - General Gov	-	-	-	-	160,544
Impact Fees - MultiModal	-	-	-	-	501,750
Other Capital Projects	-	-	-	9,770,558	3,034,548
Total Restricted Fund Balance	<u>-</u>	<u>46,376,665</u>	<u>15,971,448</u>	<u>102,447,617</u>	<u>79,921,465</u>
Committed to:					
General Capital Projects	-	-	-	-	14,156,309
Public Safety Projects	-	-	-	-	25,218,336
Street & Sidewalk Projects	-	-	-	-	5,764,062
Economic Environment	-	-	-	-	103,655
Park Improvements & Revocations	-	-	-	-	8,185,297
OPEB Reserve	2,111,690	-	-	-	-
Other Capital Projects	-	-	-	-	6,032,809
Total Committed Fund Balance	<u>2,111,690</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>59,460,468</u>
Assigned to:					
Subsequent Year's Budget	2,750,000	-	-	-	-
Encumbrances	1,259,973	-	-	-	318,700
Assets held for resale	-	-	-	-	2,902,133
General Government	-	-	-	-	113,454
Transportation Projects	-	-	-	-	13,290
Future Debt Service	-	-	-	-	1,636,189
Total Assigned Fund Balance	<u>4,009,973</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,983,766</u>
Unassigned:	85,864,801	-	-	-	(1,410,828)
Total Fund Balances	<u>\$ 92,063,841</u>	<u>\$ 46,376,665</u>	<u>\$ 15,971,448</u>	<u>\$ 102,447,617</u>	<u>\$ 143,754,871</u>

NOTE 13 – DEFICIT NET POSITION/FUND BALANCE OF INDIVIDUAL FUNDS

The net position deficit in the Golf Fund is primarily related to year over year sustained operating losses related to providing public golf service. Currently, there are plans to renovate the City's golf courses to make Hollywood key destination for Golf in South Florida. Management will continue to evaluate the operations in the Golf Fund in the future and take necessary steps to improve the net position of the fund.

The fund balance deficit in the Police Grants Fund, totaling \$40,645, is expected to be eliminated by revenue collectible in future years. The revenue is related to reimbursement-based grants which do not meet the availability criteria at year end for revenue recognition and is reported as deferred inflows of resources. The Emergency and Disaster Fund has a fund balance deficit of \$1.35 million as a result of expenditures incurred in the preparation and recovery from the April 2023 major flooding event (FEMA DR-4709-FL). This deficit is expected to be eliminated by revenue collectible in future years. The funding source for this deficit is expected to be FEMA as projects are obligated and paid.

No other funds had significant fund balance deficits.

CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE 14 – RESTRICTED ASSETS

The amounts shown below are those assets restricted by sources external to the City.

Ordinances pertaining to long-term debt and other agreements require segregation and restriction of certain assets represented by the following amounts within the enterprise funds at September 30, 2024:

Water and Sewer:	
Construction and Retainage	\$ 8,665,272
Deposits	6,229,190
Rate Stabilization	10,000,000
State Revolving Loan Reserve	4,711,252
Interest Payable	398,931
Renewal and Replacement	32,791,962
Impact Fee Reserve - Water	5,685,196
Impact Fee Reserve - Sewer	9,214,394
	<u>77,696,197</u>
Sanitation	
Customer Deposits	<u>1,145,597</u>
Parking	
Parking in Lieu	<u>470,034</u>
Total Restricted Cash and Investments - Business Type Activities	<u>\$ 79,311,828</u>

Borrowing agreements for other funds require restriction of certain assets. Amounts required to be restricted totaled \$16.99 million at September 30, 2024 for Governmental Funds. The composition of this amount is shown by fund below:

General Capital Projects Fund:	
Bond - Series 2016A	\$ 7,013,423
Bank Loan - Series 2020	2,217,152
Noresco - Cash with Fiscal Agent	1,878,829
General Obligation Capital Projects Fund - Series 2019	
GO Bond - Series 2019	33,266,210
General Obligation Capital Projects Fund - Series 2022	
GO Bond - Series 2022	102,458,505
Total Restricted Cash and Investments - Governmental Activities	<u>\$ 146,834,119</u>

Restricted assets reflected in the government-wide financial statements are displayed as required by ordinances, borrowing agreements and certain grant contracts.

NOTE 15 – ASSETS HELD FOR SALE

In October 2014, the City entered into an agreement to purchase the Cononie and COSAC properties from COSAC Homeless Assistance Center, Sean A. Cononie and Mark W. Targett. The City intends to sell these properties in the future. Properties were recorded at net realizable value or cost, whichever was lower.

CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

<u>Location</u>	<u>Size: Land/Bldg</u>	<u>Recorded Value</u>
Timeshare - Hollywood Sands	1 week	10,200
Timeshare - Hollywood Beach Residence	1 week	3,500
Total Value		<u>\$ 13,700</u>

The City's Housing department acquired vacant lots for the purpose of developing them into affordable housing. Properties were recorded at lower of net realizable value or cost.

<u>Location</u>	<u>Folio #</u>	<u>Size: Land/Bldg</u>	<u>Recorded Value</u>
5608 Wiley Street	514124130150	0.13 acres	\$ 27,480
2030 Dewey Street	514222100511	0.19 acres	73,110
2034 Dewey Street	514222100510	0.19 acres	73,110
5812 Plunkett Street	514124100781	0.08 acres	28,226
Total Value			<u>\$ 201,926</u>

The total assets held for sale at September 30, 2024 was \$215,626.

The below properties were sold during the fiscal year:

<u>Location</u>	<u>Folio #</u>	<u>Size: Land/Bldg</u>	<u>Recorded Value</u>	<u>Sales Price</u>	<u>Gain/(Loss)</u>
550 N. 66th Terrace	514114082690	0.16 acres/ 1,584 sf	\$ 180,000	\$ 378,605	\$ 198,605
2323 Cleveland Street	514209054240	0.15 acres/922 sf	125,000	235,186	110,186
			<u>\$ 305,000</u>	<u>\$ 613,791</u>	<u>\$ 308,791</u>

NOTE 16 – CLAIMS PAYABLE – SELF INSURANCE FUND

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City's Insurance Fund (an internal service fund) accounts for and finances its uninsured risks of loss. Under this program, the Insurance Fund provides coverage for up to a maximum of \$600,000 for each workers' compensation claim, \$400,000 for each liability claim, and \$750,000 for each health insurance claim. The Property Program has property insurance in the amount of \$100,000,000 per occurrence of blanket policy limits for Utilities property, and \$30,000,000 per occurrence of blanket policy limits for all other City property (\$20,000,000 for named windstorm losses). Whereas, the City maintains a per occurrence name windstorm deductible of 5% of total insurance values at affected location, subject to a \$500,000 minimum, for the Utilities property and a per occurrence named windstorm deductible of 5% per unit of insurance at the affected location, subject to a \$250,000 minimum, for all other City property. The City purchases excess insurance coverage for workers' compensation, general liability, auto liability, and health claims that pierce the afore mentioned retention rates. The City also procures commercial insurance for, but not limited to; terrorism, cyber, drone, environmental/pollution, flood, medical professional, public officials, and marina operators.

All funds of the City participate in the program and make payments to the Insurance Fund based on actuarial estimates of the amounts to pay prior and current-year claims. The claims liability of \$19,040,875 reported in the Insurance Fund at September 30, 2024, is based on GASB Statement No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues" which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

The claims payable liability is based on actuarial evaluations performed by independent actuaries as of September 30, 2024. This liability consists of claims reported and payable, as well as an estimate for claims incurred and not reported as of that date. At September 30, 2024, claims payable for auto and general liability totaled \$9,437,585 and \$5,276,787 for workers' compensation claims. These amounts reflect a discounted rate factor of 3%. The remaining balance of claims payable consists of amounts for health and

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dental claims which are not discounted. The liability for unpaid amounts of liability, workers' compensation and employee health claims is reported in the Insurance Fund with a summary of changes in those amounts as follows:

Fiscal Year	Claims Payable October 1	Claims and Changes in Estimates	Adjustment Expenses Paid	Claims Payable September 30
2023	\$ 15,920,145	\$ 52,476,516	\$ (49,868,866)	\$ 18,527,795
2024	18,527,795	59,201,474	(58,688,394)	19,040,875

NOTE 17 – CONTINGENT LIABILITIES

The City is a defendant in various lawsuits. Although the outcome of such litigation is not presently determinable, management does not believe the settlement of these matters will have a material effect upon the financial condition or results of operations of the affected funds.

The City participates in a number of federal, state and local grant assistance programs. The grants are subject to audit by the granting agencies to determine if activities undertaken by the City comply with the conditions of the grant. Management believes that no material liability will arise from any such audits.

During fiscal year 2024, the Water and Sewer Enterprise Fund recorded a \$6.1 million special item expense) relating to Pembroke Pines v. City of Hollywood – The Case is on Appeal – Case No. 4D23-2252 & 4D24-0715. This is in addition to \$3.4 million accrued in FY 2023. The total probable loss accrued is \$9.5 million. On August 17, 2023, the Broward County Courts ruled that City of Hollywood breached its large user agreement with the City of Pembroke Pines. The breach includes improper rates and charges, improper debt service surcharges, and improper large user allocation methodology. The settlement has not been paid to date and the lawsuit is currently being appealed.

The City is a defendant in John Kellerman and Robert Allen v. City of Hollywood – Case No. 18-027523. The lawsuit is dated November 26, 2018. The lawsuit involves 13th check litigation for the Fire Pension Fund (additional contributions/benefit payments for applicable members). A “13th check” is due if the annual investment return exceeds the actuary's annual fund earnings assumption rate of 8%, then a supplemental pension distribution shall be made to eligible recipients. If the annual investment return equals or is less than the assumption rate, no supplemental pension distribution shall be made that year. Legal counsel has provided a possible loss of between \$0 to \$17.6 million. The value of the supplemental pension benefit fund shall be equal to the value of the positive difference, if any, between the annual investment return (up to a maximum rate of 10%) and the annual fund earnings assumption rate of 8% to a maximum annual investment return value of up to 2% as calculated on the eligible retirees' portion of the Fund's earnings attributable to assets apportioned to retiree benefit liability. At this time, no losses have been accrued as the losses have not met the probable threshold.

NOTE 18 – TAX ABATEMENTS AND OTHER INCENTIVES

ECONOMIC DEVELOPMENT AD VALOREM TAX EXEMPTION

The City's program provides a tax incentive that encourages investors/business owners to invest in new business or expand existing business in Hollywood. The City offers an Ad Valorem Tax Exemption of up to 25% of the City's portion (up to 50% in the Liberia Area Business Corridor) of ad valorem taxes for a period not to exceed 8 years for qualifying new or expanding businesses that invest at least \$250,000 in capital improvements and create new jobs. The award and amount of the exemption are authorized under City Ordinance 38.90 and require City Commission approval. A tax incentive is given to the qualifying new or expanding businesses via a percentage reduction in the tax that is collectible from the property (only ad valorem tax imposed by the City). The percentage will be determined by the City Commission within the limits set by the City Ordinance 38.90. The number of years that the business will qualify for the exemption is determined by a point system set forth in the City Ordinance 38.90. At present the program does not have any recapture provision, but the City can revoke any remaining years of the exemption should any

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new business or expansion fail in any of its responsibilities and/or representations to the City. At present, no businesses are participating in the program.

DOWNTOWN CRA AD VALOREM TAX INCENTIVE DEVELOPER AGREEMENTS

In order to encourage the development of specific projects in the Downtown CRA district, the Downtown CRA has entered into development agreements with developer(s) whereby the developer agrees to complete a development project in exchange for a percentage repayment of the increase in ad valorem taxes that projects would generate in the Downtown CRA district in future years. The duration of the tax rebate and percentage of tax increase rebated is negotiated between the CRA and developer and is approved via resolution by the Downtown CRA board. All agreements have a not to exceed amount of taxes that can be rebated during the life of the agreement. At present the Downtown CRA has three agreements in place that are still active and are as follows:

1. Agreement between the City, Downtown CRA and SFD@Hollywood, LLC for a mixed-use development project to be located on the Great Southern Hotel site. This agreement was entered on July 20, 2004 and amended and restated on April 4, 2012 pursuant to Section 163.370 FS, Section 163.358 FS and 166.021 FS. The developer agreed to maximize the preservation and restoration of the historical components of the Great Southern Hotel and expend millions of dollars in order to accomplish the task. Commencing in the year when the CRA first received tax increment funds from the completed project, the Downtown CRA will pay the developer an amount equal to 50% of the annual projects' ad valorem tax increment : All obligations for payment to the developer under this section shall terminate immediately upon payment by the CRA of the amount due resulting from receipt by the CRA of the last tax increment monies based on a September 30, 2025 termination of existence. Should the Downtown District of the CRA continue to exist beyond calendar year 2025, developer shall have the right to request the CRA continue to pay beyond calendar year 2025.
 - a. The total sum of \$11,200,000 has been paid to the developer in the aggregate, or
 - b. Twenty years of the annual payments described above have been made to the developer.

In FY 2024 a total of \$0 was rebated to the developer since development has yet to be completed.

2. Agreement between the City, Downtown CRA and SFD@Hollywood, LLC for the Block 55 Redevelopment Project. This agreement was entered on July 20, 2004, and amended and restated on April 4, 2012 whereby the developer agreed to complete the construction of residential and commercial properties to significantly reduce blight in the City's Downtown CRA and enhance the City and CRA areas around Young Circle Arts Park. This agreement would also bring synergy and critical mass to those areas. Commencing in the year when CRA first receives tax increment funds from the completed project, the Downtown CRA will pay the developer an amount equal to 50% of the annual project ad valorem tax increment :All obligations for payment to the developer under this section shall terminate immediately upon payment by the CRA of the amount due resulting from receipt by the CRA of the last tax increment monies based on a September 30, 2025 termination of existence. Should the Downtown District of the CRA continue to exist beyond calendar year 2025, developer shall have the right to request the CRA continue to pay beyond calendar year 2025.

In FY 2024, a total of \$777,991 was rebated to the developer.

3. Agreement between the City, Downtown CRA and H3 Hollywood, LLC for a residential development project to be located on the southwest corner of Dixie Highway and Hollywood Boulevard. This agreement was entered on June 16, 2004 between the City, Downtown CRA and Hollywood Dixie Associates, LLC, and amended on June 17, 2021 by first amendment to the development agreement. On February 1, 2018, the second amendment to the development agreement was entered between the City, Downtown CRA and H3 Hollywood, LLC, the successor in interest in Hollywood Dixie Associates, LLC for Phase III of the project, The

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agreement states that the CRA shall provide H3 Hollywood, LLC a total cash incentive of \$1,300,000 to be distributed as follows:

- a. In the first year following issuance of the first certificate of occupancy for phase III and the development becomes subject to ad valorem real property taxes as a completed development, the CRA shall pay H3 50% of the tax increment attributable to Phase III.
- b. On April 1, in the first year following the first incentive payment for Phase III, and every April 1, thereafter until the total amount of the incentive has been paid, the CRA shall pay H3 50% of the tax increment.
- c. No individual annual incentive payment will exceed \$450,000 and in the event Phase III is not completed on or before the deadline of February 1, 2021, the incentive will be reduced to a total of \$1,000,000.

In FY 2024, a total of \$450,000 was rebated to the developer since development has yet to be completed.

OTHER BUSINESS INCENTIVE PROGRAMS:

LOCAL ALTERNATIVE ECONOMIC DEVELOPMENT INCENTIVE PROGRAM

Businesses who participate in the Economic Development Ad Valorem Tax Exemption program are ineligible to participate in this program. Eligible businesses that make a capital investment of not less than \$500,000 in a target area or \$1,000,000 in a non-target area may qualify for financial incentive cash payments from the City. The amount of the incentive is at the discretion of the City Commission and is based on a point scale as set forth in City Ordinance 38.91 that considers factors such as the number of jobs created, salary level of the jobs created, amount of capital investment and longevity of the business in the City. Each point makes a business eligible for an annual payment of \$1,000, up to a maximum annual payment of \$100,000. The maximum payment to any eligible firm over its lifetime cannot exceed \$500,000. The monetary amount represents the maximum amount which may be awarded by the City Commission. The City Commission reserves the right to lesser amounts for reasons including but not limited to available budget resources and other constraints. The payments normally start in the second year that the business is operating and can continue through six years of operation. Qualification for payments of the cash incentive in year two through six must occur independently at the completion of each successive year to ensure the continued adherence to the criteria established. At present, no businesses are participating in this program.

COMMERCIAL PROPERTY IMPROVEMENT PROGRAM

The Commercial Property Improvement Program (CPIP) is designed to improve the facades of privately owned commercial or industrial buildings in Hollywood's commercial areas. CPIP grant funds are available to property owners, outside of the CRA boundaries, who restore, renovate or improve the exterior of their building and property enhancing the visual quality and attractiveness of the corridor. The program consists of a reimbursement grant for a percentage of the construction costs up to a maximum amount of \$25,000.00 per property/property owner on a post-completion basis.

In FY 2024, a total of \$131,281 was expended for the CPIP program.

COMMUNITY REDEVELOPMENT AGENCY BUSINESS INCENTIVE PROGRAMS:

HOTEL IMPROVEMENT PROGRAM

The Hotel Improvement Program (HIP) has been established as an incentive for owners and tenants of small properties defined as hotel/motel, inn, or bed and breakfast, located in both the Downtown and Beach districts of the Hollywood CRA. This program provides a 33% reimbursement grant of up to \$250,000 or 20% of the assessed value, whichever is lower, for comprehensive fixed capital improvements to both the interior and exterior of the property. As part of receiving this grant, the property must become certified as a Superior Small Lodging or a AAA Diamond Rated Property.

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PROPERTY IMPROVEMENT PROGRAM

The Property Improvement Program (PIP) is an incentive grant program of the CRA for owners and tenant buildings located within the CRA districts. It provides a 50% reimbursement grant of up to \$75,000 for comprehensive fixed capital improvements to the exterior of the property. The goal of this program is to encourage commercial multi-family and single-family rental properties to renovate, restore and improve their property by enhancing its visual quality and attractiveness.

PAINT ONLY PROGRAM

The Paint Only Program (POP) is an incentive grant program of the CRA for owners and tenants of buildings located in the CRA districts. It provides a 50% reimbursement grant up to \$15,000 for cleaning, patching and painting of a building's exterior when done by a licensed contractor.

In FY 2024, a total of \$225,667 was expended for the PIP. There were no funds expended for the HIP or POP.

In FY 2024, \$319,441 was reimbursed to the Icon Office Development for the construction of the Streetscape work on the public right of way adjacent to the Icon Office Building that were incurred above the amounts in the fourth amendment to the developer's agreement.

FUTURE COMMERCIAL PROGRAMS:

The County will begin to pay \$3 million to the CRA Downtown District on December 31, 2025 through December 31, 2029. The Hollywood City Commission/CRA Board has approved development agreements that authorize a portion of the County's annual payments to be allocated to the Block 58 (the Bread Building) redevelopment and to the Tropic workforce housing development on Van Buren St. and Federal Highway.

- Agreement between the City, Downtown District and Van Jackson LLC and/or Tropic Hollywood, Inc., affiliates of Affiliated Development, LLC for the development a mixed-income, workforce housing project in the City of Hollywood. The CRA provides \$1.5 million when the project is at 50% or greater completion of construction. The City provides \$3.5 million in a forgivable loan from the ILA proceeds. The City and the CRA agree that 95% of the ad valorem or TIF revenue generated from the planned development will be annually reimbursed to Affiliated Development, LLC starting when the development generates TIF and ending on September 30, 2025 (estimated at \$602,122). Thereafter and ending on September 30, 2030, the CRA will pay the developer 95% of what the City's portion of TIF generated by project would be if TIF was still being paid to CRA (estimated at \$1,761,020). Total TIF reimbursements are capped at \$2.4 million.
- An agreement between the City, Downtown District and BTI Land Acquisitions, LLC for the redevelopment of Block 58 (former Hollywood Bread Building) with a mixed-use project including 361 luxury apartments and commercial retail space. The City and CRA agree that 95% of the ad valorem or TIF revenue generated from the planned development will be annually reimbursed to the BTI Land Acquisitions, LLC starting when the project generated TIF and ending on September 30, 2025. Thereafter, and ending on September 30, 2030, the CRA shall provide an amount equal to 95% of what the City's portion of the TIF generated from the completed Project would be if TIF was still being paid to the CRA plus an annual payment of \$280,000 or an amount equal to 95% of what Broward County's portion of the TIF generated by the complete project would be if the TIF was still being paid to the CRA, whichever is less. If the project is not substantially completed by December 31, 2024, the incentive expires and the agreement is terminated with no payments due.
- There are currently two other development projects for which the City/CRA are negotiating a proposed development agreement for the City Commission/CRA Board to consider that would need to transition fully to the City based on the current expected construction timeline:
 - Block 57 (former Publix Supermarket site): BTI acquired Block 57, a 3.25 +/- acre property, in January 2020, and plans to demolish the existing structure and construct two towers

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totaling approximately 775 apartment units, 115,000 square feet of retail space and 60,000 square feet of office space.

- Alta Hollywood: Alta Developers has approved plans for two 18-story towers with a total of 466 apartments and 7,000 square feet of retail space for a parcel generally located at 401 N. Federal Highway.

NOTE 19 – OTHER POSTEMPLOYMENT BENEFITS

The City accounts for postemployment health care benefits provided in accordance with GASB 75.

PLAN DESCRIPTION

The Postemployment Health Care Benefits Plan is a single-employer defined benefit plan administered by the City. Pursuant to the provisions of Section 112.0801, Florida Statutes, former employees and eligible dependents who retire from the City may continue to participate in the City's self-funded health and hospitalization plan for medical, prescription and drug coverage. Retirees are required to enroll in the Federal Medicare program for their primary coverage as soon as they are eligible. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

BENEFITS PROVIDED

Certain Other Post-Employment Benefits (OPEB) are available to all employees retiring from the City under the provisions of disability, early or normal retirement. The OPEB benefits include lifetime access to coverage for the retiree and dependents under the medical and prescription plans as well as participation in dental and vision plans sponsored by the City for employees.

Eligible retirees may choose the same medical plan available to active employees of the City. Dependents of retirees may be covered at the retiree's option the same as dependents of active employees. Prescription drug coverage is automatically extended to retirees and their dependents who continue coverage under the Medical Plan. Covered retirees and their dependents are subject to all the same medical and prescription benefits and rules for coverage are as active employees. Retirees and their dependents age 65 and over are required to enroll in Medicare Part B in order to remain covered under the program. The plan pays as secondary for claims otherwise covered under Medicare. Deferred retirement does not allow coverage to be elected at the time of retirement.

Employees covered by benefit terms: At September 30, 2024, a total of 3,010 participants were covered by the benefit terms:

Active employees or beneficiaries currently receiving benefit payments	1,414
Employees entitled to but not yet receiving benefit payments	93
Inactive employees	<u>1,503</u>
	<u>3,010</u>

TOTAL OPEB LIABILITY

The City's total OPEB liability of \$437,362,638 was determined by an actuarial valuation at October 1, 2023 for the measurement date of September 30, 2024.

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ACTUARIAL ASSUMPTIONS AND OTHER INPUTS

The total OPEB liability in the October 1, 2023 actuarial valuation was determined using the following actuarial assumptions and other inputs which were applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.6 percent
Salary increases	Same as pension plan assumptions
Discount rate	3.88%
Healthcare cost trend rates	Developed using the 2024 SOA long term medical trend model

The discount rate of 3.88% was based on the 20-year general obligation index at September 30, 2024. The Mortality Improvement Scale assumption was updated to the latest MP-2021 table.

The actuarial assumptions used on the September 30, 2024 measurement were based on pre and post-Medicare claims for the period April 1, 2022 through March 31, 2024.

CHANGES IN THE TOTAL OPEB LIABILITY

	Total OPEB Liability (a)
Balance at 9/30/23	\$ 329,694,033
Changes for the Year:	
Service cost	6,022,915
Interest	14,909,690
actual experience	39,835,310
Changes of assumptions or other inputs	62,241,690
Trust Contributions - Employer	(15,341,000)
Net Changes	107,668,605
Balance at 9/30/24	\$ 437,362,638

Changes in assumptions and other inputs reflect a change in the discount rate as noted below:

<u>Fiscal Year Ending:</u>	<u>Discount Rate:</u>
09/30/2017	3.50 %
09/30/2018	3.83 %
09/30/2019	2.75 %
09/30/2020	2.41 %
09/30/2021	2.19 %
09/30/2022	4.40 %
09/30/2023	4.63 %
09/30/2024	3.88 %

The mortality assumption is based on the SOA Pub 2010 headcount-weighted mortality tables, projected using mortality improvement scale MP-2021. The healthcare cost trend assumption was developed using the 2024 version of the Society of Actuaries (SOA) Getzen Long-Term Healthcare Cost Trend Model with baseline assumptions. The plan subsidy was also changed to be dependent on the participant division and date of hire.

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Sensitivity of the total OPEB liability to Changes in the discount rate. The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower and 1-percentage-point higher than the current discount rate.

	1% Decrease 2.88%	Discount Rate 3.88%	1% Increase 4.88%
Total OPEB Liability	\$ 504,035,940	\$ 437,362,638	\$ 383,460,013

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

	1% Decrease 3.04%	Healthcare Cost Trend Rates 4.04%	1% Increase 5.04%
Total OPEB Liability	\$ 376,839,852	\$ 437,362,638	\$ 513,344,528

OPEB Expense and Deferred Inflows of Resources Related to OPEB

For the year ended September 30, 2024, the City recognized a negative OPEB expense of \$4,171,597. OPEB is allocated to each fund based on each fund's proportionate share of the total active and retiree employee counts. At September 30, 2024 the City reported deferred outflows and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 34,144,551	\$ 79,318,144
Changes of assumptions	60,519,708	95,866,414
Changes in each Fund's proportionate share	11,733,528	11,733,528
	<u>\$ 106,397,787</u>	<u>\$ 186,918,086</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

For the Year Ended September 30:	Amount
2025	\$ (47,181,743)
2026	(17,964,003)
2027	(21,548,848)
2028	(21,548,846)
2029	13,140,715
Thereafter	<u>14,582,426</u>
Total	<u>\$ (80,520,299)</u>

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NOTE 20 – DEFINED BENEFIT PENSION PLAN INFORMATION

The following information is provided in accordance with GASB statement requirements on financial reporting for pensions. These statements prescribe standards for the measurement, recognition and display of pension expenditures/expenses and related liabilities, deferred outflows of resources, deferred inflows of resources, note disclosure and required supplementary information.

PLAN DESCRIPTIONS

The City, as a single employer, maintains three defined benefit pension plans covering substantially all full-time employees. As described in Note 1, the Employees Retirement Fund, Fire Pension Fund and Police Retirement Fund are included in the City's financial reporting entity. Sections 33.025 through 33.138 of the Hollywood City Code of Ordinances currently contain the specific provisions of each plan. The Board of Trustees of each plan can recommend to the City changes to the benefit provisions of their plan.

Each retirement fund provides retirement, disability, and death benefits, and certain cost-of-living adjustments to plan members and beneficiaries. Each retirement fund issues a publicly available financial report that includes financial statements and required supplementary information for the plan. Those reports may be obtained by writing or calling the retirement fund.

General Employees Retirement System	Fire Pension Fund	Police Retirement System
2450 Hollywood Boulevard Suite 204 Hollywood, Florida 33020 (954) 921-3333	310 South 62 Avenue Hollywood, Florida 33023 (954) 967-4331	4205 Hollywood Boulevard Suite 4 Hollywood, Florida 33021 (954) 967-4395

The financial statements of the Employees Retirement System, Fire Pension Fund, and Police Retirement System are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which the employee services are performed. Dividend and interest income, as well as both realized and unrealized gain or loss on investment sales is recognized when earned. Purchases and sales of investments are recorded on the date the trade is executed. Benefit payments and refunds to plan members are recognized when due and payable in accordance with the terms of the appropriate plan.

The Employees' Retirement Fund, Firefighter's Pensions and Retirement, and Police Officer's Retirement are governed by the City's Code, Sections 33.025 – 33.138. These sections contain the most relevant and up to date information regarding the plan provisions. If any of the below is inconsistent with the code, the code is the governing law.

PLAN MEMBERSHIP

Membership of each plan consisted of the following October 1, 2022, the date of the most recent actuarial valuation:

	Employees Retirement System	Fire Pension Fund	Police Retirement System
Inactive employees or beneficiaries currently receiving benefit payments	1,159	213	434
Inactive employees entitled to but not yet receiving benefit payments	63	22	11
Transfer members	6	-	-
Active Members	587	293	259
	<u>1,815</u>	<u>528</u>	<u>704</u>

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BENEFITS AND CONTRIBUTIONS

GENERAL EMPLOYEES' RETIREMENT SYSTEM/PLAN

NORMAL RETIREMENT

A member hired prior to July 15, 2009 must attain the age of 55 with five (5) years of credited service, or complete 25 years of credited service, regardless of age, in order to be eligible for normal retirement. For members hired on or after July 15, 2009, normal retirement date varies depending on date of hire and date of separation.

Employees Hired Prior to July 15, 2009:

A member hired prior to July 15, 2009, who is currently employed by the City, who has been contributing to the Plan during their full period of employment, and who exercises normal retirement is entitled to receive a retirement benefit equal to three percent (3%) of their average final compensation (based on the 78 highest consecutive bi-weekly pay periods during employment) multiplied by years of credited service, up to a maximum of 27 years, with a maximum benefit equal to 81 percent of the member's average final compensation.

For members hired prior to July 15, 2009 who retire on or after August 17, 2009 without entering the DROP, a two percent (2%) cost of living adjustment (COLA) will be payable annually three (3) years after retirement benefits begin. For members hired prior to July 15, 2009 who enter the DROP on or after August 17, 2009, a two percent (2%) COLA will be payable annually commencing the later of three (3) years after retirement benefits begin or one (1) year after separation employment following participation in the DROP. Contributions for these employees increased to nine percent (9%) of eligible compensation on June 19, 2019.

For members hired prior to July 15, 2009 who retire or enter the DROP on or after August 17, 2009 compensation excludes all earnings and payouts for blood time and compensatory time. Payouts for accumulated annual leave that may be counted as compensation for such members will not exceed 125 hours per year for employees covered by the general employees' bargaining unit; and will not exceed 60 hours per year for employees who retire from a position not covered by the general employees' bargaining unit.

Members who participated in the Supplemental Retirement System who were hired on or after October 1, 1976 and elected to participate in the contributory plan had the option of keeping their benefit accrual rate of one percent (1%) for credited years of service prior to the date the member started contributions, or paying additional contributions to obtain an increased benefit accrual rate for credited years of service prior to the date the member started contributions. Upon exercising normal retirement, the monthly retirement benefit for such members who elected not to pay the additional contribution would be computed using a combination of a rate of one percent (1%) for credited years of service prior to the date the member started contributions, and currently a benefit accrual rate of three percent (3%) for credited years of service after the date the member started contributions.

For General Fund Members Hired on or After July 15, 2009 but Prior to October 1, 2011 and Non-General Fund Members Hired on or After July 15, 2009 but Prior to March 5, 2014:

For members hired on or after July 15, 2009, normal retirement date and average final compensation varies based on date of hire and date of separation. Normal retirement date is based on a combination of age and years of credited service. Upon reaching normal retirement date, a member is entitled to a normal retirement benefit of two and one-half to three percent (2.5%-3%) of average final compensation for each year of credited service, up to a maximum benefit of 81 percent of average final compensation. Average final compensation is based on the member's highest 104 or 130 consecutive bi-weekly pay periods of credited service.

Vesting period will be seven (7) years of credited service.

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Compensation includes only the member's base pay, which includes longevity pay, but no other payments are included.

Eligibility for non-duty disability benefits commences upon the member completing seven (7) years of credited service.

A vested member who separates from City employment prior to his or her normal retirement date and does not receive a refund of contributions will have a right to receive a retirement benefit beginning at their normal retirement date based on the benefit formula in effect on the date of separation from City employment, years of credited service and average final compensation on that date.

Members contribute nine percent (9%) of their compensation to the Plan.

Members are not eligible to participate in the DROP.

Members are not eligible for a COLA after their retirement benefits commence.

For General Fund Members Hired on or After October 1, 2011 and Non-General Fund Members Hired on or After March 5, 2014

A general fund member hired on or after October 1, 2011, or a non-general fund member hired on or after March 5, 2014, must attain the age of 65 with seven (7) years of credited service, age 62 or older with 25 years of credited service, or 30 years of credited service regardless of age, in order to be eligible for normal retirement.

General fund members hired on or after October 1, 2011 will receive the same retirement benefits as members hired on or after July 15, 2009 but prior to October 1, 2011 subject to the amendments below:

Non-general fund members hired on or after March 5, 2014 will receive the same retirement benefits as members hired on or after July 15, 2009 but prior to March 5, 2014 subject to the amendments below:

Normal retirement date will be age 65 or older with seven (7) years credited service; age 62 or older with 25 years of credited service; or 30 years of credited service.

Vesting period is seven (7) years of credited service

Upon reaching normal retirement date, a member is entitled to a normal retirement benefit of two and one-half to three percent (2.5%) of average final compensation for each year of credited service, up to a maximum benefit of 81 percent of average final compensation.

Average final compensation will be based on the member's highest 130 consecutive bi-weekly pay periods of the last 260 bi-weekly pay periods of credited service.

Eligibility for non-duty disability benefits commences after completing seven (7) years of credited service.

Members are not eligible to participate in the DROP.

Members are not eligible for a COLA.

Members who separate from the City prior to their normal retirement date having completed seven (7) years of credited service, and having not received a refund of contributions, will have the right to receive a service retirement benefit beginning at age 65 based on the benefit formula in effect on the date of separation from City, years of credited service and average final compensation on that date.

For General Fund Members Hired Prior to October 1, 2011 Who Separate from the City on or After that Date but Before June 19, 2019 and Non-General Fund Members Hired Prior to March 5, 2014 Who Separate from the City on or After that Date but Before June 19, 2019

CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

As of September 30, 2011, benefits under the previously existing plan were frozen for general fund members. As of March 4, 2014, benefits under the previously existing plan were frozen for non-general fund members. (Note: For members in active service on June 19, 2019, benefits were restored.). The plan had numerous changes that impacted future benefits for members. Benefits were frozen and immediately vested for all members.

Member who was eligible to retire with normal retirement benefits on or before the plan freeze date were not frozen.

Under the benefit structure effective after the freeze date the normal retirement date was determined by hire date, age, amount of credited service on the freeze date, and date of separation.

Upon reaching normal retirement date, a member is entitled to a normal retirement benefit equal to the frozen benefit plus two and one-half percent (2.5%) of average final compensation for each year of credited service after the freeze date, up to a maximum benefit of 81 percent of average final compensation.

Average final compensation for future benefits after the freeze date will be based on the member's highest 130 consecutive bi-weekly pay periods of the last 260 bi-weekly pay periods of credited service.

Eligibility for non-duty disability benefits commences based on date of hire after completing five (5) or seven (7) years of credited service.

Members are not eligible to participate in the DROP.

Members are not eligible for a COLA for future benefits after the freeze date.

DISABILITY RETIREMENT

After five (5) years of credited service, a member hired prior to July 15, 2009 who becomes totally and permanently disabled, as defined by the Plan, may retire on a nonservice incurred disability retirement benefit. For members hired on or after July 15, 2009, eligibility for non-duty disability benefits commences upon the member completing seven (7) years of credited service.

A member under a disability retirement will be entitled to receive a retirement benefit equal to 75 percent of the member's salary if the disability occurred in the performance of an act of duty as an active employee of the City. A member under a disability retirement will be entitled to receive a retirement benefit equal to the member's accrued benefits, but not less than 20 percent of the member's average monthly compensation, which is payable until the member's death or recovery, if the disability occurred in the performance of an act other than duty as an active employee of the City.

PRERETIREMENT DEATH BENEFITS

When an active member, who is vested, dies before retirement, his or her designated beneficiary (or beneficiaries) will have the option of receiving the member's contribution to the Plan, plus simple interest at the rate of four percent (4%) per year, or benefit payments until his or her own death equal to the benefit payments the deceased member would have received had he or she retired on the day of his or her death having selected to receive his or her annuity as joint and last survivor, whereby the retired member will receive a reduced monthly benefit for life, and following the retired member's death, the same monthly benefit is paid to the member's designated beneficiary for life.

When a vested member, dies after separation from City employment but before retirement and having elected an optional form of benefit, his or her designated beneficiary (or beneficiaries) will have the option of receiving the member's contribution to the Plan, plus simple interest at the rate of four percent (4%) per year, or benefit payments based on the elected option commencing on the date the vested member would have become eligible for benefit payments. If the deceased vested member, did not elect an optional form of benefit, his or her designated beneficiary (or beneficiaries) will have the option of receiving the member's

CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

contribution to the Plan, plus simple interest at the rate of four percent (4%) per year in lieu of any other benefit. If the vested member did not designate a beneficiary, the member's contribution to the Plan, plus simple interest at the rate of four percent (4%) per year will be paid to the member's estate.

DEFERRED RETIREMENT OPTION PLAN (DROP)

This option is available to all members hired before July 15, 2009 and it may be elected on or after the member attains the age of 55, with at least 10 years of credited service, or 25 years of credited service, regardless of age, but prior to the completion of 30 years of credited service. The maximum participation in the DROP is the lesser of five (5) years or until the member's credited service plus DROP participation period equals 32 years. Members hired on or after July 15, 2009 are not eligible to participate in the DROP.

A member's credited service, accrued benefits and compensation calculation are frozen upon participation in the DROP. The monthly benefit amount is calculated based on credited service, average final monthly compensation, and retirement option selected.

Upon participation in the DROP, the member's contribution and the City's contribution to the Plan for the member cease as the member will not earn further credited service for pension purposes. For each member electing participation in the DROP, an individual DROP account will be created. Payment will be made by the Plan into the member's DROP account in an amount equal to the normal monthly retirement benefit, which the member would have received had the member separated from service and commenced receipt of pension benefits. Payments received by the member in the DROP account are tax deferred. DROP payments earn interest at the same rate as the net rate of investment returns on Plan assets except that in no event will DROP payments earn interest at a rate less than zero percent (0%) per annum. These amounts are included in the Plan's net position restricted for pension benefits.

Upon termination of employment, members will receive normal monthly retirement benefits as well as their funds from the DROP account in combination of a lump-sum distribution, and a rollover of the balance to another qualified retirement plan.

DROP participation does not affect any other death or disability benefits provided to members under federal law, State law, City ordinance or any rights or benefits under any applicable collective bargaining agreement. As of September 30, 2024, there were 77 members in the DROP and the estimated fair value of DROP investment was approximately \$10,333,000, which is included in the Plan's net position.

SUPPLEMENTAL PENSION BENEFIT DISTRIBUTION

Effective October 1, 2002, a supplemental pension benefit program was established for eligible members employed by the City on October 2, 2002, and members receiving benefits from the Plan on that date, or the spouses of such members if the members are deceased and the spouses are receiving benefits from the Plan. The benefit is payable for each year in which the net market rate of return on Plan assets exceeds the assumed rate of investment return plus four and one-half percent (4.5%). The net market rate of return on Plan assets met the required threshold to pay this benefit in fiscal year 2024 as the net market rate of return exceed the required threshold by 5.8%.

COST-OF-LIVING ADJUSTMENT (COLA)

On an annual basis, members hired before July 15, 2009 will receive an increase in the monthly retirement benefit of two percent (2%) for COLA starting three (3) years after retirement benefits begin. For members who enter the DROP, a two percent (2%) COLA will be paid annually, commencing the later of three (3) years after retirement benefits begin or one year after separation from employment following participation in the DROP. Members hired on or after July 15, 2009 are not eligible for a COLA.

NET PENSION LIABILITY – The City's net pension liability as measured as of September 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of October 1, 2022.

CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

ACTUARIAL ASSUMPTIONS – The total pension liability was determined by an actuarial valuation as of October 1, 2022 and rolled forward to the measurement date of September 30, 2023 using the following actuarial assumptions applied to all prior periods included in the measurement:

Rate of return on Investments	7.00%
Annual Salary Increased	3.00% to 8.00% depending on service, including inflation
Inflation Rate	2.50%
Cost of Living Adjustments	None
Mortality	The PUB-2010 Headcount Weighted General Below Median Employee Male Table (pre-retirement), the PUB-2010 Headcount Weighted General Below Median Employee Female Table (pre-retirement), the PUB-2010 Headcount Weighted General Below Median Healthy Retiree Male Table (post-reirement), and the PUB-2010 General Below Median Healthy Retiree Female Table (post-retirement). These tables use ages set back one year for males and mortality improvements to all future years after 2010 using scale MP-2018. These are the same rates used for Regular (non-Teacher) Class members in the July 1, 2021 Actuarial Valuation of the Florida Retirement System (FRS), as required under Florida Statutes, Chapter 112.63.

The long-term expected rate of return on pension plan investments are developed for each major asset class by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of real rates of return for each major asset class included in the pension plan's target asset allocations as of September 30, 2024 are summarized in the following table:

	Real Rate of Return	Target (%)
Fixed Income	1.72 %	25.00 %
Domestic Equity	6.29	27.50
International Equity	6.39	17.50
Real Estate	3.24	7.50
Private Credit	5.91	10.00
Private Equity	9.43	10.00
Infrastructure	5.72	2.50
Emerging Markets Equity	7.63	*

*Target % is within the various equities classifications.

DISCOUNT RATE

The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumes plan members will contribute at the current contribution rate and the City will continue to make future contributions at rates equal to the difference between the total actuarially determined contribution rate and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

CHANGES IN NET PENSION LIABILITY – GENERAL EMPLOYEES RETIREMENT SYSTEM:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balance, beginning of year	<u>\$ 622,680,740</u>	<u>\$ 385,662,031</u>	<u>\$ 237,018,709</u>
Changes for the year:			
Service Cost	6,779,525	-	6,779,525
Interest	42,681,318	-	42,681,318
Differences between expected and actual experience	16,128,178	-	16,128,178
Contributions-employer	-	25,492,473	(25,492,473)
Contributions-employee	-	3,674,797	(3,674,797)
Contributions-non-employer	-	49,833	(49,833)
Net Investment Income	-	37,798,193	(37,798,193)
Benefit Payments	(38,513,438)	(38,513,438)	-
Refunds of Contributions	(940,866)	(940,866)	-
Administrative expense	-	(1,031,636)	1,031,636
Net changes	<u>26,134,717</u>	<u>26,529,356</u>	<u>(394,639)</u>
Balance, end of year	<u><u>\$ 648,815,457</u></u>	<u><u>\$ 412,191,387</u></u>	<u><u>\$ 236,624,070</u></u>

SENSITIVITY OF THE NET PENSION LIABILITY TO CHANGES IN THE DISCOUNT RATE

The following presents the net pension liability of the City, calculated using the discount rate of 7.00%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease 6.00%	Discount Rate 7.00%	1% Increase 8.00%
Net Pension Liability	<u>308,741,863</u>	<u>236,624,070</u>	<u>176,273,093</u>

PENSION PLAN FIDUCIARY POSITION

Detailed information about the pension plan's fiduciary net position is available in a separately issued Employees Retirement Fund financial report.

PENSION EXPENSES AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS

For the fiscal year ended September 30, 2024, the City recognized pension expense of \$36,280,292. The City allocated pension liabilities, deferred outflows, deferred inflows, and pension expense based on each fund's proportionate share of the collective pensionable wages. Pension expense is comprised of the below:

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CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

Service Cost	\$ 6,779,525
Interest	42,681,318
Contributions-employee	(3,674,798)
Non-Employer Contributing Entity Contributions	
(made negative for addition here)	(49,833)
Projected Earnings on Plan Investments	(26,601,933)
Administrative expense	1,031,636
Net Amortization of Deferred Outflows/Inflows	16,114,377
Total Pension Expense	<u>\$ 36,280,292</u>

The difference between the actuarial pension expense and the actual pension expense relates to the timing of pension settlement expenses per the actuary and GAAP. The City has decided to adjust the actuarial figure to match the prior year annual report resulting in a minor variance between the actual and actuarial pension expense. In addition, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between Expected and Actual Experience	\$ 10,838,604	\$ -
Change of assumptions	6,747,421	-
Net difference between Projected and Actual Earnings on Pension Plan Investments	14,572,856	-
Changes in proportionate share - Funds	7,411,162	7,411,162
Contributions subsequent to the measurement date	26,508,097	-
	<u>\$ 66,078,140</u>	<u>\$ 7,411,162</u>

Deferred outflows of resources related to pensions resulting from contributions after the measurement but prior to the City's fiscal year-end date totaling \$26,508,097 will be recognized as a reduction of net pension liability in the fiscal year ending September 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ended September 30,	Net Deferred Outflows/ (Inflows)
2025	\$ 13,836,780
2026	8,325,671
2027	12,235,681
2028	(2,239,251)
	<u>\$ 32,158,881</u>

FIRE PENSION FUND

PENSION BENEFITS

The pension plan provides retirement, death, and disability benefits for its participants.

CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

ELIGIBILITY

Full-time employees who are classified as fulltime Firefighters shall participate in the System as a condition of employment.

CREDITED SERVICE

Total years and fractional parts of years of employment with the City as a Firefighter with Member contributions.

TIER 1 MEMBER

Hired prior to July 16, 2009.

TIER 2 MEMBER

Hired on or after July 16, 2009.

COMPENSATION

For Tier 1 Members: Wages, workers' compensation/supplemental compensation, cash conversion of holiday benefits, not more than 300 hours of overtime per calendar year, 70% of cash payment of accumulated, unused annual leave paid at the time of retirement or entry into DROP (applicable only to those employees hired on or before July 3, 2013), expense allowances, and educational incentive payments from the Insurance Commissioner's Trust Fund. For the purposes of this definition, the term "accumulated, unused annual leave" shall be capped at the amount reflected in the payroll records of the City for each member of the plan in the first full pay period of July 2013.

For Tier 2 Members: Same as for Tier 1 Members except that overtime is limited to 200 hours per calendar year.

AVERAGE FINAL COMPENSATION (AFC)

Tier 1 Members: Average compensation of the three highest years of credited service.

Tier 2 Members hired prior to October 1, 2011: Average-compensation of the five highest years of credited service.

Tier 2 Members hired on or after October 1, 2011: Average-compensation of the five highest consecutive years of credited service.

MEMBER CONTRIBUTIONS

Tier 1 Members: 8% of compensation.

Tier 2 Members: 9.5% of compensation.

RPRB Members: Either 0.5%, 8.0%, or 9.5% depending upon Tier and election.

NORMAL RETIREMENT

Date: Earlier of 1) Age 50 with 10 years of credited service, or 2) 23 Years of credited service, regardless of Age.

CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

BENEFIT AMOUNT:

Tier 1 Members: 3.30% of average final compensation times credited service. Maximum benefit of 86% of average final compensation.

Tier 2 Members: 3.20% of average final compensation times credited service. Maximum benefit of 80% of Average Final Compensation.

Minimum Benefit: 2.75% of average final compensation times credited service:

Form of Benefit: For unmarried members, ten year Certain and life annuity. For married members, 50% joint and survivor annuity with ten years certain.

COST OF LIVING INCREASES

Tier 1 Members: Normal Service Retirees (including disability) receive a 2.00% per year cost-of-living adjustment commencing the later of three years after retiree's benefit payments have begun or one year after completion of DROP participation.

Tier 2 Members: Normal Service Retirees (including disability) receive a 2.50% cost-of-living adjustment commencing two years after retirement and every two years thereafter.

DISABILITY RETIREMENT

Any participant who becomes totally and permanently disabled as certified by medical examination may retire on a non-service incurred disability retirement benefit after five years of credited service. Such a member may retire on a service incurred disability retirement benefit if disabled as a result of the performance of duty, without regard to the credited service at the time of disability.

The monthly non-service incurred disability retirement benefit is equal to 25% of salary at the time of determination of disability. The monthly service incurred disability retirement benefit is equal to 75% of salary at the time of determination of disability. The benefit is reduced by any workmen's compensation, pension or benefits under similar law payable to the firefighter or his dependents.

DEATH BENEFITS

If a participant dies in the performance of service, a monthly death benefit of 50% of the deceased firefighter's monthly salary at the time of death is payable to the participant's beneficiary until the earlier of death or remarriage of the beneficiary. For members having completed at least five years of service who die while not on active duty, the plan provides a monthly benefit of 25% of the deceased participant's compensation at the time of death. In no event shall these benefits be less than the participant's Vested Accrued Benefit payable at Normal Retirement Date.

Upon the death of a participant receiving retirement payouts, a benefit equal to 50% of the retirement benefit of the deceased participant is payable to their surviving spouse so long as they remain unmarried, provided such spouse had been married to the deceased participant not less than two years immediately preceding their death.

DEFERRED RETIREMENT OPTION PLAN (DROP)

Tier 1 Members eligible for normal retirement with less than 30 years of service are eligible to participate in the DROP while continuing their active employment as a firefighter. Upon participation in the DROP, the member becomes a retiree for all Plan purposes so that he or she ceases to accrue any further benefits under the Plan. Normal retirement benefits otherwise payable to the member as a result of retirement are accumulated and invested in the DROP to be distributed to the member upon his or her termination of employment. Participation in the DROP ceases after 8 years. Pre-DROP service plus DROP service cannot exceed 33 years.

CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

VESTING

100% after 10 years of Credited Service. The benefit amount for Tier 1 members is payable at age 50; for Tier 2 members is payable at age 55.

SUPPLEMENTAL PENSION CHECK (13th CHECK)

If the actual asset return of the trust exceeds the assumed actuarial return for any fiscal year, The value of the supplemental pension benefit fund shall be equal to the value of the positive difference, if any, between the annual investment return (up to a maximum rate of 10%) and the annual fund earnings assumption rate of 8% to a maximum annual investment return value of up to 2% as calculated on the eligible retirees' portion of the Fund's earnings attributable to assets apportioned to retiree benefit liability.

Members not eligible to retire as of September 30, 2011 are not eligible for Supplemental Pension distributions.

PLANNED RETIREMENT (LUMP SUM) BENEFIT

In order to participate in the Planned Retirement Benefit a member must submit in writing declaring their intent to participate in the Planned Retirement Benefit at any time on or after reaching the member's normal retirement date.

Members who elect to participate in the Planned Retirement Benefit shall not exceed 33 years of service, including service while participating in the Planned Retirement Benefit.

A member who elects to participate in the Planned Retirement Benefit will receive the normal retirement benefit they would have been eligible to receive during the Planned Retirement Period had the member actually retired at a point during the look-back period that begins on the entry date into the Planned Retirement Benefit and ends on the date of termination. The maximum look-back period is 8 years from the date of termination. If the member chooses a normal retirement benefit based on age and service during the look-back period, they will receive a lump sum with interest based on the normal retirement benefit payable during the look-back period.

The crediting rate applicable to any lump sum payment shall be calculated in arrears equal to 100% of the first 4% of plan earnings plus 100% of plan earnings in excess of 6%. If the Plan is 80% to 90% funded, the crediting rate will be based on the 100% of the 4% of plan earnings plus 100% of plan earnings in excess of 5%. If the Plan is at least 90% funded, the crediting rate will be based on 100% of actual plan earnings. The member will share in asset losses in those years where the plan returns are negative.

Reformed Planned Retirement Benefit (RPRB) - Eligibility: Same as for Normal Retirement Election: Any time on or after eligibility for Normal Retirement a Member may declare in writing intent to participate. Participation: Not to exceed 96 months or when the Member completes 33 years of service with the City. Contribution Rate: Either 8.0% of Salary for Members who want the same options at termination of employment as were provided in the original PRB (lump sum, increased annuity, or combination thereof) or 0.5% of Salary for Members who only get the lump sum option at termination of employment. Benefit: Lump sum option - Benefit calculated as of the date the Member elected participation in the RPRB and accumulated to date of termination of employment with the actual plan earnings, net of investment related expenses. Larger Annuity Option - Benefit calculated as of a date in between the Member's first election to participate in the PRB/RPRB and their date of termination of employment accumulated with earnings to the date of termination.

SHARE PLAN

Effective July 16, 2009, the City of Hollywood Firefighters' Pension System created The City of Hollywood Chapter 175 Share Plan ("Share Plan") in accordance with Chapter 175 Florida Statutes. The Share Plan is managed and administered by the Board of Trustees of the City of Hollywood Firefighters' Pension System. The Share Plan is funded exclusively through excess, un-dedicated Chapter 175 insurance

CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

premium rebate taxes. The membership of the Share Plan consists of all firefighters in active service as of July 16, 2009, excluding retired members and persons who have entered the DROP prior to July 16, 2009. The Share Plan assets are invested by the Board in government insured certificates of deposit or bonds or mutual funds or money market funds or commingled funds thereof, as determined by the Board. The Share Plan is at no actuarial or other cost to the City of Hollywood. All administrative expenses of the Share Plan are deducted from each year's available premium tax money before it is credited to the share accounts to pay for plan administration by the Board.

REFUND OF PARTICIPANT CONTRIBUTIONS

A participant who terminates employment and is ineligible for pension benefits is refunded his or her contribution without interest.

COST OF LIVING ADJUSTMENT

Tier 1 Members receive a 2% per year COLA commencing the later of 3 years after retiree's benefit payments have begun or 1 year after completion of DROP participation. Tier 2 Members receive a 2.5% COLA commencing 2 years after retirement and every 2 years thereafter.

CONTRIBUTIONS

Members hired prior to July 16, 2009 make contributions to the Fund of 8% of compensation until member has accrued the maximum benefit of 86% of average final compensation, thereafter percentage reduces to 0.5% of compensation.

Members hired on or after July 16, 2009 make contributions to the Fund of 9.5% of compensation until member has accrued the maximum benefit of 80.0% of average final compensation.

The City of Hollywood pays into the Fund such amount as is determined, by actuary, to provide for benefits under the Fund not met by member contributions.

PLAN CHANGES:

There were no amendments or changes to the actuarial methods for fiscal year September 30, 2024.

NET PENSION LIABILITY

For Fiscal year 2024, The City's net pension liability measured as of September 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of October 1, 2022.

ACTUARIAL ASSUMPTIONS

The total pension liability was determined by an actuarial valuation as of October 1, 2022 using the following actuarial assumptions applied to all prior periods included in the measurement:

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CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

Inflation Rate	2.50%
Annual Salary Increased	Service Based
Discount Rate	7.50%
Investment Rate of Return	7.50%
Mortality	Healthy Active Lives PubS.H-2010 for Employees, set forward one year. Healthy Retiree Lives PubS.H-2010 (Above Median) for HealthyRetirees, set forward one year. Beneficiary Lives Female: PubG.H-2010 (Above Median) for Healthy Retirees. Male: PubG.H-2010 (Above Median) for Healthy Retirees, set back one year. Disabled Lives 80% PubG.H-2010 for Disabled Retirees / 20% PubS.H-2010 for Disabled Retirees.

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of real rates of return for each major asset class included are summarized in the following table:

<u>Asset Class</u>	<u>Target</u>	<u>Real Rate</u>
Domestic Equity	50.00	7.50 %
International Equity	15.00	8.50
Core Fixed Income	15.00	2.50
Non Core Fixed Income	5.00	2.50
Global Fixed Income	5.00	3.50
Real Estate	10.00	4.50
	<u>100.00</u>	

DISCOUNT RATE

The discount rate used to measure the total pension liability was 7.50%. The projection of cash flows used to determine the discount rate assumes plan member contributions will be at the current contribution rate and that Sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rate and the member rate. Based on those assumptions, the Pension Plan's Fiduciary Net Position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the Long-Term Expected Rate of Return on Pension Plan Investments was applied to all periods of projected benefit payments to determine the Total Pension Liability.

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CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

CHANGES IN NET PENSION LIABILITY – FIRE PENSION FUND

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balance, beginning of year	\$ 489,103,213	\$ 271,425,127	\$ 217,678,086
Changes for the year:			
Service Cost	7,123,096	-	7,123,096
Interest	36,212,576	-	36,212,576
Differences between expected and actual experience	(963,646)	-	(963,646)
Contributions-employer	-	22,370,124	(22,370,124)
Contributions-State	-	2,386,458	(2,386,458)
Contributions-employee	-	2,090,274	(2,090,274)
Net Investment Income	-	34,666,271	(34,666,271)
Benefit Payments	(26,761,833)	(26,761,833)	-
Contributions - buy-back	55,136	55,136	-
Administrative expense	-	(686,662)	686,662
DROP Default Loan Payment	9,837	9,837	-
Other changes	824,278	-	824,278
Net changes	16,499,444	34,129,605	(17,630,161)
Balance -end of year	\$ 505,602,657	\$ 305,554,732	\$ 200,047,925

SENSITIVITY OF THE NET PENSION LIABILITY TO CHANGES IN THE DISCOUNT RATE

The following presents the net pension liability of the City, calculated using the discount rate of 7.50%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

1% Decrease 6.50%	Discount Rate 7.50%	1% Increase 8.50%
\$ 245,897,454	\$ 200,047,925	\$ 162,059,680

PENSION PLAN FIDUCIARY POSITION

Detailed information about the pension plan's fiduciary net position is available in a separately issued Fire Pension Fund financial report.

PENSION EXPENSES AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS

For the fiscal year ended September 30, 2024, the City recognized pension expense of \$33,604,210:

Service Cost	\$ 7,123,096
Interest	36,212,576
Contributions-employee	(2,073,275)
Share Plan Allocation	824,278
Projected Earnings on Plan Investments	(20,337,815)
Administrative expense	686,662
Net Amortization of Deferred Outflows/Inflows	11,168,688
Total Pension Expense	<u>\$ 33,604,210 *</u>

* Difference between incurred and actuarial pension expense relates to State Contribution (recorded as revenue by the pension plan).

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In addition, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between Expected and Actual Experience	\$ 11,941,669	\$ 825,984.00
Change of assumptions	2,254,512	-
Net difference between Projected and Actual Earnings on Pension Plan Investments	17,987,070	-
Contributions subsequent to the measurement date	24,087,670	-
	<u>\$ 56,270,921</u>	<u>\$ 825,984</u>

Deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date but prior to the City's fiscal year-end totaling \$24,087,670 will be recognized as a reduction of net pension liability in the fiscal year ending September 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ended September 30,	Net Deferred Outflows/(Inflows)
2025	\$ 8,053,453
2026	8,776,359
2027	16,401,058
2028	(2,189,362)
2029	453,423
Thereafter	(137,664)
	<u>\$ 31,357,267</u>

POLICE OFFICERS' RETIREMENT SYSTEM

ELIGIBILITY:

Participants are eligible if the participant is an active employee, at least 18 years of age, have passed all required medical examinations and other requirements of the City, and have completed the requirements of the Police academy. Additionally, participants are further divided into 3 distinct groups called: Group One Restored Members (Group One), Group Two Restored Members (Group Two), and Group Three Restored Members (Group Three).

Group One consists of participants employed on February 20, 2019 who were hired on or before September 30, 2011 and will be eligible to retire on or before September 30, 2021 based on a normal retirement date of age 50 or 22 years of continuous service.

Group Two consists of participants employed on February 20, 2019 who were hired on or before September 30, 2011 and will not be eligible to retire until after September 30, 2021 based on a normal retirement date of age 50 or 22 years of continuous service.

Group Three consists of participants who were hired after September 30, 2011.

AVERAGE FINAL COMPENSATION:

For the purposes of Group One and Group Two participants only, average final compensation shall include the average of the participant's highest 3 years of earnings preceding the actual retirement or termination

CITY OF HOLLYWOOD, FLORIDA

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date of such participant. For purposes of Group Three participants only, average final compensation shall include the arithmetic average of earnings for the 60 highest consecutive months of the last 120 months of credited service prior to retirement, termination, or death.

BENEFITS:

For purposes of Group One and Group Two participants only, participants who have attained age 50 or completion of 22 years of continuous service are eligible for retirement benefits. For purposes of Group Three participants only, participants who have attained age 55 with 10 years of continuous service or upon completion of 22 years of continuous service are eligible for retirement benefits.

Group One Normal Retirement Benefits:

Effective February 20, 2019, the following benefits will apply to Group One participants only: A 3% multiplier for the first 20 years of continuous service, a 4% multiplier for the 21st year of continuous service, and upon completion of 22 years of continuous service, and an accrued benefit of 80% of average final compensation.

Group One participants employed on February 20, 2019 who did not participate in the deferred retirement option plan (the DROP plan) shall receive a 2% annual increase in benefits commencing 3 years after the date retirement benefits begin. Group One participants employed on February 20, 2019 who participated in the DROP plan shall receive a 2% annual increase in benefits commencing upon the later of (i) separation of employment and (ii) 3 years after the participant entered the DROP plan.

Only those Group One participants employed on February 20, 2019 and participating in either the DROP plan or the reformed planned retirement benefit on February 20, 2019 shall be eligible for the supplemental pension distribution.

A maximum normal retirement benefit of 80% of average final compensation.

Eligibility to participate in the DROP plan, with the Group One participant to select an entry date on or after the day the participant attained age 50 or completed 22 years of continuous service, subject to the existing limitation of 30 years of service with the City.

Participants with 10 or more years of continuous service shall be eligible to receive a vested benefit commencing upon attainment of age 50.

Group Two Normal Retirement Benefits:

Effective October 1, 2021, the following pension benefits in effect on September 30, 2011 will be restored to Group Two participants:

A 3% multiplier for the first 20 years of continuous service, a 4% multiplier for the 21st year of continuous service, and upon completion of 22 years of continuous service, an accrued benefit of 80% of average final compensation.

Group Two participants employed on February 20, 2019 who do not participate in the DROP plan shall receive a 2% annual increase in benefits commencing 3 years after the date retirement benefits begin. Group Two participants employed on February 20, 2019 who participate in the DROP plan shall receive a 2% annual increase in benefits commencing upon the later of (i) separation of employment and (ii) 3 years after the participants entered the DROP plan.

A maximum normal retirement benefit of 80% of average final compensation.

Eligibility to participate in the DROP plan, with the Group Two participant to select an entry date on or after the day the participant attained age 50 or completed 22 years of continuous service, subject to the existing limitation of 30 years of service with the City. Upon reaching a normal retirement date, a Group Two

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participant may elect to participate in the reformed planned retirement benefit as an alternative to choosing DROP plan participation but cannot participate in both.

Group Two participants with 10 or more years of continuous service shall be eligible to receive a vested benefit commencing upon attainment of age 50.

Group Three Normal Retirement Benefits:

Effective October 1, 2022, the following pension benefit changes will be made for Group Three participants:

Maintain the 3% multiplier for the first 21 years of continuous service but allow Group Three participants to retire upon completion of 22 years of creditable service at an accrued benefit of 75% of their average final compensation.

Group Three restored members employed who do not participate in the DROP plan shall receive a 2.5% annual increase in benefits commencing three years after the date retirement benefits begin and continuing every other year thereafter. Group Three members who participate in the DROP plan shall receive a 2.5% annual increase in benefits commencing upon the later of separation of employment and three years after the members entered the DROP plan and continuing every year thereafter.

A maximum normal retirement benefit of 75% of average final compensation.

Increase the maximum participation period for Group Three participants in the reformed planned retirement benefit from 5 years to 8 years at any time upon attainment of normal retirement date.

Eligibility to participate in the DROP plan, with the Group Three restored member to select an entry date on or after the day the participant attained age 55 with 10 years of service or completes 22 years of continuous service, subject to the existing limitation of 30 years of service with the City. Upon reaching a normal retirement date, a Group Three restored members may elect (irrevocable) to participate in the reformed planned retirement benefit as an alternative to choosing DROP plan participation but cannot participate in both.

DISABILITY

Any member who, receives a medically substantiated service-connected injury, disease or disability, as determined by the medical board, which injury, disease or disability permanently incapacitates the member, physically or mentally, from their regular and continuous duties as a police officer, will receive a benefit equal to the greater of their accrued benefit on the date of disability based on the applicable benefit rate or 50% of earnings at the time of determination or disability.

Members with at least five years of continuous service who sustain a non-service-connected disability and who must have applied for Social Security disability benefits as well as workers' compensation benefits if applicable may receive a benefit equal to 2.50% of their average monthly earnings multiplied by years of service.

No member with at least five years of continuous service shall receive less than 25.00% of his average monthly earnings in effect at the time of determination of disability. Upon attainment of age 50, the benefit will be recomputed as a normal retirement benefit with consideration for service granted for the period that the member was receiving a disability retirement payment.

DEATH BENEFITS

A service-incurred death benefit will be paid to the surviving spouse at the rate of 50.00% of the member's monthly earnings at the time of death. A non-service-incurred death benefit will be paid to the surviving spouse at the rate of 25.00% of the member's monthly earnings at the time of death. Death benefits are payable to the surviving spouse until death or remarriage. Upon the death or remarriage of the spouse, the death benefits are payable to the member's dependent children until the youngest child reaches the age of

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18. If the participant is not married at the time of death, and the participant has no surviving children, and the participant fails to designate a beneficiary, then the monthly benefit shall be paid to the participant's estate for a period of 10 years.

COST-OF-LIVING ADJUSTMENT

Group One participants and Group Two participants employed on February 20, 2019 who did not participate in the DROP plan shall receive a 2% annual increase in benefits commencing 3 years after the date retirement benefits begin. Group One participants and Group Two participants employed on February 20, 2019 who participated in the DROP plan shall receive a 2% annual increase in benefits commencing upon the later of (i) separation of employment and (ii) 3 years after the participants entered the DROP plan.

SUPPLEMENTAL DISTRIBUTION

There shall be payable to eligible persons a supplemental pension distribution for each fiscal year in which the actual rate of investment return earned on Plan assets exceeds the assumed rate of investment return on Plan assets. The total amount of the supplemental pension distribution for a particular fiscal year shall be equal to the actuarial present value of future retirement benefits, as calculated on the eligible retirees' portion of the Plan's earnings attributable to assets apportioned to retiree benefit liability, multiplied by the excess (not to exceed 2%) of the actual rate of investment return over the assumed rate of investment return for the fiscal year. The Board of Trustees shall determine who is an eligible person and the specific amount to be paid to each eligible person; provided, however, that only those Group One participants employed on February 20, 2019 and participating in either the DROP plan or the reformed planned retirement benefit on February 20, 2019 shall be eligible for the supplemental pension distribution.

DEFERRED RETIREMENT OPTION PLAN

Group One and Group Two participants who elect to enter the DROP plan shall have the option to receive One of the following: the variable rate of return, which for any month shall be the actual net rate of investment gain or investment loss on the Plan's assets for the month, determined as of the last day of the month, reduced in the event of a net investment gain or increased in the event of a net investment loss by an administrative fee determined by the Board; or 6% per year, minus administrative costs provided if Plan earnings exceed 6% per year, earnings in excess of 6% per year and not in excess of 12% per year shall offset the City's cost of maintaining the DROP plan program, and Plan earnings in excess of 12% per year shall be divided between the DROP participant and the City. Members eligible to retire before February 29, 2013 or members eligible for normal retirement based on years of service or age as of September 30, 2011 will receive an 8% fixed rate of return.

The maximum period of participation in the DROP plan for participants who entered the DROP plan shall be the lesser of 8 years or that period of participation in the DROP plan that would result in a total of 30 years of employment with the City. The City employment of each participant who elects to participate in the DROP plan after June 7, 2006, shall terminate not later than the end of the participant's maximum period of participation in the DROP plan.

The DROP may receive eligible rollover contributions from eligible governmental 457(b) plans. These rollover contributions remain in a variable-rate account as described above and do not qualify for the fixed rate option.

A summary of the changes in the DROP balance as of September 30, 2024 is as follows:

Beginning Balance	\$	130,862,444
Additions		4,038,855
Distributions		(7,123,844)
Net Earnings		11,178,534
Ending Balance	\$	<u>138,955,989</u>

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Current DROP participants or retirees may borrow against their DROP account balance up to the maximum amount permitted by the Internal Revenue Service (IRS).

No interest shall be earned or paid by the Plan on funds loaned from the DROP account until repaid. The DROP loan program is administered in accordance with the loan policy adopted by the Board and shall comply with all applicable IRS rules and regulations governing such loans.

A summary of the changes in the DROP loans receivable balance as of September 30, 2024 is as follows:

Beginning Balance	\$	977,521
Additional Loans		650,500
Loan Repayments		<u>(1,128,832)</u>
Ending Balance	\$	<u>499,189</u>

PLANNED RETIREMENT BENEFIT

The Plan provides for a benefit to be known as the Planned Retirement Benefit (PRB) and a benefit known as the Reformed Planned Retirement Benefit (RPRB). The PRB, as described below, will be retroactive to October 1, 2011, but any participant who retires or enters the DROP prior to July 17, 2013, will not be eligible for the PRB. Effective September 16, 2015, the RPRB was created and shall be as described below.

For Group Three participants, to be eligible for either the PRB or the RPRB, the participant must submit a written election, on a specified form, declaring the participant's intent to participate at any time on or after reaching the participant's normal retirement date. For Group Three participants electing to participate in the RPRB, the specified form will identify the maximum number of years the participant may participate in the PRB and the participant's latest employment termination date based on the maximum number of years identified. The participant will also have to make an irrevocable election of one of the following options:

- During the period of participation in the RPRB, contribution at the participant's contribution rate as established in the ordinance until termination of employment, and upon termination, election of one of the 3 options regarding how the participant wishes to receive the RPRB earned (identical to the 3 options that are provided for the PRB as follows); or
- During the period of participation in the RPRB, contribution equal to 0.5% of the participant's earnings until termination of employment, and upon termination, taking of a lump sum that would be valued based on the number of years the participant worked after electing to participate in the PRB, RPRB, or combination of both (or the number of years for which the participant elects to receive benefits as follows).

A participant who elects to participate in the PRB or the RPRB shall not exceed 30 years of service with the City, including any time participating in the PRB and/or the RPRB. A participant may terminate employment any time prior to reaching the earlier of the maximum participation period for the PRB and/or the RPRB, as noted below, or 30 years of service with the City. A Group Three participant may participate in the PRB, the RPRB, or a combination of both, for a maximum of 8 years. A participant who reaches their normal retirement date but not more than 30 years of service with the City may, upon termination of employment, elect to receive benefits under the PRB, the RPRB, or a combination of both, for a period of not more than 8 years.

When a participant who has participated in the PRB, but has not participated in the RPRB, terminates employment, the participant shall elect how they wish to receive the PRB earned. The participant may choose to take (i) a maximum lump sum payment that would be valued based on the number of years the participant worked after electing to participate in the PRB (or the number of years for which the participant elects to receive benefits as noted above); (ii) a larger final pension annuity payment (meaning a larger annuity than that earned prior to electing to participate in the PRB) based on the number of years the participant worked after electing to participate in the PRB (or the number of years for which the participant

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elects to receive benefits as noted above): or (iii) any combination of a lump sum payment and larger annuity by dividing the years worked after electing to participate in the PRB (or the number of years for which the participant elects to receive benefits as noted above) between a lump sum payment and larger annuity payments. Any lump sum payment must be paid out to the participant at termination (i.e., it cannot be left in the Plan).

Upon termination of employment, a participant who, at the beginning of their period of commencement in the RPRB, made the irrevocable election to take their benefit in a lump sum upon termination will be allowed to leave the lump sum in the Plan. The Plan's actual investment rates of return (whether positive or negative) shall be applied to the lump sum for as long as any portion thereof remains in the Plan. For as long as any portion of the lump sum remains in the Plan, the participant shall pay a fee, in an amount to be determined by the Board, for the administrative cost of managing the lump sum, or portion thereof, that remains in the Plan.

While participating in the PRB and/or the RPRB, a participant shall continue making their applicable contributions, as provided in the Plan, until termination of employment.

Any participant who has reached their normal retirement date, and has submitted the written election form to participate in the PRB or the RPRB, shall maintain the right to participate in the PRB or the RPRB up to the date on which the maximum period applicable to the participant has been reached or employment has terminated pursuant to the terms of the PRB or the RPRB, as provided above, and no amendment to the Plan may alter this right.

For any participant who reached their normal retirement date between October 1, 2011, and July 17, 2013, the time such participant worked between their normal retirement date (on or after October 1, 2011) and the date the participant submits the PRB election form may be included in the participant's PRB participation period, provided the participant shall not exceed the maximum period of participation set forth above.

The lump sum payment, if elected, shall be calculated based upon the monthly values of the participant's final pension annuity benefit determined using the participant's creditable service, average final compensation, and multiplier, as provided in the Plan as of the beginning of the elected PRB or RPRB participation period, plus earnings on such amounts as provided below, subject to the limitations as follows.

Investment earnings applicable to any lump sum payment shall be calculated in arrears using the net investment rate earned by the Plan on its net assets for each month of creditable service worked during the PRB or RPRB participation period and applied to the prior pension annuity balance including all prior months of creditable service, including prior monthly earnings. The investment earnings shall be compounded monthly to determine the amount of investment earnings to be credited during each year of the PRB or RPRB participation period. The aggregate value of the monthly investment earnings calculations will determine the amount of investment earnings to be credited for the PRB or RPRB participation period. The investment earnings credited to said participant will be net of the investment earnings retained by the Plan as follows.

The following applies only to the PRB. Regarding any Plan earnings calculated into the participant's lump sum payment, there shall be no losses counted in those years for which the Plan return is negative, and no investment earnings will be credited for such negative years. In any year for which Plan earnings are greater than 4% (applied monthly at the rate of 0.327%), the next 2% (applied monthly at the rate of 0.165%) of Plan earnings (i.e., the annual earnings between 4% and 6%) shall be excluded from the participant's lump sum payment and retained by the Plan to offset unfunded liabilities. All earnings in excess of 6% will be split equally between the participant and the Plan until the Plan is 90% funded, at which time the split of earnings in excess of 6% will end and earnings in excess of 6% will be kept by the participant (but earnings between 4% and 6% will continue to remain in the Plan to offset unfunded liabilities). The split of earnings in excess of 6% will resume if the funding of the Plan drops below 90%.

If an eligible participant who is participating in the PRB or RPRB dies during the participant's PRB or RPRB participation period, then the participant's designated beneficiary or, if there is no designated beneficiary,

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then the participant's estate shall make the election provided above with respect to the PRB or RPRB earned.

In accordance with Ordinance 0-2019-02, eligible participants had a one-time opportunity to elect to transfer from the RPRB to the DROP. The participant's participation date for the DROP was retroactive to the date the participant would have otherwise been eligible had the DROP benefit not been altered.

There were no PRB or RPRB balances as of September 30, 2024.

SHARE PLAN

Effective June 30, 2002, the Hollywood Police Officers Share Plan (the Share Plan), a defined contribution plan was created to implement the provisions of Chapter 185, Florida Statutes and to provide means whereby police officers of the City may receive benefits from the funds provided for that purpose by the Statutes. The Share Plan is allocated to each participant based on the total months of credit for each Share Plan Year.

Commencing on July 17, 2013, the State funds received by the City pursuant to the Florida Statutes Chapter 185 shall be used to offset City contribution requirements and not divided into individual share accounts.

A summary of the Share Plan as of September 30, 2024 was:

Beginning Balance	\$	2,186,423
Distributions		(116,596)
Net Income		449,087
Ending Balance	\$	<u>2,518,914</u>

CONTRIBUTIONS

Each police officer makes contributions to the Fund at the rate of 8% of their earnings until February 20, 2019. After such date, Group One, Group Two, and Group Three participants shall contribute 9.5% of their earnings. Upon entry into the DROP, members shall cease making contributions.

If a police officer's service is terminated for reasons other than death or retirement, their accumulated contributions are returned to them with 3% interest, compounded annually.

The City of Hollywood pays into the Fund such an amount as is determined actuarially to provide for benefits under the Fund not met by member contributions.

NET PENSION LIABILITY

The City's net pension liability as measured as of September 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of October 1, 2022.

ACTUARIAL ASSUMPTIONS

The total pension liability was determined by an actuarial valuation as of October 1, 2022 and rolled forward to the measurement date of September 30, 2023 using the following actuarial assumptions applied to all prior periods included in the measurement:

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Rate of return on Investments	8.00%
Annual Salary Increased	5.03% - 10.67%, average, including inflation
Inflation Rate	2.50%
Cost of Living Adjustments	Group 1 and 2 = 2%; Group 3 = None
Mortality	Pre-Retirement Mortality: Female: PubG.H-2010 Headcount Weighted Safety Employee Set Forward 1 year; projected generationally using projection scale MP-2018 Male: PubG.H-2010 Headcount Weighted Safety Below Median Employee Set Forward 1 year; projected generationally using projection scale MP-2018 Post Retirement Healthy Mortality: Female: PubG.H-2010 Headcount Weighted Safety Healthy Retiree Set Forward 1 year; projected generationally using projection scale MP-2018 Male: PubG.H-2010 Headcount Weighted Safety Below Median Healthy Retiree Set Forward 1 year; projected generationally using projection scale MP-2018 Post Retirement Disabled Mortality: Pub-2010 80% Headcount Weighted General Disabled Retiree; 20% Headcount Weighted Safety Disabled Retiree; projected generationally using projection scale MP-2018

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of real rates of return for each major asset class included are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Domestic Equity	68.00 %	7.50 %
International Equity	-	8.50 %
Domestic Bonds	14.00	2.50 %
International Bonds	-	3.50 %
Real Estate	10.00	4.50 %
Alternative Assets	8.00	6.41 %
	<u>100.00 %</u>	

DISCOUNT RATE

The discount rate used to measure the total pension liability was 8.00%. The projection of cash flows used to determine the discount rate assumes plan members will contribute at the current contribution rate and the City will continue to make future contributions at rates equal to the difference between the total actuarially determined contribution rate and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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CHANGES IN NET PENSION LIABILITY – POLICE RETIREMENT SYSTEM

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balance, beginning of year	\$ 618,594,764	\$ 352,439,505	\$ 266,155,259
Changes for the year:			
Service Cost	6,946,480		6,946,480
Interest	51,699,290		51,699,290
Differences between expected and actual experience	11,649,521		11,649,521
Change of benefit terms	7,947,235		7,947,235
Contributions-employer	-	25,189,146	(25,189,146)
Contributions-State	-	2,119,082	(2,119,082)
Contributions-employee	-	3,337,832	(3,337,832)
Net Investment Income	-	42,137,876	(42,137,876)
Benefit Payments	(34,306,431)	(34,306,431)	-
Refunds of Contributions	(116,192)	(116,192)	-
Administrative expense		(713,440)	713,440
Other changes		89,243	(89,243)
Net changes	43,819,903	37,737,116	6,082,787
Balance -end of year	\$ 662,414,667	\$ 390,176,621	\$ 272,238,046

SENSITIVITY OF THE NET PENSION LIABILITY TO CHANGES IN THE DISCOUNT RATE

The following presents the net pension liability of the City, calculated using the discount rate of 8.00%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (7.00%) or 1-percentage-point higher (9.00%) than the current rate:

	POLICE OFFICERS' RETIREMENT SYSTEM		
	1% Decrease (7.00%)	Current Rate (8.00%)	1% Increase (9.00%)
Net Pension Liability	329,607,955	272,238,046	224,650,435

PENSION PLAN FIDUCIARY NET POSITION

Detailed information about the pension plan's fiduciary net position is available in a separately issued Police Retirement Fund financial report.

PENSION EXPENSES AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS

For the fiscal year ended September 30, 2024, the City recognized pension expense of \$46,783,847:

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Service Cost	\$ 6,946,480
Interest	51,699,290
Change in benefit terms	7,947,235
Expensed portion of current-period difference between expected and actual experience in the total pension liability	3,106,539
Contributions-employee	(3,337,832)
Other	(89,243)
Projected Earnings on Plan Investments	(28,019,130)
Expensed portion of current-period differences between actual and projected earnings on plan investments	(2,823,749)
Administrative expense	713,440
Net Amortization of Deferred Outflows/Inflows	10,640,817
Total Pension Expense	<u>\$ 46,783,847 *</u>

* Difference between incurred and actuarial pension expense relates to the State Supplemental Pension Contribution.

In addition, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between Expected and Actual Experience	\$ 8,709,953	\$ 1,592,168
Net difference between Projected and Actual Earnings on Pension Plan Investments	17,549,552	-
Contributions subsequent to the measurement date	31,087,571	-
	<u>\$ 57,347,076</u>	<u>\$ 1,592,168</u>

Deferred outflows of resources related to pensions resulting from contributions after the measurement date but prior to the City's fiscal year-end totaling \$31,087,571 will be recognized as a reduction of net pension liability in the year ending September 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ended September 30,	Amortization
2025	\$ 5,956,160
2026	6,436,627
2027	15,098,300
2028	(2,823,750)
	<u>\$ 24,667,337</u>

FLORIDA RETIREMENT SYSTEM

FRS RETIREMENT BENEFITS

The City provides retirement benefits to its Mayor, 6 City Commissioners and 4 retired elected officers through the Florida Retirement System (FRS and HIS).

The City participates in the Florida Retirement System (FRS). The FRS was created in Chapter 121, Florida Statutes, to provide a defined benefit pension plan for participating public employees. The FRS was amended in 1998 to add the Deferred Retirement Option Program under the defined benefit plan and amended in 2000 to provide a defined contribution plan alternative to the defined benefit plan for FRS members effective July 1, 2002. This integrated defined contribution pension plan is the FRS Investment Plan. Chapter 112, Florida Statutes, established the Retiree Health Insurance Subsidy (HIS) Program, a

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cost-sharing multiple-employer defined benefit pension plan, to assist retired members of any state-administered retirement system in paying the costs of health insurance.

The FRS is a single retirement system administered by the Florida Department of Management Services, Division of Retirement, and consists of the two cost-sharing, multiple-employer defined benefit plans and other non-integrated programs. An annual comprehensive financial report of the FRS, which includes its financial statements, required supplementary information, actuarial report, and other relevant information, is available from the Florida Department of Management Services' Web site (www.dms.myflorida.com).

The City's pension expense for FRS and HIS totaled \$102,674 for the fiscal year ended September 30, 2024.

BENEFITS AND CONTRIBUTIONS:

PLAN DESCRIPTION

The FRS Pension Plan (Plan) is a cost-sharing multiple-employer defined benefit pension plan, with a Deferred Retirement Option Program (DROP) for eligible employees. The general classes of membership are as follows:

Regular Class – Members of the FRS who do not qualify for membership in the other classes.

Elected County Officers Class – Members who hold specified elective offices in local government.

Senior Management Service Class (SMSC) – Members in senior management level positions.

Special Risk Class – Members who are employed as law enforcement officers and meet the criteria to qualify for this class.

Employees enrolled in the Plan prior to July 1, 2011, vest at six years of creditable service and employees enrolled in the Plan on or after July 1, 2011, vest at eight years of creditable service. All vested members, enrolled prior to July 1, 2011, are eligible for normal retirement benefits at age 62 or at any age after 30 years of service (except for members classified as special risk who are eligible for normal retirement benefits at age 55 or at any age after 25 years of service). All members enrolled in the Plan on or after July 1, 2011, once vested, are eligible for normal retirement benefits at age 65 or any time after 33 years of creditable service (except for members classified as special risk who are eligible for normal retirement benefits at age 60 or at any age after 30 years of service). Members of the Plan may include up to 4 years of credit for military service toward creditable service.

The Plan also includes an early retirement provision; however, there is a benefit reduction for each year a member retires before his or her normal retirement date. The Plan provides retirement, disability, death benefits, and annual cost-of-living adjustments to eligible participants.

DROP, subject to provisions of Section 121.091, Florida Statutes, permits employees eligible for normal retirement under the Plan to defer receipt of monthly benefit payments while continuing employment with an FRS employer. An employee may participate in DROP for a period not to exceed 60 months after electing to participate, except that certain instructional personnel may participate for up to 96 months. During the period of DROP participation, deferred monthly benefits are held in the FRS Trust Fund and accrue interest. The net pension liability does not include amounts for DROP participants, as these members are considered retired and are not accruing additional pension benefits.

BENEFITS PROVIDED

Benefits under the Plan are computed on the basis of age and/or years of service, average final compensation, and service credit. Credit for each year of service is expressed as a percentage of the average final compensation. For members initially enrolled before July 1, 2011, the average final compensation is the average of the five highest fiscal years' earnings; for members initially enrolled on or

CITY OF HOLLYWOOD, FLORIDA

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SEPTEMBER 30, 2024**

after July 1, 2011, the average final compensation is the average of the eight highest fiscal years' earnings. The total percentage value of the benefit received is determined by calculating the total value of all service, which is based on the retirement class to which the member belonged when the service credit was earned. Members are eligible for in-line-of-duty or regular disability and survivors' benefits. The following chart shows the percentage value for each year of service credit earned:

Class, Initial Enrollment, and Retirement Age/Years of Service	<u>% Value</u>	
Regular Class Members Initially Enrolled Before July 1, 2011:		
Retirement at age 62 or with 30 years of service	1.60	%
Retirement at age 63 or with 31 years of service	1.63	
Retirement at age 64 or with 32 years of service	1.65	
Retirement at age 65 or with 33 years of service	1.68	
Regular Class Members Initially Enrolled on or After July 1, 2011:		
Retirement up to age 65 or up to 33 years of service	1.60	
Retirement at age 66 or with 34 years of service	1.63	
Retirement at age 67 or with 35 years of service	1.65	
Retirement at age 68 or with 36 years of service	1.68	
Elected County Officers	3.00	
Senior Management Service Class	2.00	
Special Risk Regular:		
Service from December 1, 1970 through September 30, 1974	2.00	
Service on and after October 1, 1974	3.00	

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

CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

CONTRIBUTIONS

The Florida Legislature establishes contribution rates for participating employers and employees. Contribution rates effective July 1, 2024, are as follows:

Class	Percent of Gross Salary	
	Employee	Employer (1)
FRS, Regular	3.00 %	13.63 %
FRS, Elected Local Officers	3.00	58.68
FRS, Senior Management Service	3.00	34.52
FRS, Special Risk Regular	3.00	32.79
FRS, Special Risk Administrative	3.00	39.82
DROP - Applicable to Members for		
All of the Above Classes	0.00	21.13
FRS, Reemployed Retiree	(2)	(2)

(1) Employer rates include 2.00% for the postemployment health insurance subsidy. Also, employer rates, other than for DROP participants, include .06% for administrative costs of the Investment Plan.

(2) Contribution rates are dependent upon retirement class in which reemployed.

The City's contributions, for FRS and HIS totaled \$155,270 and employee contributions totaled \$7,930 for the fiscal year ended September 30, 2024.

PENSION LIABILITIES, PENSION EXPENSE, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS

At September 30, 2023, the City reported a liability of \$863,623 for its proportionate share of the Plan's net pension liability. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2024. The City's proportionate share of the net pension liability was based on the City's FY 2024 fiscal year contributions relative to the FY 2023 fiscal year contributions of all participating members. At June 30, 2024, the City's proportionate share was 0.002232468%.

For the fiscal year ended September 30, 2024, the City recognized pension expense of \$99,780 related to the Plan. In addition, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 87,249	\$ -
Change of assumptions	118,367	-
Net difference between Projected and Actual Earnings on Pension Plan Investments	-	57,401
Changes in Employer Proportion	21,782	77,203
Contributions subsequent to the measurement date	36,810	-
	<u>\$ 264,208</u>	<u>\$ 134,604</u>

CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

The deferred outflows of resources related to pensions, totaling \$36,810, resulting from City contributions to the Plan after the measurement date but prior to the City's fiscal year-end will be recognized as a reduction of the net pension liability in the fiscal year ending September 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ended September 30,	Net Deferred Outflows/(Inflows)
2025	\$ (8,220)
2026	89,295
2027	6,509
2028	308
2029	4,902
Thereafter	-
	<u>\$ 92,794</u>

ACTUARIAL ASSUMPTIONS – The total pension liability in the July 1, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Rate of Return on Investments	6.70% net of pension investment expense, including inflation
Annual Salary Increases	3.5% average, including inflation
Inflation Rate	2.40%
Mortality	PUB-2010, projected generationally with Scale MP-2021

The actuarial assumptions used in the June 30, 2024, valuation was based on the results of an actuarial experience study for the period July 1, 2018, through June 30, 2023.

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

Asset Class	Target Allocation	Annual Arithmetic Return	Compound Annual/Geometric Return	Standard Deviation
Cash	1.00 %	3.30 %	3.30 %	1.10 %
Fixed Income	29.00	5.70	5.60	3.90
Global Equity	45.00	8.60	7.00	18.20
Real Estate	12.00	8.10	6.80	16.60
Private Equity	11.00	12.40	8.80	28.40
Strategic Investments	2.00	6.60	6.20	8.70
Assumed Inflation Mean			2.40 %	1.50 %

CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

DISCOUNT RATE

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

SENSITIVITY OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY TO CHANGES IN THE DISCOUNT RATE

The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 6.70%, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease	Discount Rate	1% Increase
	5.70%	6.70%	7.70%
City's proportionate share of the Net Pension Liability	1,519,083	863,623	314,537

PENSION PLAN FIDUCIARY NET POSITION

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

THE RETIREE HEALTH INSURANCE SUBSIDY PROGRAM (HIS):

PLAN DESCRIPTION

The Retiree Health Insurance Subsidy Program (HIS Plan) is a non-qualified, cost-sharing multiple-employer defined benefit pension plan established and administered in accordance with section 112.363, Florida Statutes. The Florida Legislature establishes and amends the contribution requirements and benefit terms of the HIS Program. The benefit is a monthly payment to assist eligible retirees and surviving beneficiaries of the State-administered retirement systems in paying their health insurance costs.

BENEFITS PROVIDED

For the fiscal year ended June 30, 2024, retirees and beneficiaries received a monthly HIS payment equal to the number of years of creditable service completed at the time of retirement multiplied by \$7.50. The payments are at least \$45 but not more than \$225 per month, pursuant to Section 112.363, Florida Statutes. To be eligible to receive a HIS Plan benefit, a retiree under a State-administered retirement system must provide proof of health insurance coverage, which may include Medicare.

CONTRIBUTIONS

The HIS Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all active FRS members. For the fiscal year ended June 30, 2024, the contribution rate was 1.66% of payroll pursuant to section 112.363, Florida Statutes. The City contributed 100% of its statutorily required contributions for the current and preceding three years. The HIS Plan contributions are deposited in a separate trust fund from which payments are authorized. The HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event the legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or canceled.

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NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

PENSION LIABILITIES, PENSION EXPENSE, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS

At September 30, 2024, the City reported a net pension liability of \$85,588 for its proportionate share of the HIS Plan's net pension liability. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2024. The City's proportionate share of the net pension liability was based on the City's FY 2017 fiscal year contributions relative to the total FY 2021 fiscal year contributions of all participating members. At June 30, 2024, the City's proportionate share was 0.000570549%.

For the fiscal year ended September 30, 2024, the City recognized pension expense of \$2,894 related to the HIS Plan. In addition, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflow of Resources	Deferred Inflow of Resources
Difference between expected and actual experience	\$ 826	\$ 164
Change of assumptions	1,515	10,133
Changes in proportion and differences between City HIS contributions and proportionate share of HIS contributions	5,241	5,289
Contributions subsequent to the measurement date	1,410	-
	<u>\$ 8,992</u>	<u>\$ 15,586</u>

The deferred outflows of resources related to pensions, totaling \$1410, resulting from City contributions to the HIS Plan after the measurement date but prior to the City's fiscal year-end will be recognized as a reduction of the net pension liability in the fiscal year ending September 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ended September 30,	Net Deferred Outflow /(Inflow)
2025	\$ (1,299)
2026	(1,602)
2027	(2,334)
2028	(1,632)
2029	(889)
Thereafter	(247)
	<u>\$ (8,003)</u>

ACTUARIAL ASSUMPTIONS

The total pension liability in the July 1, 2024, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

Municipal Bond Rate	3.93%
Annual Salary Increases	3.5% average, including inflation
Inflation Rate	2.40%
Mortality	PUB-2010 base table, projected generationally with Scale MP-2021

DISCOUNT RATE

The discount rate used to measure the total pension liability was 3.93%. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go basis, the depletion date is immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the HIS Plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index.

SENSITIVITY OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY TO CHANGES IN THE DISCOUNT RATE

The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 3.93%, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease 2.93%	Discount Rate 3.93%	1% Increase 4.93%
City's proportionate share of the Net Pension Liability	\$ 97,431	\$ 85,588	\$ 75,756

PENSION PLAN FIDUCIARY NET POSITION

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

SUMMARY OF PENSION EXPENSE, DEFERRED OUTFLOWS AND DEFERRED INFLOWS OF RESOURCES RELATED TO ALL PENSIONS OF THE CITY

For the fiscal year ended September 30, 2024 the City recognized the below as a result of GASB No. 68.

	General Employees' Pension	Police Pension	Fire Pension	FRS/HIS Pension	Total
Deferred Outflows	\$ 66,078,140	\$ 57,347,076	\$ 56,270,921	\$ 273,200	\$ 179,969,337
Deferred Inflows	7,411,162	1,592,168	825,984	150,190	9,979,504
Net Pension Liability	236,624,070	272,238,046	200,047,925	949,211	709,859,252
Pension Expense	36,280,292	46,783,847	33,604,210	102,674	116,771,023

CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

NOTE 21 – DEFINED CONTRIBUTION PENSION PLAN INFORMATION

The City has a contract with Mission Square (formerly ICMA-RC) and Nationwide Retirement Solutions for a defined contribution plan covering certain employees with an employment agreement with the City. The plan is established under the provisions of Section 401(a) of the Internal Revenue Code as Money Purchase Plans and Trusts. In addition, there is a second 401(a) plan between the Hollywood Community Redevelopment Agency and ICMA-RC covering the executive director and employees of the agency. The assets of the plans are self-directed, and investment results are reported to employees quarterly. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment return. The plans do not require nor permit employee contributions. During fiscal year 2024, the City and CRAs contributed approximately \$541,451 to these defined contribution plans. Of this amount, approximately \$344,116 was contributed on behalf of CRA employees who are not covered under any other City retirement plan. Plan participants become fully vested in the plans upon entry. The plans were established by City Commission resolutions. The City does not have control over the assets of the defined contribution plans and, accordingly, the plans are not reported in the accompanying financial statements.

DEFERRED COMPENSATION PLANS

The City offers certain employees deferred compensation plans created in accordance with Internal Revenue Code Section 457. The plans, managed by independent plan administrators, permit employees to defer a portion of their salary until future years. At the employee's election, such amounts may be invested in mutual funds which represent varying levels of risk and return. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. All amounts of compensation deferred under the plans, all property and rights purchased with those amounts, and all income attributable to those amounts, are held in trust, for the exclusive benefit of the plans' participants and their beneficiaries. Since the City has no control over these assets, they are not reflected in the City's statements.

NOTE 22 – IMPLEMENTATION OF GOVERNMENTAL ACCOUNTING STANDARDS BOARD STATEMENTS

The City implemented the following GASB Statements during the fiscal year ended September 30, 2024:

GASB Statement No. 99, *Omnibus 2022*. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. The requirements related to clarifications of: GASB 53 - Accounting and Financial Reporting for Derivative Instruments, GASB 87 - Leases, GASB 94 - Public-Private and Public-Public Partnerships and Availability Payment Arrangements, and GASB 96 - Subscription Based Information Technology Arrangements. The requirements related to extension of the use of LIBOR, accounting for SNAP distributions, disclosures of nonmonetary transactions, pledges of future revenues by pledging governments, clarification of certain provisions in Statement 34, as amended, and terminology updates related to Statement 53 and Statement 63 are effective upon issuance. The requirements related to leases, PPPs, and SBITAs are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. The requirements related to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement 53 are effective for fiscal years beginning after June 15, 2023, and all reporting periods thereafter. This statement did not have a significant impact on the City's financial statements and/or the notes to the financial statements.

GASB Statement No. 100, *"Accounting Changes and Error Corrections—an amendment of GASB Statement No. 62"*. This Statement defines *accounting changes* as changes in accounting principles, changes in accounting estimates, and changes to or within the financial reporting entity and describes the transactions or other events that constitute those changes. This Statement prescribes the accounting and

CITY OF HOLLYWOOD, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2024

financial reporting for (1) each type of accounting change and (2) error corrections. This Statement requires that (a) changes in accounting principles and error corrections be reported retroactively by restating prior periods, (b) changes to or within the financial reporting entity be reported by adjusting beginning balances of the current period, and (c) changes in accounting estimates be reported prospectively by recognizing the change in the current period. The provisions of this Statements will be effective for the City beginning with its year ending September 30, 2024. This statement did not have a significant impact on the City's financial statements and/or the notes to the financial statements.

NOTE 23 – PRONOUNCEMENTS ISSUED BUT NOT YET ADOPTED

GASB Statement No. 101, "Compensated Absences". This Statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. This Statement also establishes guidance for measuring a liability for leave that has not been used, generally using an employee's pay rate as of the date of the financial statements. The provisions of this Statements will be effective for the City beginning with its year ending September 30, 2025. Management has not yet determined the effect this statement will have on the City's financial statements.

GASB Statement No. 102, "Certain Risk Disclosures". This Statement requires a government to assess whether a concentration or constraint makes the primary government reporting unit or other reporting units that report a liability for revenue debt vulnerable to the risk of a substantial impact. Additionally, this Statement requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. If a government determines that those criteria for disclosure have been met for a concentration or constraint, it should disclose information in notes to financial statements in sufficient detail to enable users of financial statements to understand the nature of the circumstances disclosed and the government's vulnerability to the risk of a substantial impact. The provisions of this Statements will be effective for the City beginning with its year ending September 30, 2025. Management has not yet determined the effect this statement will have on the City's financial statements.

GASB Statement No. 103, "Financial Reporting Model Improvements". This Statement requires that the information presented in MD&A be limited to the related topics discussed in five sections: (1) Overview of the Financial Statements, (2) Financial Summary, (3) Detailed Analyses, (4) Significant Capital Asset and Long-Term Financing Activity, and (5) Currently Known Facts, Decisions, or Conditions. Furthermore, this Statement stresses that the detailed analyses should explain why balances and results of operations changed rather than simply presenting the amounts or percentages by which they changed. This Statement requires that the proprietary fund statement of revenues, expenses, and changes in fund net position continue to distinguish between operating and nonoperating revenues and expenses. Operating revenues and expenses are defined as revenues and expenses other than nonoperating revenues and expenses. Nonoperating revenues and expenses are defined as (1) subsidies received and provided, (2) contributions to permanent and term endowments, (3) revenues and expenses related to financing, (4) resources from the disposal of capital assets and inventory, and (5) investment income and expenses. This Statement requires governments to present budgetary comparison information using a single method of communication—RSI. Governments also are required to present (1) variances between original and final budget amounts and (2) variances between final budget and actual amounts. An explanation of significant variances is required to be presented in notes to RSI. This Statement requires governments to present each major component unit separately in the reporting entity's statement of net position and statement of activities if it does not reduce the readability of the statements. The provisions of this Statements will be effective for the City beginning with its year ending September 30, 2026. Management has not yet determined the effect this statement will have on the City's financial statements.

CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

GASB Statement No. 104, "Disclosure of Certain Capital Assets". This Statement requires certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement 34. Lease assets recognized in accordance with Statement No. 87, *Leases*, and intangible right-to-use assets recognized in accordance with Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, should be disclosed separately by major class of underlying asset in the capital as-sets note disclosures. Subscription assets recognized in accordance with Statement No. 96, *Subscription-Based Information Technology Arrangements*, also should be separately disclosed. In addition, this Statement requires intangible assets other than those three types to be disclosed separately by major class. This Statement also requires additional disclosures for capital assets held for sale. The provisions of this Statements will be effective for the City beginning with its year ending September 30, 2026. Management has not yet determined the effect this statement will have on the City's financial statements.

NOTE 24 – COMMUNITY REDEVELOPMENT

Hollywood Beach Community Redevelopment Agency – Pursuant to Florida Statute 163.387, listed below is a summary of the sources and amounts of deposits to, and the purpose and amounts of withdrawals from, the Community Redevelopment Agency Funds (CRA) for the fiscal year ended September 30, 2024.

	Beach CRA	
	Deposits	Withdrawals
Source of Deposits		
Tax Increment - City of Hollywood	\$ 19,217,275	\$ -
Tax Increment - Broward County	14,268,541	-
Tax Increment - Children's Services Council	1,159,612	-
Investment Revenue	2,936,576	-
Other Revenue	18,997	-
Source of Withdrawals		
Debt Service - Principal	-	7,032,435
Debt Service - Interest	-	187,954
Salaries, Wages, and Benefits	-	2,877,311
Consultants, Legal, and Other Contractual Services	-	1,502,534
Training	-	3,819
Utilities	-	185,245
Insurance	-	99,144
Maintenace, Repairs, and Other Operating	-	168,666
Consumables and Supplies	-	97,345
Central Services	-	10,716,187
Promotional, Special Events, and Advertising	-	197,102
Trolley Service	-	422,084
Capital	-	12,584,887
	<u>\$ 37,601,002</u>	<u>\$ 36,074,713</u>

Note: Deposits equal revenues and transfers in. Withdrawals equal expenditures and transfers out.

CITY OF HOLLYWOOD, FLORIDA

**NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2024**

	<u>Downtown CRA</u>	
	<u>Deposits</u>	<u>Withdrawals</u>
Source of Deposits		
Tax Increment - City of Hollywood	\$ 7,596,918	\$ -
Tax Increment - Broward County	5,639,182	-
Tax Increment - Children's Services Council	458,636	-
Tax Increment - South Broward	95,498	-
Investment Revenue	953,453	-
Sale of Assets	918,742	-
Source of Withdrawals		
Debt Service - Principal	-	366,859
Debt Service - Interest	-	10,038
Salaries, Wages, and Benefits	-	864,517
Consultants, Legal, and Other Contractual Services	-	1,005,054
Training	-	4,167
Utilities	-	20,097
Insurance	-	11,362
Maintenance, Repairs, and Other Operating	-	22,565
Consumables and Supplies	-	563,903
Central Services	-	2,544,198
Promotional, Special Events, and Advertising	-	1,999,927
Trolley Service	-	178,723
Capital	-	8,371,442
	<u>\$ 15,662,429</u>	<u>\$ 15,962,852</u>

NOTE 25 – CONTINUING AND SUBSEQUENT EVENTS

Beginning January 1, 2025, the Downtown District (Community Redevelopment District) exists on a non-TIF basis. The County will contribute 5 annual payments of \$3 million from December 31, 2025 to December 31, 2029 (total of \$15 million). The contributions are restricted for CRA purposes (Florida Statute 163.387(6)). The Beach District's termination date is June 25, 2027. The Downtown District's termination date is on or before September 30, 2041.

The City initiated a purchase And Sale Agreement, Special Warranty Deed, And Required Closing Documents For The Purchase Of Property Located At 1702-1710 And 1716 Harrison Street For The Amount Of \$4,968,000.00 (Resolution R2024-406). A parking garage is expected to be constructed on the property in conjunction with the Block 58 Project.

On December 4, 2024, the Commission approved R-2024-407 that declares the City's intent to seek debt proceeds for reimbursable capital costs relating to the Series 2025 Parking Project. The parking garage above is part of the expected financing if applicable.

Management is currently not aware of any other subsequent events.

REQUIRED SUPPLEMENTARY INFORMATION



CITY OF HOLLYWOOD, FLORIDA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024
(Unaudited - See accompanying independent auditors' report)

	(Enclosed - See accompanying independent auditors' report)			Variance with Final Budget - Positive (Negative)
	Budgeted Amounts			
	Original	Final	Actual	
REVENUES:				
Property Taxes	\$ 140,116,209	\$ 140,095,764	\$ 140,763,334	\$ 667,570
Utilities Service Taxes	22,492,000	22,492,000	25,832,979	3,340,979
Franchise Taxes	16,450,000	16,450,000	18,686,523	2,236,523
Licenses and Permits	2,570,000	2,570,000	2,051,713	(518,287)
Intergovernmental	20,930,000	20,930,000	20,643,946	(286,054)
Charges for Services	70,604,679	70,428,240	72,070,424	1,642,184
Investment Revenue	760,000	744,612	6,420,326	5,675,714
Miscellaneous	3,411,000	3,421,000	5,204,351	1,783,351
Total Revenues	<u>277,333,888</u>	<u>277,131,616</u>	<u>291,673,596</u>	<u>14,541,980</u>
EXPENDITURES:				
Current:				
General Government:				
City Commission	1,650,642	1,844,916	1,841,836	3,080
City Manager	3,273,362	3,727,342	3,663,818	63,524
City Clerk	882,879	914,002	758,223	155,779
City Attorney	3,789,388	3,944,051	3,914,284	29,767
Financial Services	19,884,432	15,703,498	9,352,926	6,350,572
Human Resources	2,354,668	2,498,921	2,425,475	73,446
Planning & Development Services	1,875,089	2,155,986	1,714,677	441,309
Design & Construction Mgmt	3,721,155	3,801,848	3,476,241	325,607
Code Enforcement	4,759,097	4,700,074	4,243,420	456,654
Total General Government	<u>42,190,712</u>	<u>39,290,638</u>	<u>31,390,900</u>	<u>7,899,738</u>
Public Safety:				
Police	111,906,225	112,640,521	109,767,334	2,873,187
Fire	79,849,633	80,943,525	81,381,067	(437,542)
Total Public Safety	<u>191,755,858</u>	<u>193,584,046</u>	<u>191,148,401</u>	<u>2,435,645</u>
Public Works:				
Maintenance	<u>15,788,458</u>	<u>16,075,720</u>	<u>16,364,227</u>	<u>(288,507)</u>
Transportation:				
Engineering	<u>3,115,461</u>	<u>3,275,134</u>	<u>3,011,957</u>	<u>263,177</u>
Economic Environment:				
Community Development	3,473,887	3,303,937	2,765,012	538,925

(Continued)

(Continued)

CITY OF HOLLYWOOD, FLORIDA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024
(Unaudited - See accompanying independent auditors' report)

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Culture and Recreation:				
Recreation and Parks	\$ 13,522,640	\$ 13,497,787	\$ 12,684,991	\$ 812,796
Marina	1,072,309	1,155,124	1,020,888	134,236
Total Culture and Recreation	14,594,949	14,652,911	13,705,879	947,032
Capital Outlay:				
General Government	148,255	293,858	196,240	\$ 97,618
Public Safety	212,920	205,719	4,956	200,763
Culture and Recreation	-	10,574	10,574	-
Total Capital Outlay	361,175	510,151	211,770	298,381
Principal	1,515,670	1,900,229	1,900,227	2
Interest on Long-term Debt	42,881	96,291	96,291	-
Total Expenditures	272,839,051	272,689,057	260,594,664	12,094,393
Excess (Deficiency) of Revenues Over (Under) Expenditures	4,494,837	4,442,559	31,078,932	26,636,373
OTHER FINANCING SOURCES (USES)				
Transfers In	7,332,824	7,332,824	7,332,824	-
Transfers Out:	(11,867,661)	(29,794,416)	(29,794,416)	-
Sale of Assets	40,000	40,000	5,054	(34,946)
Debt Proceeds	-	-	-	-
Lease Acquisition	-	106,532	106,532	-
SBITA	-	-	-	-
Premium Proceeds	-	-	-	-
Total Other Financing Sources (Uses)	(4,494,837)	(22,315,060)	(22,350,006)	(34,946)
Change in Fund Balance	-	(17,872,501)	8,728,926	26,601,427
Fund Balance - Beginning	83,334,915	83,334,915	83,334,915	-
Fund Balance - Ending	\$ 83,334,915	\$ 65,462,414	\$ 92,063,841	\$ 26,601,427

The notes to the required supplementary information are an integral part of this statement.

CITY OF HOLLYWOOD, FLORIDA
BUDGETARY COMPARISON SCHEDULE
BEACH COMMUNITY REDEVELOPMENT FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024
(Unaudited - See accompanying independent auditors' report)

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES:				
Property Taxes	\$ 19,214,510	\$ 19,217,275	\$ 19,217,275	\$ -
Intergovernmental	15,426,548	15,428,153	15,428,153	-
Investment Revenue	160,000	160,000	2,936,577	2,776,577
Miscellaneous	-	-	18,997	18,997
Total Revenues	34,801,058	34,805,428	37,601,002	2,795,574
EXPENDITURES:				
Current:				
General Government	16,970,972	16,744,471	15,665,734	1,078,737
Economic Environment	2,220,500	2,162,193	603,703	1,558,490
Culture and Recreation	230,000	230,000	-	230,000
Total Current	19,421,472	19,136,664	16,269,437	2,867,227
Capital Outlay:				
General Government	1,726,742	2,043,369	132,172	1,911,197
Transportation	4,900,000	4,900,000	2,888,920	2,011,080
Economic Environment	2,468,737	3,500,716	673,167	2,827,549
Physical Environment	24,282,110	30,464,146	8,772,029	21,692,117
Culture and Recreation	1,229,482	1,229,482	118,600	1,110,882
Total Capital Outlay	34,607,071	42,137,713	12,584,888	29,552,825
Debt Service:				
Principal	6,985,000	7,032,435	7,032,435	-
Interest and Fiscal Charges	177,125	187,954	187,954	-
Total Debt Service	7,162,125	7,220,389	7,220,389	-
Total Expenditures	61,190,668	68,494,766	36,074,714	32,420,052
Excess (Deficiency) of Revenues Over (Under) Expenditures	(26,389,610)	(33,689,338)	1,526,288	35,215,626
Change in Fund Balance	(26,389,610)	(33,689,338)	1,526,288	35,215,626
Fund Balance - Beginning	44,850,377	44,850,377	44,850,377	-
Fund Balance - Ending	\$ 18,460,767	\$ 11,161,039	\$ 46,376,665	\$ 35,215,626

The notes to the required supplementary information are an integral part of this statement.

CITY OF HOLLYWOOD, FLORIDA
BUDGETARY COMPARISON SCHEDULE
DOWNTOWN COMMUNITY REDEVELOPMENT FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024
(Unaudited - See accompanying independent auditors' report)

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES:				
Property Taxes	\$ 7,580,228	\$ 7,596,918	\$ 7,596,918	\$ -
Intergovernmental	6,174,316	6,193,316	6,193,316	-
Investment Revenue	50,000	50,000	953,453	903,453
Miscellaneous	25,000	25,000	50	(24,950)
Total Revenues	<u>13,829,544</u>	<u>13,865,234</u>	<u>14,743,737</u>	<u>878,503</u>
EXPENDITURES:				
Current:				
General Government	8,740,808	8,878,501	6,695,613	2,182,888
Economic Environment	412,574	348,264	311,889	36,375
Physical Environment	800,000	600,000	207,011	392,989
Total Current	<u>9,953,382</u>	<u>9,826,765</u>	<u>7,214,513</u>	<u>2,612,252</u>
Capital Outlay:				
Transportation	4,459,730	3,959,730	16,127	3,943,603
Economic Environment	16,547,175	15,973,712	8,355,315	7,618,397
Total Capital Outlay	<u>21,006,905</u>	<u>19,933,442</u>	<u>8,371,442</u>	<u>11,562,000</u>
Debt Service:				
Principal	355,000	366,859	366,859	-
Interest and Fiscal Charges	7,597	10,039	10,038	1
Total Debt Service	<u>362,597</u>	<u>376,898</u>	<u>376,897</u>	<u>1</u>
Total Expenditures	<u>31,322,884</u>	<u>30,137,105</u>	<u>15,962,852</u>	<u>14,174,253</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(17,493,340)	(16,271,871)	(1,219,115)	15,052,756
OTHER FINANCING SOURCES (USES):				
Sale of Assets	-	-	918,692	918,692
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>918,692</u>	<u>918,692</u>
Change in Fund Balance	(17,493,340)	(16,271,871)	(300,423)	15,971,448
Fund Balance - Beginning	<u>16,271,871</u>	<u>16,271,871</u>	<u>16,271,871</u>	<u>-</u>
Fund Balance - Ending	<u>\$ (1,221,469)</u>	<u>\$ -</u>	<u>\$ 15,971,448</u>	<u>\$ 15,971,448</u>

The notes to the required supplementary information are an integral part of this statement.

CITY OF HOLLYWOOD, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S TOTAL OPEB LIABILITY AND RELATED RATIOS
(Unaudited - See accompanying independent auditors' report)

	2024	2023	2022	2021	2020	2019	2018
Total OPEB Liability							
Service cost	\$ 6,022,915	\$ 6,129,268	\$ 15,106,671	\$ 13,628,905	\$ 18,177,238	\$ 17,891,399	\$ 18,898,738
Interest	14,909,690	14,376,632	12,199,116	12,619,714	19,947,989	22,332,441	20,845,587
Changes of benefit terms	-	-	-	-	(48,929,076)	(13,663,167)	-
Differences between expected and actual experience	39,835,310	-	(99,668,422)	-	(134,188,575)	-	-
Changes of assumptions or other inputs	62,241,690	(10,092,004)	(143,158,510)	21,509,060	(41,117,883)	132,465,277	(36,399,562)
Trust Contributions - Employer	(15,341,000)	(14,923,000)	(14,626,000)	(14,094,000)	(17,169,000)	(16,305,000)	(15,376,000)
Net Change in Total OPEB Liability	107,668,605	(4,509,104)	(230,147,145)	33,663,679	(203,279,307)	142,720,950	(12,031,237)
Total OPEB Liability - Beginning	329,694,033	334,203,137	564,350,282	530,686,603	733,965,910	591,244,960	603,276,197
Total OPEB Liability - Ending	<u>\$ 437,362,638</u>	<u>\$ 329,694,033</u>	<u>\$ 334,203,137</u>	<u>\$ 564,350,282</u>	<u>\$ 530,686,603</u>	<u>\$ 733,965,910</u>	<u>\$ 591,244,960</u>
Covered-Employee Payroll	142,150,486	139,271,896	120,148,699	115,344,128	109,236,487	104,238,991	102,544,514
Total OPEB Liability as a Percentage of Covered-Employee Payroll	307.68%	236.73%	278.16%	489.28%	485.81%	704.12%	576.57%

Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Notes to Schedule:

Changes of assumptions:

Discount Rate	3.88%	4.63%	4.40%	2.19%	2.41%	2.75%	3.83%
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The healthcare cost trend assumption was updated based on the 2024 Getzen model released by the SOA.

Benefit Changes:

None.

Trust:

There are no assets accumulated in a trust that meet the criteria, per GASB codification P22.101 or P52.101, to pay related benefits for the OPEB plan.

CITY OF HOLLYWOOD, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS GENERAL EMPLOYEES RETIREMENT SYSTEM
LAST TEN FISCAL YEARS
(Unaudited - See accompanying independent auditors' report)

Measurement Date Fiscal Year	9/30/2023 9/30/2024	9/30/2022 9/30/2023	9/30/2021 9/30/2022	9/30/2020 9/30/2021
Total Pension Liability:				
Service cost	\$ 6,779,525	\$ 6,631,353	\$ 6,445,297	\$ 6,616,301
Interest	42,681,318	42,664,590	43,225,655	42,124,159
Change in benefit terms	-	-	-	-
Difference between expected and actual experience	16,128,178	243,733	(336,198)	1,791,933
Change of assumptions	-	19,015,461	617,488	-
Contributions - Buy-Back	(940,866)	(921,883)	(480,993)	(425,409)
Benefit Payments, including Refunds of Employee Contributions	(38,513,438)	(46,457,088)	(36,207,880)	(34,235,265)
Net Change in Total OPEB Liability	26,134,717	21,176,166	13,263,369	15,871,719
Total OPEB Liability - Beginning	622,680,740	601,504,574	588,241,205	572,369,486
Total Pension Liability - Ending	648,815,457	622,680,740	601,504,574	588,241,205
Plan Fiduciary Net Position:				
Contributions - Employer	25,492,473	28,387,441	29,914,898	42,284,055
Contributions - State	-	-	-	-
Contributions - Employee	3,674,797	3,507,528	3,455,693	3,635,402
Contributions - Buy-Back	49,833	37,128	29,913	29,738
Contributions - Non-Employer Contributing Entity	(940,866)	(921,883)	(480,993)	(425,409)
Net Investment Income	37,798,193	(40,656,005)	77,108,378	25,798,439
Benefit Payments, including Refunds of Employee Contributions	(38,513,438)	(46,457,088)	(36,207,880)	(34,235,265)
Administrative Expense	(1,031,636)	(921,592)	(800,993)	(806,018)
Other	-	-	-	-
Net Change in Plan Fiduciary Net Position	26,529,356	(57,024,471)	73,019,016	36,280,942
Total OPEB Liability - Beginning	385,662,031	442,686,502	369,667,486	333,386,544
Plan Fiduciary Net Position - Ending	412,191,387	385,662,031	442,686,502	369,667,486
Net Pension Liability	\$ 236,624,070	\$ 237,018,709	\$ 158,818,072	\$ 218,573,719
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	61.94%	61.94%	73.60%	62.84%
Covered Payroll	\$ 40,906,705	\$ 41,931,489	\$ 40,789,456	\$ 40,869,983
Net Pension Liability as a percentage of covered payroll	565.25%	565.25%	389.36%	534.80%

(Continued on next page)

CITY OF HOLLYWOOD, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS - GENERAL EMPLOYEES RETIREMENT SYSTEM
LAST TEN FISCAL YEARS
(Unaudited - See accompanying independent auditors' report)

9/30/2019 9/30/2020	9/30/2018 9/30/2019	9/30/2017 9/30/2018	9/30/2016 9/30/2017	9/30/2015 9/30/2016	9/30/2014 9/30/2015
\$ 5,887,828	\$ 5,738,426	\$ 5,017,634	\$ 4,493,709	\$ 4,587,285	\$ 4,152,898
38,173,241	35,698,698	33,809,853	33,373,524	33,065,052	32,492,291
51,225,519	-	-	665,893	-	-
(3,670,131)	2,221,979	(2,204,530)	1,986,958	1,839,725	333,165
5,212,188	31,374,925	23,474,009	4,147,745	4,976,256	-
(539,713)	(448,377)	(166,465)	(271,849)	(434,468)	(231,708)
(41,161,931)	(30,896,779)	(29,804,293)	(38,120,911)	(31,649,219)	(28,191,052)
55,127,001	43,688,872	30,126,208	6,275,069	12,384,631	8,555,594
517,242,485	473,553,613	443,427,405	437,152,336	424,767,705	416,212,111
572,369,486	517,242,485	473,553,613	443,427,405	437,152,336	424,767,705
26,904,543	22,101,019	20,562,868	9,767,849	23,216,393	23,160,583
-	-	-	-	-	-
3,561,448	3,277,081	3,185,801	3,088,620	2,604,831	2,671,277
26,734	(448,377)	(166,465)	(271,849)	(434,468)	(231,708)
(539,713)	12,694	11,723	10,433	8,469	-
13,819,381	21,635,666	33,218,838	29,224,225	5,108,678	28,051,900
(41,161,931)	(30,896,779)	(29,804,293)	(38,120,911)	(31,649,219)	(28,191,052)
(671,545)	(497,898)	(486,528)	(298,730)	(287,053)	(282,797)
271,143	(271,142)	-	-	-	-
2,210,060	14,912,264	26,521,944	3,399,637	(1,432,369)	25,178,203
331,176,484	316,264,220	289,742,276	286,342,639	287,775,008	262,596,805
333,386,544	331,176,484	316,264,220	289,742,276	286,342,639	287,775,008
\$ 238,982,942	\$ 186,066,001	\$ 157,289,393	\$ 153,685,129	\$ 150,809,697	\$ 136,992,697
58.25%	64.03%	66.79%	65.34%	65.50%	67.75%
\$ 41,243,666	\$ 40,963,513	\$ 39,822,513	\$ 38,607,750	\$ 32,560,388	\$ 33,390,963
579.44%	454.22%	394.98%	398.07%	463.17%	410.27%

CITY OF HOLLYWOOD, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S
NET PENSION LIABILITY AND RELATED RATIOS - FIRE PENSION FUND
LAST TEN FISCAL YEARS
(Unaudited - See accompanying independent auditors' report)

Measurement Date Fiscal Year	9/30/2023 9/30/2024	9/30/2022 9/30/2023	9/30/2021 9/30/2022	9/30/2020 9/30/2021
Total Pension Liability:				
Service cost	\$ 7,123,096	\$ 6,603,517	\$ 6,434,345	\$ 6,023,556
Interest	36,212,576	35,059,894	34,159,894	31,893,232
Change in excess state mone	-	-	-	-
Change in benefit terms	-	-	-	-
Difference between expected and actual experience	(963,646)	4,137,607	1,552,543	12,898,819
Change of assumptions	-	-	-	5,260,528
DROP Default loan payment	9,837	20,358	25,704	45,235
Contributions - Buy-Back	55,136	226,407	27,628	18,481
Benefit Payments, including Refunds of Employee Contributions	(26,761,833)	(36,003,194)	(24,915,215)	(27,741,742)
Share Plan Allocation	824,278	184,252	89,922	-
Net Change in Total OPEB Liability	16,499,444	10,228,841	17,374,821	28,398,109
Total OPEB Liability - Beginning	489,103,213	478,874,372	461,499,551	433,101,442
Total Pension Liability - Ending	<u>505,602,657</u>	<u>489,103,213</u>	<u>478,874,372</u>	<u>461,499,551</u>
Plan Fiduciary Net Position:				
Contributions - Employer	22,370,124	21,874,289	20,370,947	20,460,578
Contributions - State	2,386,458	1,746,432	1,652,102	1,483,741
Contributions - Employee	2,090,274	2,025,369	1,906,677	1,825,589
Contributions - Buy-Back	55,136	226,407	25,704	18,481
DROP Default Loan Payment	9,837	20,358	27,628	45,235
Net Investment Income	34,666,271	(55,104,169)	63,350,314	26,117,570
Benefit Payments, including Refunds of Employee Contributions	(26,761,833)	(36,003,194)	(24,915,215)	(27,741,742)
Administrative Expense	(686,662)	(818,823)	(492,252)	(691,806)
Other	-	-	-	-
Net Change in Plan Fiduciary Net Position	34,129,605	(66,033,331)	61,925,905	21,517,646
Total OPEB Liability - Beginning	271,425,127	337,458,458	275,532,553	254,014,907
Plan Fiduciary Net Position - Ending	<u>305,554,732</u>	<u>271,425,127</u>	<u>337,458,458</u>	<u>275,532,553</u>
Net Pension Liability	<u>\$ 200,047,925</u>	<u>\$ 217,678,086</u>	<u>\$ 141,415,914</u>	<u>\$ 185,966,998</u>
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	60.43%	55.49%	70.47%	59.70%
Covered Payroll	\$ 26,703,575	\$ 26,237,342	\$ 24,863,920	\$ 23,731,474
Net Pension Liability as a percentage of covered payroll	749.14%	829.65%	568.76%	783.63%

(Continued on next page)

CITY OF HOLLYWOOD, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S
NET PENSION LIABILITY AND RELATED RATIOS - FIRE PENSION FUND
LAST TEN FISCAL YEARS

(Unaudited - See accompanying independent auditors' report)

9/30/2019 9/30/2020	9/30/2018 9/30/2019	9/30/2017 9/30/2018	9/30/2016 9/30/2017	9/30/2015 9/30/2016	9/30/2014 9/30/2015
\$ 7,338,471	\$ 5,467,335	\$ 4,750,396	\$ 4,453,321	\$ 3,767,328	\$ 3,392,835
30,625,834	27,748,028	26,389,549	24,500,448	23,842,805	23,251,404
-	-	-	-	-	62,926
21,759,327	2,830,293	-	1,979,452	485,214	-
6,461,410	5,074,190	5,102,275	5,256,660	1,276,360	-
-	-	-	11,571,857	2,607,740	-
83,010	40,967	-	-	-	-
149,358	-	-	102,854	-	-
(25,147,318)	(22,033,151)	(21,319,658)	(22,187,054)	(20,229,258)	(19,215,460)
-	-	-	-	-	-
41,270,092	19,127,662	14,922,562	25,677,538	11,750,189	7,491,705
391,831,350	372,703,688	357,781,126	332,103,588	320,353,399	312,861,694
433,101,442	391,831,350	372,703,688	357,781,126	332,103,588	320,353,399
21,482,941	16,373,064	14,349,564	14,398,112	14,310,591	10,721,832
1,467,281	-	-	-	-	1,625,106
1,381,810	1,458,572	1,360,393	1,304,661	1,170,620	1,078,161
149,358	-	-	102,854	-	-
83,010	40,967	-	-	-	-
6,807,053	22,909,517	26,873,377	17,432,805	3,909,497	19,962,042
(25,147,318)	(22,033,151)	(21,319,658)	(22,187,054)	(20,229,258)	(19,215,460)
(691,571)	(654,714)	(559,938)	(625,368)	(489,016)	(635,223)
(2,004,645)	-	-	-	-	-
3,527,919	18,094,255	20,703,738	10,426,010	(1,327,566)	13,536,458
250,486,988	232,392,733	211,688,995	201,262,985	202,590,551	189,054,093
254,014,907	250,486,988	232,392,733	211,688,995	201,262,985	202,590,551
\$ 179,086,535	\$ 141,344,362	\$ 140,310,955	\$ 146,092,131	\$ 130,840,603	\$ 117,762,848
58.65%	63.93%	62.35%	59.17%	60.60%	63.24%
\$ 20,902,962	\$ 18,938,690	\$ 17,401,469	\$ 16,642,582	\$ 16,753,713	\$ 13,712,168
856.75%	746.33%	806.32%	877.82%	780.96%	858.82%

CITY OF HOLLYWOOD, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S
NET PENSION LIABILITY AND RELATED RATIOS - POLICE OFFICERS' RETIREMENT SYSTEM
LAST TEN FISCAL YEARS

(Unaudited - See accompanying independent auditors' report)

Measurement Date	9/30/2023	9/30/2022	9/30/2021	9/30/2020
Fiscal Year	9/30/2024	9/30/2023	9/30/2022	9/30/2021
Total Pension Liability:				
Service cost	\$ 6,946,480	\$ 6,773,196	\$ 6,587,743	\$ 6,546,335
Interest	51,699,290	49,908,358	49,441,297	46,783,055
Change in benefit terms	7,947,235	-	-	3,634,391
Difference between expected and actual experience	11,649,521	(2,257,347)	(2,915,609)	2,081,615
Change of assumptions	-	-	-	-
Contributions - Buy-Back	(116,192)	(182,289)	(51,757)	(314,396)
Benefit Payments, including Refunds of Employee Contributor	(34,306,431)	(38,068,887)	(31,334,455)	(30,379,009)
Net Change in Total OPEB Liability	43,819,903	16,173,031	21,727,219	28,351,991
Total OPEB Liability - Beginning	618,594,764	602,421,733	580,694,514	552,342,523
Total Pension Liability - Ending	662,414,667	618,594,764	602,421,733	580,694,514
Plan Fiduciary Net Position:				
Contributions - Employer	25,189,146	24,221,136	24,215,984	19,856,774
Contributions - State	2,119,082	1,817,654	1,632,350	1,797,433
Contributions - Employee	3,337,832	2,707,958	2,684,133	2,922,863
Contributions - Buy-Back	(116,192)	(182,289)	(51,757)	(314,396)
DROP Default Loan Payment	-	-	-	-
Net Investment Income	42,137,876	(45,701,701)	72,028,082	25,141,119
Benefit Payments, including Refunds of Employee Contributor	(34,306,431)	(38,068,887)	(31,334,455)	(30,379,009)
Administrative Expense	(713,440)	(705,694)	(709,255)	(722,989)
Other	89,243	16,731	39,373	44,860
Net Change in Plan Fiduciary Net Position	37,737,116	(55,895,092)	68,504,455	18,346,655
Total OPEB Liability - Beginning	352,439,505	408,334,597	339,830,142	321,483,487
Plan Fiduciary Net Position - Ending	390,176,621	352,439,505	408,334,597	339,830,142
Net Pension Liability	\$ 272,238,046	\$ 266,155,259	\$ 194,087,136	\$ 240,864,372
Plan Fiduciary Net Position as a percentage of the Total Pension Liability	58.90%	56.97%	67.78%	58.52%
Covered Payroll	\$ 26,681,757	\$ 23,809,516	\$ 22,966,730	\$ 22,824,881
Net Pension Liability as a percentage of covered payroll	1020.32%	1117.85%	845.08%	1055.27%

(Continued on next page)

CITY OF HOLLYWOOD, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S
NET PENSION LIABILITY AND RELATED RATIOS - POLICE OFFICERS' RETIREMENT SYSTEM
LAST TEN FISCAL YEARS

(Unaudited - See accompanying independent auditors' report)

9/30/2019 9/30/2020	9/30/2018 9/30/2019	9/30/2017 9/30/2018	9/30/2016 9/30/2017	9/30/2015 9/30/2016	9/30/2014 9/30/2015
\$ 5,379,012	\$ 5,062,784	\$ 4,926,424	\$ 4,093,052	\$ 3,518,988	\$ 3,148,678
42,872,487	29,915,966	27,871,029	25,130,908	24,415,878	29,080,971
61,009,969	-	-	-	2,093,658	-
4,813,881	7,322,883	8,126,704	9,005,099	5,887,738	1,770,772
(14,264,607)	-	16,168,696	25,704,000	-	-
(112,090)	(53,956)	(20,298)	(35,258)	(73,428)	(126,781)
(30,099,345)	(28,190,020)	(27,582,433)	(23,179,330)	(23,318,201)	(22,993,671)
69,599,307	14,057,657	29,490,122	40,718,471	12,524,633	10,879,969
482,743,216	468,685,559	439,195,437	398,476,966	385,952,333	375,072,364
552,342,523	482,743,216	468,685,559	439,195,437	398,476,966	385,952,333
24,446,359	19,492,251	17,005,579	13,960,747	13,425,807	12,479,297
7,379,064	-	-	-	-	-
3,329,431	1,714,922	1,625,263	1,714,832	1,454,477	1,341,148
(112,090)	(53,956)	(20,298)	(35,258)	(73,428)	(126,781)
-	-	-	-	-	-
11,164,200	33,082,120	30,856,527	22,123,392	3,175,147	22,976,304
(30,099,345)	(28,190,020)	(27,582,433)	(23,179,330)	(23,318,201)	(22,993,671)
(714,919)	(592,690)	(726,806)	(671,069)	(656,738)	(684,234)
61,795	91,696	164,029	(160,748)	210,285	27,952
15,454,495	25,544,323	21,321,861	13,752,566	(5,782,651)	13,020,015
306,028,992	280,484,669	259,162,808	245,410,242	251,192,893	238,172,878
321,483,487	306,028,992	280,484,669	259,162,808	245,410,242	251,192,893
\$ 230,859,036	\$ 176,714,224	\$ 188,200,890	\$ 180,032,629	\$ 153,066,724	\$ 134,759,440
58.20%	63.39%	59.84%	59.01%	61.59%	65.08%
\$ 21,786,392	\$ 23,585,094	\$ 23,676,707	\$ 18,649,015	\$ 16,504,396	\$ 15,092,088
1059.65%	749.26%	794.88%	965.37%	927.43%	892.91%

CITY OF HOLLYWOOD, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
LAST TEN FISCAL YEARS

(Unaudited - See accompanying independent auditors' report)

FLORIDA RETIREMENT SYSTEM							
June 30,	2024		2023		2022		2021
City's Proportion of the Net Pension Liability	0.002232468 %		0.002241162 %		0.000021262 %		0.002321716 %
City's Proportionate Share of the Net Pension Liability	\$	863,623	\$	893,032	\$	791,130	\$ 175,379
City's Covered Payroll^	\$	264,340	\$	207,181	\$	198,222	\$ 199,976
City's Proportionate Share of Net Pension Liability as a Percentage of its Covered Payroll	326.71 %		431.04 %		399.11 %		87.70 %
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	83.70 %		82.38 %		82.89 %		96.4 %
HEALTH INSURANCE SUBSIDY							
June 30,	2024		2023		2022		2021
City's Proportion of the Net Pension Liability	0.000570549 %		0.000533837 %		0.000543934 %		0.000564855 %
City's Proportionate Share of the Net Pension Liability	\$	85,588	\$	84,780	\$	57,611	\$ 69,288
City's Covered Payroll^	\$	264,340	\$	207,181	\$	198,222	\$ 192,890
City's Proportionate Share of Net Pension Liability as a Percentage of its Covered Payroll	32.38 %		40.92 %		29.06 %		35.92 %
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	4.80 %		4.81 %		4.12 %		3.56 %

^ Due to insignificant differences between the measurement date and fiscal year end, covered payroll equals the fiscal year end balance.

(Continued on next page)

CITY OF HOLLYWOOD, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
LAST TEN FISCAL YEARS
(Unaudited - See accompanying independent auditors' report)

FLORIDA RETIREMENT SYSTEM						
2020	2019	2018	2017	2016	2015	
0.002825208 %	0.002918758 %	0.002802949 %	0.002714891 %	0.002740042	0.002844445 %	
\$ 1,224,487	\$ 1,005,180	\$ 844,263	\$ 803,047	\$ 691,863	\$ 367,398	
\$ 221,667	\$ 210,951	\$ 209,565	\$ 198,905	\$ 185,400	\$ 185,400	
552.40 %	476.50 %	402.86 %	394.87 %	359.35	198.17 %	
78.85 %	82.61 %	84.26 %	83.89 %	84.88	92.00 %	
HEALTH INSURANCE SUBSIDY						
2020	2019	2018	2017	2016	2015	2015
0.00063528265 %	0.00000644734 %	0.000641633 %	0.000624036 %	0.000600059 %		0.000611052 %
\$ 77,567	\$ 72,139	\$ 67,911	\$ 66,724	\$ 69,997	\$	62,318
\$ 221,667	\$ 210,951	\$ 209,565	\$ 198,905	\$ 185,400	\$	185,400
34.99 %	34.20 %	32.41 %	32.81 %	36.36 %		33.61 %
3.00 %	2.63 %	2.15 %	1.64 %	0.97 %		0.50 %

CITY OF HOLLYWOOD, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
LAST TEN FISCAL YEARS
(Unaudited - See accompanying independent auditors' report)

GENERAL EMPLOYEES RETIREMENT SYSTEM				
September 30,	2024	2023	2022	2021
Actuarially Determined Contribution	\$ 26,508,097	\$ 25,492,473	\$ 28,082,806	\$ 29,106,927
Contribution Made	(26,508,097)	(25,492,473)	(28,082,806)	(29,106,927)
Contribution Deficiency/(Excess)	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 46,043,744	\$ 40,906,705	\$ 41,931,489	\$ 40,789,456
Contribution as a Percentage of Covered Payroll	57.57%	62.32%	66.97%	71.36%
FIRE PENSION FUND				
September 30,	2024	2023	2022	2021
Actuarially Determined Contribution*	\$ 24,087,670	\$ 22,360,782	\$ 21,874,289	\$ 20,387,395
Contribution Made	(24,087,670)	(22,360,782)	(21,874,289)	(20,387,395)
Contribution Deficiency/(Excess)	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 24,863,920	\$ 26,703,575	\$ 26,237,342	\$ 24,863,920
Contribution as a Percentage of Covered Payroll	96.88%	83.74%	83.37%	82.00%
POLICE OFFICERS' RETIREMENT SYSTEM				
September 30,	2024	2023	2022	2021
Actuarially Determined Contribution*	\$ 31,087,571	\$ 25,189,146	\$ 24,221,136	\$ 24,215,984
Contribution Made	(31,087,571)	(25,189,146)	(24,221,136)	(24,215,984)
Contribution Deficiency/(Excess)	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 28,579,316	\$ 26,681,757	\$ 23,809,516	\$ 22,966,730
Contribution as a Percentage of Covered Payroll	108.78%	94.41%	101.73%	105.44%
FLORIDA RETIREMENT SYSTEM				
September 30,	2024	2023	2022	2021
Contractually Required Contribution	\$ 150,882	\$ 114,604	\$ 102,155	\$ 92,776
Contribution Made	(150,882)	(114,604)	(102,155)	(92,776)
Contribution Deficiency/(Excess)	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 264,340	\$ 207,181	\$ 198,222	\$ 199,976
Contribution as a Percentage of Covered Payroll	57.08%	55.32%	51.54%	46.39%
HEALTH INSURANCE SUBSIDY				
September 30,	2024	2023	2022	2021
Contractually Required Contribution	\$ 4,388	\$ 3,439	\$ 3,308	\$ 3,266
Contribution Made	(4,388)	(3,439)	(3,308)	(3,266)
Contribution Deficiency/(Excess)	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 264,340	\$ 207,181	\$ 198,222	\$ 192,890
Contribution as a Percentage of Covered Payroll	1.66%	1.66%	1.67%	1.69%

*City contributions only. Excludes FY 2024 state contributions of \$2.48M (Fire) and \$2.62M (PD).

CITY OF HOLLYWOOD, FLORIDA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
LAST TEN FISCAL YEARS

(Unaudited - See accompanying independent auditors' report)

GENERAL EMPLOYEES RETIREMENT SYSTEM					
2020	2019	2018	2017	2016	2015
\$ 28,553,978	\$ 25,225,862	\$ 24,702,602	\$ 20,513,012	\$ 20,167,849	\$ 20,230,240
(26,711,564)	(26,904,513)	(22,113,713)	(20,574,591)	(9,778,282)	(23,224,862)
<u>\$ 1,842,414</u>	<u>\$ (1,678,651)</u>	<u>\$ 2,588,889</u>	<u>\$ (61,579)</u>	<u>\$ 10,389,567</u>	<u>\$ (2,994,622)</u>
\$ 40,869,983	\$ 41,243,666	\$ 40,963,513	\$ 39,822,513	\$ 38,607,750	\$ 32,560,388
65.36%	65.23%	53.98%	51.67%	25.33%	71.33%
FIRE PENSION FUND					
2020	2019	2018	2017	2016	2015
\$ 20,032,719	\$ 17,029,397	\$ 16,373,064	\$ 14,349,564	\$ 14,398,112	\$ 14,310,591
(20,032,719)	(21,482,940)	(16,373,064)	(14,349,564)	(14,398,112)	(14,310,591)
<u>\$ -</u>	<u>\$ (4,453,543)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 23,731,474	\$ 20,902,962	\$ 18,938,690	\$ 17,401,469	\$ 16,642,582	\$ 16,753,713
84.41%	102.77%	86.45%	82.46%	86.51%	85.42%
POLICE OFFICERS' RETIREMENT SYSTEM					
2020	2019	2018	2017	2016	2015
\$ 24,142,894	\$ 29,182,499	\$ 19,492,251	\$ 17,005,579	\$ 13,960,747	\$ 12,479,297
(25,500,000)	(29,182,499)	(19,492,251)	(17,005,579)	(13,960,747)	(12,479,297)
<u>\$ (1,357,106)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 22,824,881	\$ 21,786,392	\$ 23,585,094	\$ 23,676,707	\$ 18,649,015	\$ 16,504,396
111.72%	133.95%	82.65%	71.82%	74.86%	75.61%
FLORIDA RETIREMENT SYSTEM					
2020	2019	2018	2017	2016	2015
\$ 104,746	\$ 102,298	\$ 79,882	\$ 70,675	\$ 78,909	\$ 77,916
(104,746)	(102,298)	(79,882)	(70,675)	(78,909)	(77,916)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 221,667	\$ 210,951	\$ 209,565	\$ 198,905	\$ 185,400	\$ 185,400
47.25%	48.49%	38.12%	35.53%	42.56%	42.03%
HEALTH INSURANCE SUBSIDY					
2020	2019	2018	2017	2016	2015
\$ 3,687	\$ 3,608	\$ 3,480	\$ 3,303	\$ 3,078	\$ 2,336
(3,687)	(3,608)	(3,480)	(3,303)	(3,078)	(2,336)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 221,667	\$ 210,951	\$ 209,565	\$ 198,905	\$ 185,400	\$ 185,400
1.66%	1.71%	1.66%	1.66%	1.66%	1.26%

CITY OF HOLLYWOOD, FLORIDA
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
(Unaudited – See accompanying independent auditors' report)

NOTE I – Actuarial Methods and Assumptions

The following actuarial methods and assumptions were used to determine the contribution rates reported for the fiscal year ending September 30, 2024:

	General Employees Retirement System	Fire Pension Fund	Police Officers' Retirement System
	Entry Age Normal	Entry Age Normal	Entry Age Normal
Actuarial Cost Method			
Amortization Method	Level Percent Closed	Level Percent Closed	Level Percent Closed
Remaining Amortization Period	27 Years	30 Years	10 - 23 Years
Asset Valuation Method	5 Year Smoothed Market	5 Year Smoothed Market	5 Year Smoothed Market
Actuarial Assumptions:			
Investment Rate of Return	7.00%	7.50%	8.00%
Assumed Annual Salary Increase	3.00 to 8.00%	Service Based	5.03 to 10.67%
Inflation	2.50%	2.50%	2.50%
Cost of Living (COLA)	N/A	(a)	(b)
Retirement Age	Experienced-based tables of rates that are specific to the type of eligibility condition.	N/A	Experienced-based tables of rates that are specific to the type of eligibility condition.
Mortality Rates	Pub -2010 Scale MP-2018	PubS.H-2010 Scale MP-2018	PubG.H-2010 Scale MP-2018
Mortality Rate - Disabled	Pub-2010 Disability Table	80% PubG.H-2010 20% PubS.H-2010	Pub-2010 Disability Table
Valuation Date	10/1/2022	10/1/2022	10/1/2022

(a) Benefit amount for benefits accrued prior to October 1, 2011 (frozen piece): Retirees receive a 2.0% per year cost-of living adjustment (COLA) commencing three years after retiree's benefit payments have begun. Members hired after July 16, 2009 will not receive a COLA on the "prior service" piece. Benefit amount for benefits accrued on and after October 1, 2011 will receive no COLA.

(b) All benefits accrued after October 1, 2011 will not be subject to any cost of living adjustments.

Each retirement fund issues a publicly available financial report that includes financial statements and required supplementary information for the plan.

CITY OF HOLLYWOOD, FLORIDA
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
(Unaudited – See accompanying independent auditors' report)

NOTE II – Stewardship and Accountability

The City is required to prepare, approve, adopt, and execute an annual budget for such funds as may be required by law or by sound financial practices and Generally Accepted Accounting Principles (GAAP). After reviewing these requirements, the City legally adopted budgets for the General Fund, Beach CRA Special Revenue Fund, and Downtown CRA Special Revenue Fund. Budgets are adopted on a basis consistent with generally accepted accounting principles. The level of budgetary control is the fund and department. The City Manager is authorized to transfer budgeted amounts within departments. Revisions increasing or decreasing the total budget for a department or fund require City Commission approval. The City has supplemental appropriations in the General Fund and in both CRA Funds. Appropriations in annually budgeted funds, except for amounts corresponding to outstanding encumbrances, lapse at year-end.

Multi-year project budgets are adopted for grants reported in the Special Revenue Funds and for authorized capital improvements reported in the Capital Projects Fund. Accordingly, the Special Revenue and Capital Projects Funds have been excluded from budget versus actual presentation except for the Beach Community Redevelopment Agency and the Downtown Community Redevelopment Agency that have legally adopted annual operating budgets.

Lease and SBITA acquisitions and related capital outlays are considered non-cash and will be reevaluated in future year budgets. The current year's rental payments are budgeted annually.

NOTE III– OPEB

The City's OPEB plan is on a pay-go basis. As such, there are no assets in a qualifying trust.

SUPPLEMENTARY INFORMATION



NONMAJOR GOVERNMENTAL FUNDS

The City's nonmajor governmental funds are comprised of the following fund types and funds:

SPECIAL REVENUE FUNDS

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

SPECIAL PROGRAMS FUND - This fund accounts for federal, state, local grants, and other contributions.

LAW ENFORCEMENT FORFEITURE FUND - This fund accounts for confiscated monies and property awarded to the City for law enforcement related expenditures as stipulated by State Statutes.

POLICE GRANTS FUND - This fund accounts for various grants awarded to the City for police related activities.

BUILDING FUND - This fund accounts for revenues received from building permits and inspections fees for the purposes of funding the costs of administering building inspection, permitting municipal services, and the enforcement of the Florida Building Code.

COMMUNITY DEVELOPMENT FUND - This fund accounts for federal HUD grant programs.

ILA FUND - This fund accounts for Broward County grant funds restricted for local community development expenditures. The Fund is restricted via interlocal agreement.

THE AMERICAN RESCUE PLAN - This fund accounts for the federal grant funds provided to eligible expenses. Eligible expenses include governmental services/revenue replacement, infrastructure, public health, negative economic impact, premium pay, and services to disproportionately impacted communities.

THE OPIOID SETTLEMENT FUND - This fund accounts for the legal settlement proceeds from the State of Florida (Attorney General's Office) that are restricted for specific expenditures.

EMERGENCY AND DISASTER FUND – This fund accounts for resources accumulated for emergency use in the event of a hurricane, fire, flood or other major disaster.

PUBLIC ART FUND – This fund accounts for resources received and expended for public art initiatives in accordance with Ordinance O-2023-2017.

LOCAL HOUSING ASSISTANCE FUND - This fund accounts for loan programs financed by State Housing Initiatives Partnership (S.H.I.P.) program grants.

DEBT SERVICE FUNDS

Debt service funds are used to set aside resources to meet current and future debt service requirements on long-term debt of governmental funds.

DEBT SERVICE FUND – This fund accounts for accumulation of transfers from other funds and other revenues and payment of principal and interest on various Governmental Financing Commission loans.

GENERAL OBLIGATION BONDS SERIES 2005 – This fund accounts for revenues from ad valorem taxes and other revenues and payment of principal and interest on the City's 2005 general obligation bond issue.

CAPITAL PROJECTS FUNDS

Capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays.

GENERAL CAPITAL PROJECTS FUND - This fund accounts for the construction of major capital improvements financed with proceeds from local city funds via the capital budgeting process.

PARK IMPACT FEE FUND - This fund accounts for receipts and expenses associated with the City's Park Impact Fee.

BROWARD MPO COUNTY SURTAX FUND - This fund accounts for the construction of major capital improvements financed with proceeds from a county surtax and governed by interlocal agreements for each capital project.

FIRE IMPACT FEE FUND - This fund accounts for receipts and expenses associated with the City's Park Impact Fee.

LAW ENFORCEMENT IMPACT FEE FUND - This fund accounts for receipts and expenses associated with the City's Park Impact Fee.

GOVERNMENTAL BUILDING IMPACT FEE FUND - This fund accounts for receipts and expenses associated with the City's Park Impact Fee.

MULTI-MODAL IMPACT FEE FUND - This fund accounts for receipts and expenses associated with the City's Park Impact Fee.

GENERAL OBLIGATION CAPITAL PROJECTS SERIES 2019 FUND - This fund accounts for the construction of major capital improvements financed with proceeds the Series 2019 General Obligation Bond issuance.

PAY-GO CAPITAL REPLACEMENT FUND - This fund accounts for the receipts and expenditures reserved for capital replacements.

GAS TAX CAPITAL PROJECTS FUND - This fund accounts for the construction of major capital improvements financed with proceeds from an excise tax imposed on sales of gasoline.

CITY OF HOLLYWOOD, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2024

	Special Revenue Funds										
	Special Programs	Law Enforcement Forfeiture	Police Grants	Building	Community Development Grant	ILA	American Rescue Plan	Opioid Settlement	Emergency and Disaster	Public Art Fund	Local Housing Assistance (S.H.I.P.)
ASSETS:											
Cash	\$ -	\$ 20,200	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	1,415,906	2,707,845	-	25,714,498	3,514,984	10,753,550	4,363,493	369,515	-	7,524	5,565,547
Accounts Receivable - Net of Allowances	74,169	-	-	50,419	3,260	-	27,962	-	-	-	-
Notes Receivable - Net of Allowances	-	-	-	-	16,425,740	15,515,986	478,364	-	-	-	11,885,191
Due from Other Governments	2,721,565	18,000	493,212	-	326,586	-	-	-	-	-	-
Assets Held for Sale	201,926	-	-	-	-	-	-	-	-	-	-
Prepaids	-	-	-	-	-	-	-	-	-	-	-
Restricted Assets:											
Investments	-	-	-	-	-	-	-	-	-	-	-
Total Assets	<u>\$4,413,566</u>	<u>\$ 2,746,045</u>	<u>\$493,212</u>	<u>\$25,764,917</u>	<u>\$ 20,270,570</u>	<u>\$26,269,536</u>	<u>\$ 4,869,819</u>	<u>\$ 369,515</u>	<u>\$ -</u>	<u>\$ 7,524</u>	<u>\$17,450,738</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES:											
LIABILITIES:											
Vouchers Payable	\$ 148,343	\$ 5,883	\$ 18,568	\$ 603,861	\$ 406,437	\$ 471,237	\$ 481,144	\$ -	\$ -	\$ -	\$ 1,857
Accrued Wages and Leave	3,992	-	-	265,812	26,293	-	-	-	-	-	-
Construction Contracts Payable	119,871	-	-	-	53,214	56,578	175,547	-	-	-	-
Due to Other Funds	144,000	-	455,322	-	-	-	-	-	1,346,063	-	-
Due to Other Governments	-	-	-	964	-	-	-	-	-	-	-
Unearned Revenue	-	-	-	-	2,637,971	6,596,044	3,734,767	369,137	-	-	4,788,897
Deposits Payable	104,695	15,695	-	-	-	-	-	-	-	-	-
Total Liabilities	<u>520,901</u>	<u>21,578</u>	<u>473,890</u>	<u>870,637</u>	<u>3,123,915</u>	<u>7,123,859</u>	<u>4,391,458</u>	<u>369,137</u>	<u>1,346,063</u>	<u>-</u>	<u>4,790,754</u>
DEFERRED INFLOWS OF RESOURCES:											
Unavailable or Advanced Revenue	<u>2,158,111</u>	<u>-</u>	<u>59,967</u>	<u>-</u>	<u>16,499,201</u>	<u>15,515,986</u>	<u>478,364</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,885,191</u>
FUND BALANCES:											
Nonspendable	-	-	-	-	-	-	-	-	-	-	-
Restricted	1,651,331	2,724,467	-	24,894,280	647,454	3,629,691	-	378	-	7,524	774,793
Committed	83,002	-	-	-	-	-	-	-	-	-	-
Assigned	221	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	(40,645)	-	-	-	(3)	-	(1,346,063)	-	-
Total Fund Balances	<u>1,734,554</u>	<u>2,724,467</u>	<u>(40,645)</u>	<u>24,894,280</u>	<u>647,454</u>	<u>3,629,691</u>	<u>(3)</u>	<u>378</u>	<u>(1,346,063)</u>	<u>7,524</u>	<u>774,793</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$4,413,566</u>	<u>\$ 2,746,045</u>	<u>\$493,212</u>	<u>\$25,764,917</u>	<u>\$ 20,270,570</u>	<u>\$26,269,536</u>	<u>\$ 4,869,819</u>	<u>\$ 369,515</u>	<u>\$ -</u>	<u>\$ 7,524</u>	<u>\$17,450,738</u>

CITY OF HOLLYWOOD, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2024

	Debt Service Funds		Capital Project Funds										Total
	Debt Service Fund	General Obligation Bonds Series 2005	General Capital Project	Park Impact Fee	County Surtax	Fire Impact Fee	Law Enforcement Impact Fee	Government Building Impact Fee	Multi-Modal Impact Fee	General Obligation Capital Projects Series 2019	Pay-Go Capital Replacement	Gas Tax Capital Projects	
ASSETS:													
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 20,200
Investments	1,636,189	1,341,284	56,888,384	4,809,474	156,281	235,170	210,099	160,544	501,750	-	1,934,367	6,438,648	128,725,052
Accounts Receivable - Net of Allowances	-	-	17,081	-	-	-	-	-	-	-	-	-	172,891
Notes Receivable - Net of Allowances	-	-	-	-	-	-	-	-	-	-	-	-	44,305,281
Due from Other Governments	-	-	400,000	-	-	-	-	-	-	-	-	453,805	4,413,168
Assets Held for Sale	-	-	13,700	-	-	-	-	-	-	-	-	-	215,626
Prepays	-	-	800,000	-	-	-	-	-	-	-	-	-	800,000
Restricted Assets:													
Investments	-	-	11,109,404	-	-	-	-	-	-	33,266,210	-	-	44,375,614
Total Assets	\$ 1,636,189	\$ 1,341,284	\$ 69,228,569	\$ 4,809,474	\$ 156,281	\$ 235,170	\$ 210,099	\$ 160,544	\$ 501,750	\$ 33,266,210	\$ 1,934,367	\$ 6,892,453	\$ 223,027,832
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES:													
LIABILITIES:													
Vouchers Payable	\$ -	\$ -	\$ 1,119,102	\$ 33,413	\$ 27,149	\$ -	\$ -	\$ -	\$ -	\$ 5,827,395	\$ 946	\$ 218,080	\$ 9,363,415
Accrued Wages and Leave	-	-	-	-	-	-	-	-	-	-	-	-	296,097
Construction Contracts Payable	-	-	643,576	10,000	-	-	-	-	-	788,410	-	422,629	2,269,825
Due to Other Funds	-	-	-	-	-	-	-	-	-	-	-	-	1,945,385
Due to Other Governments	-	-	-	-	-	-	-	-	-	-	-	-	964
Unearned Revenue	-	-	-	-	153,249	-	-	-	-	-	-	-	18,280,065
Deposits Payable	-	-	-	-	-	-	-	-	-	-	-	-	120,390
Total Liabilities	-	-	1,762,678	43,413	180,398	-	-	-	-	6,615,805	946	640,709	32,276,141
DEFERRED INFLOWS OF RESOURCES:													
Unavailable or Advanced Revenue	-	-	400,000	-	-	-	-	-	-	-	-	-	46,996,820
FUND BALANCES:													
Nonspendable	-	-	800,000	-	-	-	-	-	-	-	-	-	800,000
Restricted	-	1,341,284	5,474,490	4,766,061	-	235,170	210,099	160,544	501,750	26,650,405	-	6,251,744	79,921,465
Committed	-	-	57,444,045	-	-	-	-	-	-	-	1,933,421	-	59,460,468
Assigned	1,636,189	-	3,347,356	-	-	-	-	-	-	-	-	-	4,983,766
Unassigned	-	-	-	-	(24,117)	-	-	-	-	-	-	-	(1,410,828)
Total Fund Balances	1,636,189	1,341,284	67,065,891	4,766,061	(24,117)	235,170	210,099	160,544	501,750	26,650,405	1,933,421	6,251,744	143,754,871
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 1,636,189	\$ 1,341,284	\$ 69,228,569	\$ 4,809,474	\$ 156,281	\$ 235,170	\$ 210,099	\$ 160,544	\$ 501,750	\$ 33,266,210	\$ 1,934,367	\$ 6,892,453	\$ 223,027,832

CITY OF HOLLYWOOD, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Special Revenue Funds										
	Special Programs	Law Enforcement Forfeiture	Police Grants	Building	Community Development Grant	ILA	American Rescue Plan	Opioid Settlement	Emergency and Disaster	Public Art Fund	Local Housing Assistance (S.H.I.P.)
REVENUES:											
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	6,738,038	-	1,312,988	-	5,270,947	8,892,989	7,251,304	-	94,859	-	916,232
Impact Fees	-	-	-	-	-	-	-	-	-	-	-
Charges for Services	899,024	-	-	2,394,684	-	-	-	-	-	7,500	-
Fines and Forfeitures	-	387,609	-	2,582	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	10,117,871	-	-	-	-	-	-	-
Investment Revenue	83,425	165,612	-	1,634,464	-	-	-	-	-	24	189,918
Miscellaneous	60,446	65,853	3,000	-	-	-	-	-	-	-	-
Total Revenues	7,780,933	619,074	1,315,988	14,149,601	5,270,947	8,892,989	7,251,304	-	94,859	7,524	1,106,150
EXPENDITURES:											
Current:											
General Government	-	-	-	-	-	-	1,242,525	-	-	-	-
Public Safety	3,971,966	515,277	740,859	12,438,349	-	-	743,719	-	-	-	-
Transportation	151,134	-	-	-	-	-	1,013,899	-	-	-	-
Economic Environment	106,245	-	-	-	5,270,947	8,892,989	249,653	-	-	-	1,106,150
Physical Environment	713,431	-	-	-	-	-	230,064	-	-	-	-
Culture and Recreation	1,164,984	-	-	-	-	-	531,734	-	-	-	-
Emergency and Disaster Relief	-	-	-	-	-	-	-	-	7,513	-	-
Capital Outlay:											
General Government	-	-	-	-	-	-	535,937	-	-	-	-
Public Safety	723,815	-	18,570	3,865,665	-	-	355,225	-	-	-	-
Transportation	-	-	-	-	-	-	1,272,452	-	-	-	-
Economic Environment	-	-	-	-	-	-	-	-	-	-	-
Physical Environment	-	-	-	-	-	-	147,974	-	-	-	-
Culture and Recreation	1,058,787	-	-	-	-	-	928,121	-	-	-	-
Debt Service:											
Principal	-	-	399,281	617,314	-	-	-	-	-	-	-
Interest and Fiscal Charges	-	-	57,911	134,008	-	-	-	-	-	-	-
Total Expenditures	7,890,362	515,277	1,216,621	17,055,336	5,270,947	8,892,989	7,251,303	-	7,513	-	1,106,150
Excess (Deficiency) of Revenues Over (Under) Expenditures	(109,429)	103,797	99,367	(2,905,735)	-	-	1	-	87,346	7,524	-
OTHER FINANCING SOURCES (USES):											
Transfers In	-	-	-	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	(508,975)	-	-	-	-	-	-	-
Sale of Asstes	2,460	-	-	-	-	-	-	-	-	-	-
Debt Proceeds	-	-	-	-	-	-	-	-	-	-	-
SBITA	-	-	-	3,078,000	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	2,460	-	-	2,569,025	-	-	-	-	-	-	-
Change in Fund Balances	(106,969)	103,797	99,367	(336,710)	-	-	1	-	87,346	7,524	-
Fund Balances - Beginning	1,841,523	2,620,670	(140,012)	25,230,990	647,454	3,629,691	(4)	378	(1,433,409)	-	774,793
Fund Balances - Ending	\$ 1,734,554	\$ 2,724,467	\$ (40,645)	\$ 24,894,280	\$ 647,454	\$ 3,629,691	\$ (3)	\$ 378	\$ (1,346,063)	\$ 7,524	\$ 774,793

CITY OF HOLLYWOOD, FLORIDA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Debt Service Funds		Capital Project Funds										
	Debt Service Fund	General Obligation Bonds Series 2005	General Capital Project	Park Impact Fee	County Surtax	Fire Impact Fee	Law Enforcement Impact Fee	Building Impact Fee	Multi-Modal Impact Fee	Obligation Capital Projects Series 2019	Pay-Go Capital Replacement	Gas Tax Capital Projects	Total
REVENUES:													
Property Taxes	\$ -	\$ 13,885,691	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 13,885,691
Intergovernmental	-	-	470,573	-	48,260	-	-	-	-	-	-	2,755,764	33,751,954
Impact Fees	-	-	-	746,770	-	224,915	200,926	153,545	483,947	-	-	-	1,810,103
Charges for Services	-	-	280,116	-	-	-	-	-	-	-	-	-	3,581,324
Fines and Forfeitures	-	-	-	-	-	-	-	-	-	-	-	-	390,191
Licenses and Permits	-	-	-	-	-	-	-	-	-	-	-	-	10,117,871
Investment Revenue	152,700	315,491	3,542,744	289,914	56,309	6,314	5,641	4,310	13,139	2,234,536	(11,418)	423,089	9,106,212
Miscellaneous	-	-	-	-	-	-	-	-	-	-	-	-	129,299
Total Revenues	152,700	14,201,182	4,293,433	1,036,684	104,569	231,229	206,567	157,855	497,086	2,234,536	(11,418)	3,178,853	72,772,645
EXPENDITURES:													
Current:													
General Government	-	-	1,149,147	-	-	-	-	-	-	2,041,489	196,644	-	4,629,805
Public Safety	-	-	464,025	-	-	-	-	-	-	-	28,815	-	18,903,010
Transportation	-	-	496,610	-	54,419	-	-	-	-	212,085	-	1,138,449	3,066,596
Economic Environment	-	-	-	-	-	-	-	-	-	-	-	-	15,625,984
Physical Environment	-	-	50,979	-	50,150	-	-	-	-	-	-	-	1,044,624
Culture and Recreation	-	-	370,280	490,963	-	-	-	-	-	69,727	-	-	2,627,688
Emergency and Disaster Relief	-	-	-	-	-	-	-	-	-	-	-	-	7,513
Capital Outlay:													
General Government	-	-	8,246,002	-	-	-	-	-	-	-	13,496	12,800	8,808,235
Public Safety	-	-	3,794,648	-	-	-	-	-	-	2,852,950	1,048,121	-	12,658,994
Transportation	-	-	2,036,043	-	-	-	-	-	-	706,106	-	1,767,307	5,781,908
Economic Environment	-	-	-	-	-	-	-	-	-	-	-	-	-
Physical Environment	-	-	65,839	-	-	-	-	-	-	2,633,939	-	-	2,847,752
Culture and Recreation	-	-	4,120,203	279,377	-	-	-	-	-	7,288,188	-	-	13,674,676
Debt Service:													
Principal	4,673,723	6,492,000	-	-	-	-	-	-	-	-	-	-	12,182,318
Interest and Fiscal Charges	1,385,200	7,324,529	-	-	-	-	-	-	-	-	-	-	8,901,648
Total Expenditures	6,058,923	13,816,529	20,793,776	770,340	104,569	-	-	-	-	15,804,484	1,287,076	2,918,556	110,760,751
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,906,223)	384,653	(16,500,343)	266,344	-	231,229	206,567	157,855	497,086	(13,569,948)	(1,298,494)	260,297	(37,988,106)
OTHER FINANCING SOURCES (USES):													
Transfers In	5,686,268	-	19,733,000	-	-	-	-	-	-	-	2,904,755	-	28,324,023
Transfers Out	-	-	(444,284)	-	-	-	-	-	-	-	-	(650,000)	(1,603,259)
Sale of Asstes	-	-	164,728	-	-	-	-	-	-	-	-	-	167,188
Debt Proceeds	-	-	2,570,000	-	-	-	-	-	-	-	-	-	2,570,000
SBITA	-	-	-	-	-	-	-	-	-	-	-	-	3,078,000
Total Other Financing Sources (Uses)	5,686,268	-	22,023,444	-	-	-	-	-	-	-	2,904,755	(650,000)	32,535,952
Change in Fund Balances	(219,955)	384,653	5,523,101	266,344	-	231,229	206,567	157,855	497,086	(13,569,948)	1,606,261	(389,703)	(5,452,154)
Fund Balances - Beginning	1,856,144	956,631	61,542,790	4,499,717	(24,117)	3,941	3,532	2,689	4,664	40,220,353	327,160	6,641,447	149,207,025
Fund Balances - Ending	\$ 1,636,189	\$ 1,341,284	\$ 67,065,891	\$ 4,766,061	\$ (24,117)	\$ 235,170	\$ 210,099	\$ 160,544	\$ 501,750	\$ 26,650,405	\$ 1,933,421	\$ 6,251,744	\$ 143,754,871

NONMAJOR ENTERPRISE FUNDS

Enterprise funds are used to account for operations that are financed and operated in a manner like private business enterprises - where the intent of the City Commission is that the costs of providing goods or services to the public on a continuing basis be financed or recovered primarily through user charges; or where the periodic determination of net income is appropriate for accountability purposes.

SANITATION ENTERPRISE FUND - This fund accounts for solid waste fees, franchise, and recycling revenues, as well as related collection and disposal costs.

PARKING ENTERPRISE FUND - This fund accounts for on-street and parking garage operations.

STORMWATER UTILITY FUND - This fund accounts for fees and charges related to the operation and maintenance of a stormwater management system.

GOLF ENTERPRISE FUND - This fund accounts for the operations and rental payments of City owned golf courses.

RECORDS PRESERVATION FUND – This fund accounts for resources accumulated to defray the cost of maintaining city-wide records management and preservation activities.

CITY OF HOLLYWOOD, FLORIDA
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
SEPTEMBER 30, 2024

CITY OF HOLLYWOOD, FLORIDA
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
SEPTEMBER 30, 2024

	Sanitation Enterprise	Parking Enterprise	Stormwater Utility	Golf Enterprise	Records Preservation	Total
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES:						
ASSETS:						
CURRENT ASSETS:						
Cash	\$ -	\$ 2,300	\$ -	\$ 100,000	\$ -	\$ 102,300
Investments	17,283,446	30,279,033	17,975,452	-	225,467	65,763,398
Accounts Receivable - Net of Allowances	2,609,646	61,877	1,392,216	52,207	-	4,115,946
Assessments - Net of Allowances	-	-	-	-	-	-
Due from Other Funds	-	-	-	-	-	-
Due from Other Governments	59,382	-	22,348	-	-	81,730
Prepays	-	-	-	1,250	-	1,250
Restricted Assets:						
Investments	1,145,597	470,034	-	-	-	1,615,631
Total Current Assets	21,098,071	30,813,244	19,390,016	153,457	225,467	71,680,255
Capital Assets:						
Land	63,890	1,561,650	-	962,122	-	2,587,662
Buildings	1,165,148	47,274,001	-	2,935,048	-	51,374,197
Improvements	92,240	1,913,878	16,538,410	3,826,887	-	22,371,415
Machinery and Equipment	247,152	2,598,513	1,313,994	963,910	-	5,123,569
Accumulated Depreciation	(1,327,278)	(25,492,885)	(5,646,429)	(7,538,002)	-	(40,004,594)
Construction In Progress	-	8,439,000	5,105,675	-	-	13,544,675
Right to Use - Subscription Asset	-	-	63,420	-	-	63,420
Accumulated Amortization - Subscription Asset	-	-	(36,413)	-	-	(36,413)
Right to Use - Lease Equipment	-	-	-	388,284	-	388,284
Accumulated Amortization - Right to Use - Lease Equipment	-	-	-	(204,636)	-	(204,636)
Total Capital Assets	241,152	36,294,157	17,338,657	1,333,613	-	55,207,579
Total Noncurrent Assets	241,152	36,294,157	17,338,657	1,333,613	-	55,207,579
Total Assets	21,339,223	67,107,401	36,728,673	1,487,070	225,467	126,887,834
DEFERRED OUTFLOWS OF RESOURCES:						
Deferred Outflow - General Employees Pension	925,264	1,706,294	1,871,106	73,967	-	4,576,631
Deferred Outflow for OPEB	1,523,440	3,288,941	2,827,315	47,024	-	7,686,720
Total Deferred Outflows of Resources	2,448,704	4,995,235	4,698,421	120,991	-	12,263,351
TOTAL ASSETS AND DEFERRED OUTFLOWS OF	23,787,927	72,102,636	41,427,094	1,608,061	225,467	139,151,185

(Continued)

CITY OF HOLLYWOOD, FLORIDA
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
SEPTEMBER 30, 2024

(Continued)

	Sanitation Enterprise	Parking Enterprise	Stormwater Utility	Golf Enterprise	Records Preservation	Total
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES:						
LIABILITIES:						
CURRENT LIABILITIES:						
Vouchers Payable	1,268,319	379,513	1,538,122	83,961	-	3,269,915
Accrued Wages and Leave	37,133	123,997	32,655	-	-	193,785
Compensated Absences	77,424	239,069	57,618	-	-	374,111
Construction Contracts	-	-	580,010	-	-	580,010
Due to Other Funds	-	-	-	3,008,823	-	3,008,823
Due to Other Governments	-	435	-	-	-	435
Interest Payable	-	1,554	4,383	-	-	5,937
Unearned Revenue	-	1,653,110	-	-	-	1,653,110
Deposits Payable	-	6,325	-	27,136	-	33,461
Payable from Restricted Assets:						
Deposits Payable	1,145,597	-	-	-	-	1,145,597
Construction Contracts	-	19,311	-	-	-	19,311
Bond Payable	-	20,499	-	-	-	20,499
Loans Payable	37,300	55,032	121,798	1,486	-	215,616
Short Term - Total Other Postemployment Benefits Obligation	207,011	380,633	113,522	6,678	-	707,844
Short Term - Subscription Liability	-	-	13,495	-	-	13,495
Short Term - Lease Liability	-	-	-	139,994	-	139,994
Total Current Liabilities	2,772,784	2,879,478	2,461,603	3,268,078	-	11,381,943
NONCURRENT LIABILITIES:						
Compensated Absences	17,939	-	-	-	-	17,939
Bond Payable-Net	-	105,558	-	-	-	105,558
Loans Payable	-	-	380,250	-	-	380,250
Other Postemployment Benefits Obligation	4,808,987	8,842,331	2,637,186	155,128	-	16,443,632
Net Pension Liability - General Employees Pension	3,671,015	6,882,069	1,972,194	298,336	-	12,823,614
Long Term Subscription Liability	-	-	14,418	-	-	14,418
Long Term Lease Liability	-	-	-	55,709	-	55,709
Total Noncurrent Liabilities	8,497,941	15,829,958	5,004,048	509,173	-	29,841,120
Total Liabilities	11,270,725	18,709,436	7,465,651	3,777,251	-	41,223,063
DEFERRED INFLOWS OF RESOURCES:						
Deferred Inflow - General Employees Pension	34,853	210,808	2,603,839	17,572	-	2,867,072
Deferred Inflow for OPEB Liability	2,450,077	4,614,192	3,669,763	88,035	-	10,822,067
Total Deferred Inflows of Resources	2,484,930	4,825,000	6,273,602	105,607	-	13,689,139
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	13,755,655	23,534,436	13,739,253	3,882,858	-	54,912,202
NET POSITION:						
Net Investment in Capital Assets	241,152	36,148,789	16,256,085	1,137,910	-	53,783,936
Restricted for:						
Future Capital Projects	-	470,034	-	-	-	470,034
Unrestricted (Deficit)	9,791,120	11,949,377	11,431,756	(3,412,707)	225,467	29,985,013
TOTAL NET POSITION	\$ 10,032,272	\$ 48,568,200	\$ 27,687,841	\$ (2,274,797)	\$ 225,467	\$ 84,238,983

CITY OF HOLLYWOOD, FLORIDA
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Sanitation Enterprise	Parking Enterprise	Stormwater Utility	Golf Enterprise	Records Preservation	Total
OPERATING REVENUES:						
Charges for Sales and Services	\$ 20,446,479	\$ 11,263,469	\$ 10,738,531	\$ 2,241,490	\$ 39,767	\$ 44,729,736
Fines and Forfeits	-	1,854,940	-	-	-	1,854,940
Miscellaneous	1,013,937	428,011	-	232,752	-	1,674,700
Total Operating Revenues	21,460,416	13,546,420	10,738,531	2,474,242	39,767	48,259,376
OPERATING EXPENSES:						
Personal Services and Benefits	839,277	4,183,964	1,109,043	13,334	-	6,145,618
Supplies, Services and Claims	18,035,581	4,141,455	3,772,432	2,593,733	39,421	28,582,622
Depreciation	41,218	1,970,752	720,275	194,474	-	2,926,719
Total Operating Expenses	18,916,076	10,296,171	5,601,750	2,801,541	39,421	37,654,959
Operating Income (Loss)	2,544,340	3,250,249	5,136,781	(327,299)	346	10,604,417
NONOPERATING REVENUES						
(EXPENSES):						
Investment Revenue	1,047,489	1,778,825	1,048,846	(30,744)	13,481	3,857,897
Interest Expense	(1,379)	(9,879)	(18,528)	(10,832)	-	(40,618)
Gain/Loss on Capex Disposal	-	12,354	-	-	-	12,354
Total Nonoperating Revenues						
(Expenses)	1,046,110	1,781,300	1,030,318	(41,576)	13,481	3,829,633
Income (Loss) Before Transfers	3,590,450	5,031,549	6,167,099	(368,875)	13,827	14,434,050
CONTRIBUTIONS:						
Intergovernmental	-	-	46,285	-	-	46,285
Capital Contributions	-	-	259,461	-	-	259,461
	-	-	305,746	-	-	305,746
TRANSFERS IN (OUT):						
Transfers In:	-	476,908	-	-	-	476,908
Transfers Out:	(10,033)	(395,654)	(462,557)	(65,470)	-	(933,714)
Total Transfers In (Out)	(10,033)	81,254	(462,557)	(65,470)	-	(456,806)
Change in Net Position	3,580,417	5,112,803	6,010,288	(434,345)	13,827	14,282,990
Net Position - Beginning	6,451,855	43,455,397	21,677,553	(1,840,452)	211,640	69,955,993
Net Position - Ending	\$ 10,032,272	\$ 48,568,200	\$ 27,687,841	\$ (2,274,797)	\$ 225,467	\$ 84,238,983

CITY OF HOLLYWOOD, FLORIDA
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Sanitation Enterprise	Parking Enterprise	Stormwater Utility	Golf Enterprise	Records Preservation	Total
CASH FLOWS FROM OPERATING ACTIVITIES:						
Cash Received from Customers, Employees and Other Governments	\$ 21,507,863	\$ 13,489,766	\$ 10,556,883	\$ 2,497,527	\$ 39,767	\$ 48,091,806
Payments to Suppliers for Goods and Services	(17,848,463)	(3,915,374)	(3,537,744)	(2,703,986)	(41,321)	(28,046,888)
Payments to Employees for Services	(1,845,880)	(3,945,778)	(1,199,113)	525	-	(6,990,246)
Payments for interfund services	-	-	-	442,852	-	442,852
Net Cash Provided (Used) by Operating Activities	1,813,520	5,628,614	5,820,026	236,918	(1,554)	13,497,524
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:						
Transfers In	-	476,908	-	-	-	476,908
Transfers Out	(10,033)	(395,654)	(462,557)	(65,470)	-	(933,714)
Net Cash Provided (Used) by Noncapital Financing Activities	(10,033)	81,254	(462,557)	(65,470)	-	(456,806)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:						
Principal Paid on Bonds, Notes and Equipment Contracts	(48,751)	(368,868)	(127,310)	(115,125)	-	(660,054)
Interest Paid on Bonds, Notes and Equipment Contracts	(1,379)	(15,749)	(19,503)	(10,832)	-	(47,463)
Capital Grants	-	-	23,937	-	-	23,937
Proceeds from Sale of Equipment	-	12,354	-	-	-	12,354
Acquisition and Construction of Capital Assets	(148,721)	(3,663,296)	(4,350,074)	(14,747)	-	(8,176,838)
Net Cash Provided (Used) for Capital and Related Financing Activities	(198,851)	(4,035,559)	(4,472,950)	(140,704)	-	(8,848,064)
CASH FLOWS FROM INVESTING ACTIVITIES:						
Investment Revenue	1,047,489	1,778,825	1,048,846	(30,744)	13,481	3,857,897
Net Cash Provided (Used) in Investing Activities	1,047,489	1,778,825	1,048,846	(30,744)	13,481	3,857,897
Net Increase (Decrease) in Cash	2,652,125	3,453,134	1,933,365	-	11,927	8,050,551
Cash and Equivalents - October 1	15,776,918	27,298,233	16,042,087	100,000	213,540	59,430,778
Cash and Equivalents - September 30	<u>\$ 18,429,043</u>	<u>\$ 30,751,367</u>	<u>\$ 17,975,452</u>	<u>\$ 100,000</u>	<u>\$ 225,467</u>	<u>\$ 67,481,329</u>

CITY OF HOLLYWOOD, FLORIDA
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

(Continued)

RECONCILIATION OF OPERATING INCOME (LOSS)
TO NET CASH PROVIDED (USED)
BY OPERATING ACTIVITIES:

Operating Income (Loss)	\$ 2,544,340	\$ 3,250,249	\$ 5,136,781	\$ (327,299)	\$ 346	\$ 10,604,417
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:						
Depreciation	41,218	1,970,752	720,275	194,474	-	2,926,719
Pension and OPEB	(1,001,002)	228,216	(34,234)	13,334	-	(793,686)
Change in Assets, Liabilities and Deferred Inflows/Outflows:						
(Increase) Decrease in Accounts Receivable	85,457	(34,109)	(181,648)	22,905	-	(107,395)
(Increase) Decrease in Due from Other Governments	(59,382)	-	-	-	-	(59,382)
Increase (Decrease) in Vouchers Payable	187,118	208,299	131,500	(110,253)	(1,900)	414,764
Increase (Decrease) in Accrued Expenses, Wages, and Leave	(5,601)	27,752	47,352	525	-	70,028
Increase (Decrease) in Due to Other Funds	-	-	-	442,852	-	442,852
Increase (Decrease) in Unearned Revenue	-	(22,645)	-	-	-	(22,645)
Increase (Decrease) in Deposits Payable	21,372	100	-	380	-	21,852
Total Adjustments	(730,820)	2,378,365	683,245	564,217	(1,900)	2,893,107
Net Cash Provided (Used) by Operating Activities	\$ 1,813,520	\$ 5,628,614	\$ 5,820,026	\$ 236,918	\$ (1,554)	\$ 13,497,524

INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City on a cost reimbursement basis.

CENTRAL SERVICES FUND - This fund accounts for the operation of the central garage, archiving services, public relations services, and information technology services.

INSURANCE FUND - This fund accounts for self-insurance activities, including reserves, and employee health benefits as well as purchased insurance coverages for general, auto and property liability.

CITY OF HOLLYWOOD, FLORIDA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
SEPTEMBER 30, 2024

	Central Services	Insurance	Total
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES:			
ASSETS:			
CURRENT ASSETS:			
Cash	\$ 500	\$ 28,568	\$ 29,068
Investments	37,806,612	37,694,110	75,500,722
Accounts Receivable - Net of Allowances	25,618	149,947	175,565
Reinsurance Receivable	-	762,160	762,160
Inventories of Supplies	57,586	-	57,586
Prepaid Items	-	1,042,658	1,042,658
Total Current Assets	<u>37,890,316</u>	<u>39,677,443</u>	<u>77,567,759</u>
NONCURRENT ASSETS:			
Capital Assets:			
Buildings	1,141,350	-	1,141,350
Machinery and Equipment	46,308,057	-	46,308,057
Accumulated Depreciation	(37,417,550)	-	(37,417,550)
Construction in Progress	-	320,499	320,499
Right to Use - Subscription Asset	5,313,701	-	5,313,701
Accumulated Amortization - Subscription Asset	(2,004,341)	-	(2,004,341)
Right to Use Asset - Equipment	1,341,000	-	1,341,000
Amortization - Right to Use Asset - Equipment	(206,375)	-	(206,375)
Total Capital Assets	<u>14,475,842</u>	<u>320,499</u>	<u>14,796,341</u>
Total Noncurrent Assets	<u>14,475,842</u>	<u>320,499</u>	<u>14,796,341</u>
Total Assets	<u>52,366,158</u>	<u>39,997,942</u>	<u>92,364,100</u>
DEFERRED OUTFLOWS OF RESOURCES:			
Deferred Outflow - General Employees Pension	3,867,130	435,173	4,302,303
Deferred Outflow for OPEB	<u>3,019,420</u>	<u>1,147,530</u>	<u>4,166,950</u>
Total Deferred Outflows of Resources	<u>6,886,550</u>	<u>1,582,703</u>	<u>8,469,253</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>59,252,708</u>	<u>41,580,645</u>	<u>100,833,353</u>

(Continued)

CITY OF HOLLYWOOD, FLORIDA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
SEPTEMBER 30, 2024

(Continued)

	Central Services	Insurance	Total
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES:			
LIABILITIES:			
CURRENT LIABILITIES:			
Vouchers Payable	869,488	743,492	1,612,980
Accrued Wages and Leave	206,883	18,590	225,473
Compensated Absences	513,098	41,970	555,068
Interest Payable	67,426	-	67,426
Claims Payable	-	7,723,949	7,723,949
Bonds Payable - Net	437,222	-	437,222
Financed Purchases	343,093	-	343,093
Loans Payable	1,756,796	15,855	1,772,651
Short Term - Total Other Postemployment Benefits Obligation	494,155	66,778	560,933
Short Term - Subscription Liability	2,311,692	-	2,311,692
Short Term - Lease Liability	327,798	-	327,798
Total Current Liabilities	7,327,651	8,610,634	15,938,285
NONCURRENT LIABILITIES:			
Accrued Wages and Leave	202,372	24,949	227,321
Claims Payable	-	11,316,926	11,316,926
Bonds Payable - Net	2,295,987	-	2,295,987
Loans Payable	5,600,000	-	5,600,000
Total Other Postemployment Benefits Liability	11,479,517	1,551,286	13,030,803
Net Pension Liability	15,597,462	1,418,642	17,016,104
Long Term - Subscription Liability	1,235,053	-	1,235,053
Long Term - Lease Liability	698,911	-	698,911
Total Noncurrent Liabilities	37,109,302	14,311,803	51,421,105
Total Liabilities	44,436,953	22,922,437	67,359,390
DEFERRED INFLOWS OF RESOURCES:			
Deferred Inflow for OPEB Liability	7,236,884	1,027,678	8,264,562
Deferred Inflow - General Employees Pension	2,360,253	80,261	2,440,514
Total Deferred Inflows of Resources	9,597,137	1,107,939	10,705,076
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	54,034,090	24,030,376	78,064,466
NET POSITION:			
Net Investment in Capital Assets	(305,161)	320,499	15,338
Unrestricted (Deficit)	5,523,779	17,229,770	22,753,549
TOTAL NET POSITION	\$ 5,218,618	\$ 17,550,269	\$ 22,768,887

CITY OF HOLLYWOOD, FLORIDA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Central Services	Insurance	Total
OPERATING REVENUES:			
Charges for Sales and Services	\$ 23,363,323	\$ 54,858,525	\$ 78,221,848
Miscellaneous	-	5,431,292	5,431,292
Total Operating Revenues	<u>23,363,323</u>	<u>60,289,817</u>	<u>83,653,140</u>
OPERATING EXPENSES:			
Personal Services and Benefits	4,920,918	773,029	5,693,947
Supplies, Services and Claims	11,634,450	59,797,715	71,432,165
Depreciation	6,257,696	-	6,257,696
Total Operating Expenses	<u>22,813,064</u>	<u>60,570,744</u>	<u>83,383,808</u>
Operating Income (Loss)	<u>550,259</u>	<u>(280,927)</u>	<u>269,332</u>
NONOPERATING REVENUES (EXPENSES):			
Investment Revenue	2,005,225	2,138,948	4,144,173
Interest Expense	(409,935)	(586)	(410,521)
Gain/Loss on Capex Disposal	419,913	-	419,913
Total Nonoperating Revenues	<u>2,015,203</u>	<u>2,138,362</u>	<u>4,153,565</u>
Income (Loss) Before Capital Contributions and Transfers	<u>2,565,462</u>	<u>1,857,435</u>	<u>4,422,897</u>
TRANSFERS IN (OUT):			
Transfers In:	2,870,512	-	2,870,512
Transfers Out:	(1,074,981)	-	(1,074,981)
Capital Contributions	(15,072)	-	(15,072)
Total Transfers In (Out)	<u>1,780,459</u>	<u>-</u>	<u>1,780,459</u>
Change in Net Position	4,345,921	1,857,435	6,203,356
Net Position - Beginning	<u>872,697</u>	<u>15,692,834</u>	<u>16,565,531</u>
Net Position - Ending	<u>\$ 5,218,618</u>	<u>\$ 17,550,269</u>	<u>\$ 22,768,887</u>

CITY OF HOLLYWOOD, FLORIDA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	Central Services	Insurance	Total
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash Received from Customers and Employees	\$ 23,354,557	\$ 60,582,764	\$ 83,937,321
Payments to Employees for Services	(7,361,728)	(23,675,646)	(31,037,374)
Payments to Suppliers for Goods and Services	(11,398,642)	(675,860)	(12,074,502)
Payments for Claims and Judgments		(35,099,142)	(35,099,142)
Net Cash Provided (Used) by Operating Activities	<u>4,594,187</u>	<u>1,132,116</u>	<u>5,726,303</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Transfers In	2,870,512	-	2,870,512
Transfers Out	(1,074,981)	-	(1,074,981)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>1,795,531</u>	<u>-</u>	<u>1,795,531</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Proceeds from Bonds and Other Borrowings	6,600,000	-	6,600,000
Principal Paid on Other Borrowings	(3,473,883)	(20,723)	(3,494,606)
Interest Paid on Other Borrowings	(394,865)	(586)	(395,451)
Proceeds from Sale of Equipment	417,300	-	417,300
Acquisition and Construction of Capital Assets	(5,259,073)	(320,499)	(5,579,572)
Net Cash Provided (Used) for Capital and Related Financing Activities	<u>(2,110,521)</u>	<u>(341,808)</u>	<u>(2,452,329)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Investment Revenue	2,005,224	2,138,948	4,144,172
Net Cash Provided (Used) in Investing Activities	<u>2,005,224</u>	<u>2,138,948</u>	<u>4,144,172</u>
Net Increase (Decrease) in Cash	6,284,421	2,929,256	9,213,677
Cash and Equivalents - October 1	31,522,691	34,793,422	66,316,113
Cash and Equivalents - September 30	<u>\$ 37,807,112</u>	<u>\$ 37,722,678</u>	<u>\$ 75,529,790</u>

(Continued)

CITY OF HOLLYWOOD, FLORIDA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024

	(Continued)		
	Central Services	Insurance	Total
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:			
Operating Income (Loss)	\$ 550,259	\$ (280,927)	\$ 269,332
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Depreciation	6,257,696	-	6,257,696
Pension and OPEB	(2,412,374)	92,890	(2,319,484)
Change in Assets, Liabilities and Deferred Inflows/Outflows:			
(Increase) Decrease in Accounts Receivable	(8,766)	292,947	284,181
(Increase) Decrease in Inventory	141,619	-	141,619
(Increase) Decrease in Prepaid Items	-	(156,961)	(156,961)
Increase (Decrease) in Vouchers Payable	94,189	666,808	760,997
Increase (Decrease) in Accrued Expenses, Wages, and Leave	(28,436)	4,279	(24,157)
Increase (Decrease) in Claims Payable	-	513,080	513,080
Total Adjustments	4,043,928	1,413,043	5,456,971
Net Cash Provided (Used) by Operating Activities	<u>\$ 4,594,187</u>	<u>\$ 1,132,116</u>	<u>\$ 5,726,303</u>

FIDUCIARY FUNDS

Fiduciary funds are used to account for resources held for the benefit of parties outside the City.

GENERAL EMPLOYEES' RETIREMENT SYSTEM - To account for the accumulation of resources and benefit payments for the pension plan for general employees.

FIRE PENSION FUND - To account for the accumulation of resources and benefit payments for the pension plan for fire personnel.

POLICE RETIREMENT SYSTEM - To account for the accumulation of resources and benefit payments for the pension plan for police personnel.

CITY OF HOLLYWOOD, FLORIDA
FIDUCIARY FUNDS
COMBINING STATEMENT OF FIDUCIARY NET POSITION
SEPTEMBER 30, 2024

CITY OF HOLLYWOOD, FLORIDA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
SEPTEMBER 30, 2024

	Employees Retirement	Fire Pension	Police Retirement	Total Pension Plans
ASSETS:				
Investments				
U. S. Government Securities	\$ 2,932,275	\$ 38,073,444	\$ 3,481,067	\$ 44,486,786
Money Market Funds	2,510,677	9,987,800	8,849,380	21,347,857
Corporate Equities	214,777,604	282,212,458	342,162,782	839,152,844
Corporate Bonds and Other	66,201,770	5,286,932	13,483,060	84,971,762
Foreign Bonds	1,134,044		6,000,000	7,134,044
Real Estate Funds	37,041,781	34,507,626	44,885,208	116,434,615
Infrastructure Investment fund	12,614,940	-	-	12,614,940
Asset Backed Securities	2,535,737	-	-	2,535,737
Private Credit Funds	51,232,970	-	1,823,551	53,056,521
Private Equity Funds	35,999,334	-	7,579,566	43,578,900
Hedge Funds	-	-	31,114,306	31,114,306
Alternative Investments	-	6,694,378	-	6,694,378
Mutual Funds	44,992,085	-	9,270,874	54,262,959
Pooled Investment Funds		285,149	-	285,149
Total Investments	471,973,217	377,047,787	468,649,794	1,317,670,798
DROP Loan Receivable	-	-	499,189	499,189
Interest Receivable	128,996	252,963	394,233	776,192
Employee and Participant Loan Receivable	-	-	40,791	40,791
Accounts Receivable	3,000,000	308,630	648,804	3,957,434
Capital Assets, Net	1,527,616	-	-	1,527,616
TOTAL ASSETS	476,629,829	377,609,380	470,232,811	1,324,472,020
LIABILITIES:				
Vouchers Payable	1,704,234	936,012	453,464	3,093,710
TOTAL LIABILITIES	1,704,234	936,012	453,464	3,093,710
NET POSITION:				
Restricted for Pension Benefits	\$ 474,925,595	\$ 376,673,368	\$ 469,779,347	\$ 1,321,378,310

CITY OF HOLLYWOOD, FLORIDA
FIDUCIARY FUNDS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET
POSITION FOR THE SICAL YEAR ENED SEPTEMBER 30, 2024

	Employees Retirement	Fire Pension	Police Retirement	Total Pension Plans
ADDITIONS:				
Contributions:				
City	\$ 26,508,097	\$ 24,087,670	\$ 31,087,571	\$ 81,683,338
State	-	2,535,767	2,623,857	5,159,624
Local	25,913	-	-	25,913
Members	4,027,262	2,644,937	3,308,232	9,980,431
Total Contributions	30,561,272	29,268,374	37,019,660	96,849,306
Investment Income:				
Net Increase in Fair				
Value of Plan Investments	65,722,271	70,406,650	79,464,952	215,593,873
Interest and Dividends	9,273,414	6,336,050	8,343,613	23,953,077
	74,995,685	76,742,700	87,808,565	239,546,950
Less: Investment Expense	(616,283)	(1,610,902)	(2,233,239)	(4,460,424)
Net Investment Income	74,379,402	75,131,798	85,575,326	235,086,526
Other Income	-	18,208	37,170	55,378
Total Additions	104,940,674	104,418,380	122,632,156	331,991,210
DEDUCTIONS:				
Pension Benefits	40,140,312	32,593,210	42,220,879	114,954,401
Refunds of Contributions	638,514	-	22,010	660,524
Administrative Expenses	1,295,198	706,534	786,541	2,788,273
Depreciation and Amortization	132,442	-	-	132,442
Total Deductions	42,206,466	33,299,744	43,029,430	118,535,640
Change in Net Position	62,734,208	71,118,636	79,602,726	213,455,570
Net Position Restricted for Pension				
Benefits - Beginning of Year	412,191,387	305,554,732	390,176,621	1,107,922,740
Net Position Restricted for Pension				
Benefits - End of Year	\$ 474,925,595	\$ 376,673,368	\$ 469,779,347	\$ 1,321,378,310

STASTICAL SECTION



CITY OF HOLLYWOOD, FLORIDA
INDEX TO STATISTICAL SECTION
(Unaudited – See Accompanying Independent Auditors' Report)

This part of the City of Hollywood's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, not disclosures, and required supplementary information says about the City's overall financial health.

FINANCIAL TRENDS	<u>Page No.</u>
These schedules contain trend information to help the reader understand how the City's financial performance and well-being changed over time.	183-194
REVENUE CAPACITY	195-202
These schedules contain information to help the reader assess the government's most significant tax revenue sources and in particular, property taxes.	
DEBT CAPACITY	203-207
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and its ability to issue additional debt.	
DEMOGRAPHIC AND ECONOMIC INFORMATION	208-209
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	
OPERATING INFORMATION	211-218
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	

Source:

Unless otherwise noted, the information in these schedules is derived from the Annual Comprehensive Financial Reports for the relevant year.

CITY OF HOLLYWOOD, FLORIDA

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS

(Accrual Basis of Accounting)

(\$ in thousands)

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
GOVERNMENTAL ACTIVITIES:				
Net Investment in Capital Assets	\$ 182,387	\$ 147,120	\$ 75,703	\$ 83,103
Restricted	111,798	99,216	142,408	144,635
Unrestricted	(725,680)	(746,001)	(817,883)	(918,790)
Total Governmental Activities Net Position	<u>\$ (431,495)</u>	<u>\$ (499,665)</u>	<u>\$ (599,772)</u>	<u>\$ (691,052)</u>
BUSINESS-TYPE ACTIVITIES:				
Net Investment in Capital Assets	\$ 282,433	\$ 287,790	\$ 239,324	\$ 230,012
Restricted	62,873	120,934	94,404	79,760
Unrestricted	164,865	42,865	57,511	53,319
Total Business-type Activities Net Position	<u>\$ 510,171</u>	<u>\$ 451,589</u>	<u>\$ 391,239</u>	<u>\$ 363,091</u>
PRIMARY GOVERNMENT:				
Net Investment in Capital Assets	\$ 464,820	\$ 434,909	\$ 315,027	\$ 313,115
Restricted	174,671	220,150	236,812	224,395
Unrestricted	(560,815)	(703,136)	(760,372)	(865,471)
Total Primary Government Net Position	<u>\$ 78,676</u>	<u>\$ (48,076)</u>	<u>\$ (208,533)</u>	<u>\$ (327,961)</u>

(1) Previously titled Invested in Capital Assets - Net of Related Debt

(2) Net Position previously titled Net Assets

CITY OF HOLLYWOOD, FLORIDA

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS

(Accrual Basis of Accounting)

(\$ in thousands)

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 70,938	\$ 69,416	\$ 71,886	\$ 65,894	\$ 65,085	\$ 68,150
139,737	119,212	34,865	33,995	49,191	36,472
<u>(926,843)</u>	<u>(830,648)</u>	<u>(779,606)</u>	<u>(451,440)</u>	<u>(457,116)</u>	<u>(440,035)</u>
<u>\$ (716,168)</u>	<u>\$ (642,020)</u>	<u>\$ (672,855)</u>	<u>\$ (351,551)</u>	<u>\$ (342,840)</u>	<u>\$ (335,413)</u>
\$ 222,928	\$ 219,044	\$ 186,154	\$ 164,263	\$ 145,990	\$ 131,447
63,242	62,248	64,916	64,238	62,157	63,304
29,856	20,480	9,765	68,179	59,580	48,867
<u>\$ 316,026</u>	<u>\$ 301,772</u>	<u>\$ 260,835</u>	<u>\$ 296,680</u>	<u>\$ 267,727</u>	<u>\$ 243,617</u>
\$ 293,866	\$ 288,460	\$ 258,040	\$ 230,157	\$ 211,075	\$ 199,597
202,979	181,460	99,781	98,233	111,348	99,776
<u>(896,987)</u>	<u>(810,168)</u>	<u>(769,841)</u>	<u>(383,261)</u>	<u>(397,536)</u>	<u>(391,168)</u>
<u>\$ (400,142)</u>	<u>\$ (340,247)</u>	<u>\$ (412,020)</u>	<u>\$ (54,871)</u>	<u>\$ (75,113)</u>	<u>\$ (91,795)</u>

CITY OF HOLLYWOOD, FLORIDA

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS

Accrual Basis of Accounting

(\$ in thousands)

	2024	2023	2022	2021
Primary Government:				
Expenses:				
Governmental Activities :				
General Government	\$ 62,000	\$ 49,739	\$ 38,930	\$ 39,072
Public Safety	233,249	183,934	147,855	188,005
Public Works	18,675	16,093	11,957	14,696
Transportation	6,445	6,306	2,955	3,229
Economic Environment	29,395	12,767	12,404	11,067
Physical Environment	1,252	380	158	892
Culture and Recreation	18,767	18,172	14,426	15,108
Emergency and Disaster Relief & Other	8	1,739	(94)	2,930
Interest and Fiscal Charges	8,320	9,805	4,887	5,250
Total Governmental Activities	<u>378,109</u>	<u>298,936</u>	<u>233,478</u>	<u>280,249</u>
Business - Type Activities:				
Water	31,884	31,763	30,973	27,205
Sewer	56,020	47,058	38,571	39,287
Sanitation	19,120	16,152	15,786	15,369
Stormwater	5,681	5,755	3,367	3,180
Golf	2,843	2,914	2,439	2,290
Parking	10,417	8,842	8,059	8,762
Other	40	44	39	35
Total Business-Type Activities Net Position	<u>126,004</u>	<u>112,528</u>	<u>99,234</u>	<u>96,128</u>
Total Primary Government Expenditures	<u>504,113</u>	<u>411,464</u>	<u>332,712</u>	<u>376,377</u>
Revenues:				
Governmental Activities :				
Charges for Services:				
General Government	24,876	19,831	17,730	16,889
Public Safety	58,199	61,688	51,966	48,321
Public Works	614	-	267	277
Transportation	-	-	-	-
Economic Environment	455	303	847	483
Physical Environment	1,062	707	352	160
Culture and Recreation	2,080	1,930	1,931	1,528
Operating Grants and Contributions	33,235	17,080	13,036	12,846
Capital Grants and Contributions	8,043	12,218	7041	962
Total Governmental Activities	<u>128,562</u>	<u>113,757</u>	<u>93,170</u>	<u>81,465</u>
Business - Type Activities:				
Water	49,635	48,411	43,140	42,346
Sewer	71,197	60,835	54,602	67,548
Sanitation	21,460	20,422	19,282	17,465
Stormwater	10,739	9,247	7,664	5,995
Golf	2,474	2,524	2,650	1,871
Parking	13,546	13,626	11,839	11,359
Other	40	33	30	32
Operating Grants and Contributions	-	-	-	-
Capital Grants and Contributions	7,931	15,564	1,235	1,681
Total Business-Type Activities	<u>177,023</u>	<u>170,663</u>	<u>140,442</u>	<u>148,296</u>
Total Primary Government Revenues	<u>305,585</u>	<u>284,420</u>	<u>233,612</u>	<u>229,761</u>

(Continued)

CITY OF HOLLYWOOD, FLORIDA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
Accrual Basis of Accounting
(\$ in thousands)

2020	2019	2018	2017	2016	2015
\$ 54,781	\$ 64,445	\$ 34,331	\$ 36,963	\$ 37,369	\$ 26,828
252,285	152,776	155,948	160,110	145,365	135,739
17,001	16,012	13,047	15,400	15,565	13,647
2,610	3,437	3,375	5,041	3,698	2,604
8,092	6,602	6,767	6,641	6,144	22,407
989	633	7,100	1,551	787	5,680
17,165	15,386	14,851	14,815	14,970	14,460
3,994	239	7,002	3,293	-	-
5,753	4,872	4,509	4,973	5,565	7,034
<u>362,670</u>	<u>264,402</u>	<u>246,930</u>	<u>248,787</u>	<u>229,463</u>	<u>228,399</u>
36,700	29,721	27,276	29,604	27,398	24,353
54,588	43,645	42,248	41,754	41,179	41,869
15,408	13,547	12,804	12,539	12,421	11,501
2,730	2,605	2,471	2,238	2,230	2,155
2,125	2,081	2,088	2,411	2,374	2,474
10,278	8,768	7,280	7,080	7,320	6,588
16	27	34	28	6	4
<u>121,845</u>	<u>100,394</u>	<u>94,201</u>	<u>95,654</u>	<u>92,928</u>	<u>88,944</u>
<u>484,515</u>	<u>364,796</u>	<u>341,131</u>	<u>344,441</u>	<u>322,391</u>	<u>317,343</u>
14,135	13,909	12,718	12,279	10,881	8,750
49,619	49,655	42,433	38,318	36,503	38,024
13	259	251	244	206	206
-	-	76	104	333	312
837	2,629	2,904	1,581	1,949	1,770
291	962	733	1,109	1,496	335
1,006	1,436	1,447	1,470	1,558	1,462
7,275	21,457	3,929	3,895	2,692	2,013
625	474	82	658	863	1,258
<u>73,801</u>	<u>90,781</u>	<u>64,573</u>	<u>59,658</u>	<u>56,481</u>	<u>54,130</u>
41,100	38,887	40,425	41,050	39,757	40,551
62,018	56,876	57,900	56,718	54,473	58,975
15,491	13,049	13,335	13,590	13,651	16,085
5,781	3,177	3,215	3,275	3,201	3,245
1,655	2,009	1,922	2,069	1,829	2,285
8,403	9,566	9,136	7,489	6,625	6,604
33	41	34	40	30	19
-	-	47	-	-	29
4,540	2,968	2,802	2,731	4,808	2,933
<u>139,021</u>	<u>126,573</u>	<u>128,816</u>	<u>126,962</u>	<u>124,374</u>	<u>130,726</u>
<u>212,822</u>	<u>217,354</u>	<u>193,389</u>	<u>186,620</u>	<u>180,855</u>	<u>184,856</u>

(Continued)

(Continued)

CITY OF HOLLYWOOD, FLORIDA

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS

Accrual Basis of Accounting

(\$ in thousands)

	2024	2023	2022	2021
Net (Expenses) Revenues:				
Governmental Activities	(249,548)	(185,178)	(140,308)	(198,784)
Business - Type Activities	51,019	58,135	41,208	52,168
Total Primary Government Net (Expenses) Revenues	<u>(198,529)</u>	<u>(127,044)</u>	<u>(99,100)</u>	<u>(146,616)</u>
General Revenues and Other Changes In Net Position:				
Governmental Activities :				
Property Taxes Levied for General Purpose	140,948	127,152	115,100	110,043
Property Taxes Levied for Debt Service	13,886	13,929	7,594	7,591
Property Taxes Incremental	48,436	43,354	37,835	38,442
Utility Service Taxes	25,833	25,100	22,151	20,961
Franchise Taxes	18,687	17,825	16,400	13,824
Sales Tax	12,262	12,899	12,608	10,911
Gas Tax	2,756	2,728	2,736	2,569
Local Business Tax	2,067	2,423	2,510	2,418
Contributions not Restricted to Specific Programs	8,076	9,142	7,815	6,590
Investment Revenue	28,997	18,573	(4,469)	174
Gain (loss) on sale of Capital Assets	149	0	1,298	(174)
Miscellaneous	9,715	5,865	4,319	4,887
Transfers	5,907	6,294	5,689	5,663
Total Governmental Activities	<u>317,718</u>	<u>285,285</u>	<u>231,586</u>	<u>223,899</u>
Business - Type Activities:				
Investment Revenue	19,510	11,895	(7,288)	(52)
Gain (loss) on sale of Capital Assets	69	3	(82)	118
Noncapital other contributions	-	-	-	-
Miscellaneous	-	-	1	495
Large User Lawsuit Settlement	(6,109)	(3,388)	-	-
Transfers	(5,907)	(6,294)	(5,689)	(5,663)
Total Business-Type Activities	<u>7,563</u>	<u>2,216</u>	<u>(13,058)</u>	<u>(5,102)</u>
Total Primary Government General Revenues and Other Changes in Net Position	<u>325,281</u>	<u>287,501</u>	<u>218,528</u>	<u>218,797</u>
Change in Net Position:				
Governmental Activities	68,170	100,106	91,278	25,115
Business - Type Activities	<u>58,582</u>	<u>60,351</u>	<u>28,150</u>	<u>47,066</u>
Total Primary Government General Change in Net Position	<u>126,752</u>	<u>160,457</u>	<u>119,428</u>	<u>72,181</u>

(Continued)

CITY OF HOLLYWOOD, FLORIDA

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS

Accrual Basis of Accounting

(\$ in thousands)

2020	2019	2018	2017	2016	2015
(288,869)	(173,621)	(182,357)	(189,129)	(172,982)	(174,269)
17,176	26,179	34,615	31,308	31,446	41,782
<u>(271,693)</u>	<u>(147,442)</u>	<u>(147,742)</u>	<u>(157,821)</u>	<u>(141,536)</u>	<u>(132,487)</u>
103,745	100,692	89,282	77,073	70,740	64,459
7,609	3,680	3,673	3,682	3,742	3,781
37,479	31,082	35,366	32,512	29,790	27,988
20,886	20,673	21,004	20,629	20,324	20,595
12,057	13,007	12,911	12,726	11,540	11,955
9,081	10,080	10,137	9,563	10,254	9,252
2,469	2,773	2,760	2,766	2,913	2,652
2,411	2,299	2,332	2,030	1,871	1,773
7,084	8,025	7,843	7,025	6,984	6,883
3,032	4,435	2,881	1,268	932	759
14	732	-	-	-	-
3,331	14,751	3,139	2,411	6,790	1,727
5,522	(7,772)	6,980	6,059	4,175	6,763
<u>214,720</u>	<u>204,457</u>	<u>198,308</u>	<u>177,744</u>	<u>170,055</u>	<u>158,587</u>
2,041	4,543	2,420	2,546	2,150	1,409
74	-	-	-	-	-
-	-	-	-	-	-
485	2,443	826	686	728	1,052
-	-	-	-	-	-
(5,522)	7,772	(6,981)	(6,059)	(4,175)	(6,763)
<u>(2,922)</u>	<u>14,758</u>	<u>(3,735)</u>	<u>(2,827)</u>	<u>(1,297)</u>	<u>(4,302)</u>
<u>211,798</u>	<u>219,215</u>	<u>194,572</u>	<u>174,917</u>	<u>168,758</u>	<u>154,285</u>
(74,149)	30,836	15,951	(11,385)	(2,927)	(15,682)
<u>14,254</u>	<u>40,937</u>	<u>30,880</u>	<u>28,481</u>	<u>30,149</u>	<u>37,480</u>
<u>(59,895)</u>	<u>71,773</u>	<u>46,831</u>	<u>17,096</u>	<u>27,222</u>	<u>21,798</u>

CITY OF HOLLYWOOD, FLORIDA
GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
 (Accrual Basis of Accounting)
 (\$ in thousands)

Fiscal Year	Property Taxes	Utilities Service Taxes	Franchise Taxes	Sales Tax	Gas Tax	Local Business Tax (1)	Total
2024	\$ 203,269	\$ 25,833	\$ 18,687	\$ 12,262	\$ 2,756	\$ 2,067	\$ 264,873
2023	184,435	25,100	17,825	12,899	2,728	2,423	245,410
2022	160,529	22,151	16,400	12,608	2,736	2,510	216,934
2021	156,077	20,961	13,824	10,911	2,569	2,418	206,760
2020	148,833	20,886	12,057	9,081	2,469	2,411	195,737
2019	135,454	20,673	13,007	10,080	2,773	2,299	184,286
2018	128,321	21,004	12,911	10,137	2,760	2,332	177,465
2017	113,267	20,629	12,726	9,563	2,766	2,030	160,981
2016	104,272	20,324	11,539	10,254	2,913	1,871	151,173
2015	96,227	20,595	11,955	9,252	2,651	1,773	142,453

CITY OF HOLLYWOOD, FLORIDA
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(\$ in thousands)

Fiscal Year	General Fund						Total Governmental Funds
	Nonspendable	Restricted	Committed	Assigned	Unassigned	Total	
2024	\$ 77	\$ -	\$ 2,112	\$ 4,010	\$ 85,865	\$ 92,064	
2023	126	-	11,549	2,495	69,165	83,335	
2022	62	-	11,121	1,380	75,716	88,279	
2021	50	-	10,466	9,268	54,842	74,626	
2020	58	12,774	10,955	6,458	49,198	79,443	
2019	40	6,300	11,086	8,023	60,176	85,625	
2018	37	-	18,966	4,984	48,109	72,096	
2017	47	-	17,987	4,195	33,496	55,725	
2016	34	-	15,983	2,806	30,854	49,677	
2015	42	-	16,641	3,136	14,967	34,786	

Fiscal Year	Other Governmental Funds						Total Governmental Funds
	Nonspendable	Restricted	Committed	Assigned	Unassigned	Total	
2024	\$ 800	\$ 244,717	\$ 59,460	\$ 4,984	\$ (1,411)	\$ 308,550	\$ 400,614
2023	24	247,450	59,290	2,531	(1,598)	307,697	391,032
2022	680	141,677	20,607	3,064	(1,959)	164,069	252,348
2021	1,954	143,905	11,798	4,629	(971)	161,315	235,941
2020	3,024	126,232	12,395	4,786	(5,163)	141,274	220,717
2019	1,132	112,182	329	6,702	(9,827)	110,518	196,143
2018	-	51,187	5,205	2,076	(9,948)	48,520	120,616
2017	1,586	74,757	7,334	1,348	(2,990)	82,035	137,760
2016	2,042	75,779	5,909	3,298	-	87,028	136,705
2015	2,501	44,225	218	1,387	(191)	48,140	82,926

See accompanying independent auditor's report.

CITY OF HOLLYWOOD, FLORIDA
CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)
(\$ in thousands)

	2024	2023	2022	2021
Revenues:				
Property Taxes	\$ 181,463	\$ 164,968	\$ 143,588	\$ 138,800
Utilities Service Taxes	25,833	25,100	22,151	20,961
Franchise Taxes	18,687	17,825	16,400	13,824
Licenses and Permits	12,170	14,257	9,280	9,140
Intergovernmental	76,017	69,514	59,868	52,043
Charges for Services	75,652	71,768	65,194	60,015
Fines and Forfeits	390	396	457	437
Impact Fees	1,810	2,174	395	824
Investment Revenue	24,838	16,038	(2,811)	192
Miscellaneous	5,361	5,814	4,906	5,289
Total Revenues	<u>422,221</u>	<u>387,854</u>	<u>319,428</u>	<u>301,525</u>
Expenditures:				
Current:				
General Government	58,382	48,939	45,875	39,223
Public Safety	210,051	182,253	176,147	164,830
Public Works	16,364	15,484	13,076	13,197
Transportation	6,079	6,279	3,427	3,419
Economic Environment	19,307	8,200	10,634	8,737
Physical Environment	1,252	380	156	890
Culture and Recreation	16,334	15,894	13,679	12,451
Emergency and Disaster Relief & Other	8	1,738	(94)	2,929
Other	-	-	43	43
Capital Outlay:				
General Government	9,137	3,621	2,003	
Public Safety	12,664	10,643	9,285	859
Public Works	-	-	-	2,970
Transportation	8,687	11,636	8,020	1,722
Economic Environment	9,028	7,883	3,088	178
Physical Environment	11,620	1,511	1,286	2,732
Culture and Recreation	14,154	5,929	4,813	12,950
Debt Service				
Principal	21,482	21,401	17,188	16,280
Interest and Fiscal Charges	9,196	9,728	5,958	6,560
Total Expenditures	<u>423,743</u>	<u>351,519</u>	<u>314,584</u>	<u>289,971</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>(1,523)</u>	<u>36,335</u>	<u>4,844</u>	<u>11,555</u>

(Continued)

CITY OF HOLLYWOOD, FLORIDA
CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

(Modified Accrual Basis of Accounting)

(\$ in thousands)

2020	2019	2018	2017	2016	2015
\$ 132,135	\$ 121,538	\$ 112,390	\$ 98,520	\$ 90,697	\$ 84,028
20,886	20,673	21,004	20,629	20,324	20,595
12,057	13,007	12,878	12,726	11,540	11,955
9,618	10,878	10,305	7,973	8,864	8,054
49,886	42,807	41,235	38,261	37,116	34,467
57,614	59,582	50,182	48,187	44,915	44,010
508	159	1,284	61	424	1,659
-	-	-	-	-	-
2,440	3,238	2,062	1,006	628	486
3,331	14,663	3,261	3,023	5,860	1,651
<u>288,475</u>	<u>286,545</u>	<u>254,601</u>	<u>230,386</u>	<u>220,368</u>	<u>206,905</u>
39,873	55,236	33,057	31,292	26,847	26,240
165,753	152,847	141,936	133,224	120,134	123,346
13,159	12,921	12,229	12,144	10,977	12,114
3,085	2,840	2,297	2,211	1,589	2,246
6,808	5,992	3,826	3,455	2,990	19,427
988	432	20	335	258	572
11,959	11,698	11,411	10,538	9,835	11,093
3,994	239	7,002	3,293	-	-
113	250	2,252	2,333	2,718	3,775
1,755	16,290	4,691	1,840	3,097	1,599
4,248	2,810	2,721	3,046	2,582	1,340
11	-	-	-	-	-
1,087	1,573	1,719	5,358	3,402	3,624
50	6	-	5	-	5
2,132	4,524	7,607	4,080	718	7,625
2,117	55	305	468	313	571
16,091	13,853	13,982	13,628	13,773	12,702
6,484	5,696	5,576	6,213	8,974	7,864
<u>279,707</u>	<u>287,262</u>	<u>250,631</u>	<u>233,463</u>	<u>208,207</u>	<u>234,143</u>
<u>8,768</u>	<u>(717)</u>	<u>3,970</u>	<u>(3,077)</u>	<u>12,161</u>	<u>(27,238)</u>

(Continued)

(Continued)

CITY OF HOLLYWOOD, FLORIDA
CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
 (Modified Accrual Basis of Accounting)
 (\$ in thousands)

	2024	2023	2022	2021
Other Financing Sources(Uses)				
Issuance of debt	\$ -	\$ -	\$ 4,901	\$ -
Retirement of debt	-	-	-	-
Transfers In	35,657	56,918	20,114	21,910
Transfers Out	(31,398)	(54,479)	(15,600)	(18,346)
Sale of Assets	1,091	2,888	1,385	103
Lease (right-of-use asset) Acquired	107	513	763	-
Impact Fees	-	-	-	-
SBITA	3,078	2,264	-	-
Debt Proceeds	2,570	89,660	-	-
Premium Proceeds	-	4,585	-	-
Total Other Financing Sources (Uses)	<u>11,105</u>	<u>102,349</u>	<u>11,563</u>	<u>3,667</u>
Changes in Fund Balances	<u>\$ 9,582</u>	<u>\$ 138,685</u>	<u>\$ 16,407</u>	<u>\$ 15,222</u>
Debt Service as a percentage of Noncapital Expenditures	8.6%	10.0%	8.1%	8.5%

(Continued)

CITY OF HOLLYWOOD, FLORIDA
CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
 (Modified Accrual Basis of Accounting)
 (\$ in thousands)

2020	2019	2018	2017	2016	2015
\$ 11,700	\$ 70,738	\$ -	\$ 14,831	\$ 92,127	\$ 45,922
-	-	-	(14,831)	(53,924)	(43,732)
21,377	14,593	13,246	12,143	15,352	16,783
(18,390)	(11,220)	(7,600)	(8,011)	(11,937)	(12,817)
56	2,133	-	-	-	-
-	-	-	-	-	-
1,064	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
15,807	76,244	5,646	4,132	41,618	6,156
<u>\$ 24,575</u>	<u>\$ 75,527</u>	<u>\$ 9,616</u>	<u>\$ 1,055</u>	<u>\$ 53,779</u>	<u>\$ (21,082)</u>
8.4%	7.5%	8.4%	9.1%	11.5%	9.4%

CITY OF HOLLYWOOD, FLORIDA
GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
 (Modified Accrual Basis of Accounting)
 (\$ in thousands)

Fiscal Year	Property Taxes	Utilities Service Taxes	Franchise Taxes	Sales Tax	Gasoline Tax	Local Business Tax	Total
2024	\$ 181,463	\$ 25,833	\$ 18,687	\$ 12,262	\$ 2,756	\$ 2,067	\$ 243,067
2023	164,968	25,100	17,825	12,899	2,728	2,423	225,943
2022	143,588	22,151	16,400	12,608	2,736	2,467	199,950
2021	138,800	20,961	13,824	10,911	2,569	2,418	189,483
2020	132,135	20,886	12,057	9,081	2,469	2,411	179,039
2019	121,538	20,673	13,007	10,080	2,773	2,299	170,370
2018	115,782	21,004	12,877	10,137	2,670	2,130	164,600
2017	98,520	20,629	12,726	9,563	2,677	1,931	146,046
2016	90,697	20,324	11,540	10,254	2,825	1,826	137,466
2015	84,028	20,595	11,955	9,252	2,569	1,723	130,122

See accompanying independent auditor's report.

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CITY OF HOLLYWOOD, FLORIDA
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(\$ in thousands)

Fiscal Year	Real Property			Personal Property	Less: Tax Exempt Property	Total Taxable Assessed Value
	Residential Property	Commercial Property	Other Property			
2024	\$ 26,443,104	\$ 8,537,215	\$ 10,919	\$ 1,688,134	\$ 13,369,616	\$ 23,309,756
2023	22,017,930	7,788,769	10,028	1,602,418	10,387,658	21,031,487
2022	18,164,519	7,235,649	9,381	1,500,854	8,007,188	18,903,215
2021	17,363,909	7,268,998	9,265	1,610,129	7,750,225	18,502,076
2020	16,789,008	6,868,114	6,374	1,473,059	7,723,651	17,412,904
2019	16,191,585	6,431,406	4,764	1,547,857	7,702,624	16,472,988
2018	15,187,241	6,052,243	4,623	1,512,574	7,519,034	15,237,647
2017	13,978,049	5,650,080	4,469	627,053	7,075,271	13,184,380
2016	12,764,725	5,163,513	4,117	604,697	6,453,560	12,083,492
2015	11,607,318	4,829,226	4,137	595,229	5,880,337	11,155,573

Source: Broward County Revenue Collector.

(1) Includes tax exempt property.

See accompanying independent auditor's report.

CITY OF HOLLYWOOD, FLORIDA
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

(\$ in thousands)

Total Direct Tax Rate (mills)		Estimated Actual Taxable Value (1)	Assessed Value as a Percentage of Actual Value
8.0846	\$	36,679,373	63.55%
8.1548		31,419,146	66.94
7.8966		26,910,403	70.25
7.8966		26,252,301	70.48
7.9226		25,136,556	69.27
7.6992		24,175,612	68.14
7.6992		22,756,682	66.96
7.7363		20,259,651	65.08
7.7677		18,537,052	65.19
7.8007		17,035,909	65.48

CITY OF HOLLYWOOD, FLORIDA
PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS

Fiscal Year	City of Hollywood			Overlapping Rates (1)					
	Operating Millage	Debt Service Millage	Total City Millage	Broward County			Broward County School District		
				Operating Millage	Debt Service Millage	Total County Millage	Operating Millage	Debt Service Millage	Total School Millage
2024	7.4665	0.6181	8.0846	5.5492	0.1198	5.6690	6.4260	0.1896	6.6156
2023	7.4665	0.6883	8.1548	5.5306	0.1384	5.6690	5.9510	0.1873	6.1383
2022	7.4810	0.4156	7.8966	5.5134	0.1556	5.6690	6.3180	0.1441	6.4621
2021	7.4665	0.4301	7.8966	5.4999	0.1691	5.6690	6.4140	0.0912	6.5052
2020	7.4665	0.4561	7.9226	5.4878	0.1812	5.6690	6.6350	0.1043	6.7393
2019	7.4665	0.2327	7.6992	5.4792	0.1898	5.6690	6.2750	0.1279	6.4029
2018	7.4479	0.2513	7.6992	5.4623	0.2067	5.6690	6.4740	0.0654	6.5394
2017	7.4479	0.2884	7.7363	5.4474	0.2216	5.6690	6.8360	0.0703	6.9063
2016	7.4479	0.3198	7.7677	5.4741	0.2489	5.7230	7.2030	0.0710	7.2740
2015	7.4479	0.3528	7.8007	5.4584	0.2646	5.7230	7.4380	0.0000	7.4380
2014	7.4479	0.3957	7.8436	5.4400	0.2830	5.7230	7.4800	0.0000	7.4800

Property Tax Rates: Expressed as mills per \$1,000 of taxable value.

Source: Broward County Property Appraiser.

- (1) Overlapping rates are those of local and county governments that apply to property owners within the City of Hollywood. Not all overlapping rates apply to all City of Hollywood property owners (e.g., the rates for special districts apply only to the proportion of the government's property owners whose property is located within the geographic boundaries of the special district).
- (2) Hollywood tax district code 0543 and 0553 - excluding North Broward Hospital District.
- (3) Hollywood tax district code 0534 - excluding South Broward Hospital District.

See accompanying independent auditor's report.

CITY OF HOLLYWOOD, FLORIDA
PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS

Special Districts	South Broward Hospital District	North Broward Hospital District	Total Direct and Overlapping Rates	
			(2)	(3)
0.7089	0.0937	1.4307	21.1718	22.4818
0.7121	0.1010	1.6029	20.7752	22.2771
0.7591	0.1144	1.2770	20.9012	22.0638
0.7877	0.1199	1.1469	20.9784	22.0054
0.7997	0.1260	1.0324	21.2566	22.1630
0.8138	0.1414	1.0855	20.7263	21.6704
0.8302	0.1496	1.2483	20.8874	21.9861
0.8509	0.1615	1.3462	21.3240	22.5087
0.8753	0.1737	1.4425	21.8137	23.0825
0.9069	0.1863	1.5939	22.0549	23.4625
0.9337	0.4000	1.7554	22.3803	23.7357

City of Hollywood, Florida
Principal Taxpayers
Current Year and Nine Years Ago
(\$ in thousands)

<u>Taxpayer</u>	Fiscal Year 2024	
	Taxable Assessed Value (1)	Percentage of Total City Taxable Assessed Value
Florida Power & Light Company	\$ 1,238,094	5.3 %
Hollywood FL Owner LLC	422,259	1.8
MVHF LLC (BLDG) City of Hollywood	229,562	1.0
Oakwood Plaza LP	146,807	0.6
HC Real Property LLC	123,500	0.5
Equity One (Sheridan Plaza) LLC	95,768	0.4
North 29TH FL Partners LLC	83,287	0.4
VB Owner LLC VB TIC II Owner LLC ET AL	78,000	0.3
Hollywood Owner LLC	73,298	0.3
Windsor Hollywood LLC	71,465	0.3
Total Taxpayer	<u>\$ 2,562,040</u>	<u>10.99 %</u>

Total Taxable Assessed Value \$ 23,309,756

<u>Taxpayer</u>	Fiscal Year 2015	
	Taxable Assessed Value (2)	Percentage of Total City Taxable Assessed Value
Diplomat Properties LTD Partnership	\$ 271,497	2.43 %
Florida Power & Light Company	161,113	1.44
Michael Sverdlow Properties	94,615	0.85
Equity One LLC	75,770	0.68
Distribution Funding, Inc.	49,571	0.44
WRI/Hollywood Hills LLC	37,901	0.34
Park Colony	37,160	0.33
Windsor Hollywood LLC	36,454	0.33
CDR Presidential LLC	36,247	0.32
SNH SE Properties Trust	33,660	0.30
Total Taxpayer	<u>\$ 833,988</u>	<u>7.48 %</u>

Total Taxable Assessed Value \$ 11,155,573

Source: Broward County Revenue Collector

(1) Value of nonexempt real and personal property subject to taxation at January 1, 2023

(2) Value of nonexempt real and personal property subject to taxation at January 1, 2014

CITY OF HOLLYWOOD, FLORIDA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(\$ in thousands)

Fiscal Year	Total Tax Levy (1)	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percent of Levy Collected		Amount	Percent of Levy Collected
2024	\$ 181,573	\$ 181,475	99.95 %	\$ -	\$ 181,475	99.95 %
2023	165,115	164,993	99.93	42	165,035	99.95
2022	143,618	143,551	99.90	33	143,584	99.98
2021	139,538	138,828	99.49	641	139,469	99.95
2020	132,493	132,026	99.65	485	132,511	100.01
2019	121,653	121,561	99.92	107	121,668	100.01
2018	112,628	112,407	99.80	230	112,637	100.01
2017	98,636	98,539	99.90	98	98,637	100.00
2016	90,797	90,711	99.91	85	90,796	100.00
2015	84,181	84,045	99.84	98	84,143	99.95

(1) Source: Broward County Revenue Collector.

See accompanying independent auditor's report.

CITY OF HOLLYWOOD, FLORIDA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(\$ in thousands, except per capita amount)

Governmental Activities					
Fiscal Year	General Obligation Bonds/Note	Capital Imp Bonds and Loans	Leases, and SBITA, and Other	Revenue Bonds and Loans (CRA's)	Bond Premium (Discount)
2024	\$ 156,757	\$ 41,089	\$ 9,493	\$ -	\$ 13,188
2023	163,249	38,688	9,280	7,340	14,676
2022	81,036	44,729	4,331	14,682	11,693
2021	85,274	40,414	4,361	22,723	13,353
2020	89,363	42,858	3,946	30,455	15,200
2019	93,900	32,550	5,943	37,887	17,073
2018	36,435	33,161	7,794	45,661	7,871
2017	38,940	34,231	6,937	53,043	9,527
2016	41,372	51,803	7,926	60,231	11,354
2015	43,922	42,715	6,541	52,436	-

See accompanying independent auditor's report.

CITY OF HOLLYWOOD, FLORIDA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(\$ in thousands, except per capita amount)

Business-type Activities						
Water & Sewer		Leases, and		Total	Percentage	
Revenue	Loans	SBITA, and	Bond Premium	Primary	of Personal	Per
Bonds	Payable	Other	(Discount)	Government	Income	Capita
\$ 31,776	\$ 174,602	\$ 951	\$ 5,401	\$ 433,258	8.10%	\$ 2,795
33,377	116,483	1,545	6,123	390,761	6.88%	2,523
39,249	124,468	1,409	7,024	328,621	5.69%	2,121
45,390	108,793	2,045	8,111	330,463	6.76%	2,148
61,623	77,511	2,633	1,681	325,270	6.98%	2,143
68,515	69,318	3,179	2,500	330,865	7.10%	2,193
75,054	61,499	5,246	3,477	276,198	6.17%	1,853
81,229	66,111	6,173	4,599	300,790	7.25%	2,043
87,119	71,320	7,115	5,853	344,093	8.61%	2,354
89,020	78,585	7,990	6,242	327,451	8.57%	2,259

CITY OF HOLLYWOOD, FLORIDA
RATIOS OF GENERAL OBLIGATION BONDS/NOTE DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(\$ in thousands, except per capita amount)

Fiscal Year	General Obligation Bonds/Note	Less: Amounts Available in Debt Service Fund	Total	Percentage of Total Taxable Assessed Value of Property	Per Capita
2024	\$ 168,354	\$ (1,341)	\$ 167,013	0.72 %	\$ 1,086
2023	175,750	(957)	174,793	0.83	1,129
2022	89,770	(1,441)	88,329	0.48	589
2021	98,627	(570)	98,057	0.52	629
2020	99,500	(463)	99,037	0.53	579
2019	104,593	(354)	104,239	0.61	612
2018	36,435	(282)	36,153	0.27	243
2017	38,940	(233)	38,707	0.32	263
2016	41,372	(182)	41,190	0.34	282
2015	43,922	(129)	43,793	0.39	302

See accompanying independent auditor's report.

CITY OF HOLLYWOOD, FLORIDA
COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT
GENERAL OBLIGATION BONDS
SEPTEMBER 30, 2024

Governmental Unit	Bonded Debt Outstanding	Applicable to City of Hollywood	
		Percent (1)	Amount
DIRECT DEBT:			
City of Hollywood:			
General Obligation	\$ 168,353,573	100 %	\$ 168,353,573
Revenue Bonds and Loans			
Non-Self-Supporting Revenue Debt	<u>52,173,244</u>	100	<u>52,173,244</u>
Total Direct Debt	<u>220,526,817</u>	100	<u>220,526,817</u>
OVERLAPPING DEBT:			
Broward County	9,733,000 (a)	5	522,580
Broward School District	<u>2,174,675,000</u>	5	116,761,644
Total Overlapping Debt	<u>2,184,408,000</u>		<u>117,284,224</u>
Total Direct and Overlapping Debt	\$ <u>2,404,934,817</u>		\$ <u>337,811,041</u>

Source: Taxing authority indicated.

(1) Percent of taxable value of property in Hollywood to taxable value of property in overlapping unit.

COMPUTATION OF LEGAL DEBT MARGIN
SEPTEMBER 30, 2024

The City has no legal debt margin requirement.

See accompanying independent auditor's report.

CITY OF HOLLYWOOD, FLORIDA
PLEDGED-REVENUE COVERAGE
LAST TEN FISCAL YEARS
(\$ in thousands)

Water & Sewer Revenue Debt						
Fiscal Year	Revenues (1)	Less:	Net	Debt Service		Coverage
		Operating Expenses (2)	Available Revenue (3)	Principal	Interest	
2024	\$ 136,484	\$ 63,970	\$ 72,514	\$ 12,049	\$ 2,514	4.98
2023	119,165	54,096	65,069	11,492	3,260	4.41
2022	92,574	47,034	45,540	14,359	3,189	2.60
2021	109,894	44,633	65,261	12,241	3,521	4.14
2020	102,412	68,548	33,864	13,766	5,504	1.76
2019	99,616	52,652	46,964	12,726	4,971	2.65
2018	100,416	48,857	51,559	12,079	5,895	2.87
2017	100,108	47,581	52,527	11,260	6,676	2.93
2016	96,241	43,130	53,111	11,835	6,184	2.95
2015	100,875	42,327	58,548	12,255	7,341	2.99

- (1) Total operating and investment revenue.
(2) Total expense exclusive of depreciation plus special item in 2024.

See accompanying independent auditor's report.

CITY OF HOLLYWOOD, FLORIDA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Personal Income (2)</u> (\$ in thousands)	<u>Per Capita Personal Income (2)</u>	<u>Median Age (2)</u>	<u>School Enrollment (3)</u>	<u>Unemployment Rate (4)</u>
2024	155,038	\$ 5,347,261	\$ 34,490	42.3	18,805	3.1 %
2023	154,875	5,679,421	36,671	40.5	19,273	2.7
2022	154,909	5,776,712	37,291	44.9	19,494	3.2
2021	153,854	4,889,634	31,781	40.6	20,410	4.6
2020	151,818	4,657,017	30,675	42.7	19,263	8.2
2019	150,878	4,661,828	30,898	41.4	19,251	3.2
2018	149,028	4,479,782	30,060	41.7	19,441	3.5
2017	147,212	4,148,729	28,182	42.1	19,360	4.3
2016	146,155	3,995,001	27,334	42.6	19,623	4.6
2015	144,926	3,819,815	26,357	41.9	20,238	5.3

(1) Source: University of Florida, Bureau of Economic and Business Research.

(2) Source: U.S. Census Bureau (as of the most recent DP 03 Report)

(3) Source: Broward School District - for Hollywood.

(4) Source: U.S. Department of Labor, Bureau of Labor Statistics.

See accompanying independent auditor's report.

CITY OF HOLLYWOOD, FLORIDA

PRINCIPAL EMPLOYERS

SEPTEMBER 30, 2024

<u>Employer</u>	<u>Employees</u>	<u>Product/ Business</u>	<u>Percentage of Employment</u>
Memorial Healthcare System	6,798	Hospital	5.3 %
Joe DiMaggio Children's Hospital	1,809	Hospital	1.4
City of Hollywood	1,476	Government	1.1
Publix Supermarkets	1,024	Supermarket Chain	0.8
Memorial Regional Hospital South	840	Hospital	0.7
Diplomat Resort & Spa	800	Hotel	0.6
Chewy	600	Distributor of Pet Food	0.5
Margaritaville Hollywood Beach Resort	496	Hotel	0.4
NVS, Inc	360	Architecture & Engineering	0.3
Great Healthworks	358	Health & Wellness	0.3

SEPTEMBER 30, 2015

<u>Employer</u>	<u>Employees</u>	<u>Product/ Business</u>	<u>Percentage of Employment</u>
Memorial Healthcare System	3,600	Hospital	4.6 %
City of Hollywood	1,198	Government	1.5
Publix Supermarkets	1,146	Supermarket Chain	1.5
Westin Diplomat Resort & Spa	1,000	Hotel	1.3
Memorial Regional Hospital South	675	Hospital	0.9
Great Health Works, Inc.	430	Health Care Products	0.5
Brandsmart U.S.A.	346	Retail Consumer Electronics	0.4
HEICO Corporation	311	Aircraft Parts	0.4
First Services Residential	275	Property Management	0.3
Sheridan Technical Center	264	Educational Facility	0.3

Source: Broward County Revenue Collector

(1) Value of nonexempt real and personal property subject to taxation at January 1, 2023

(2) Value of nonexempt real and personal property subject to taxation at January 1, 2014

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CITY OF HOLLYWOOD, FLORIDA
BUDGETED FULL- TIME POSITIONS FOR CITY EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
FUNCTION:				
General Government:				
City Commission				
Elected Officials	7	7	7	7
Administrative Staff	6	6	6	6
City Manager	10	9	8	7
City Clerk	6	6	6	6
City Attorney	15	14	14	14
Budget & Performance Management	7	7	7	7
Communications, Marketing & Economic Development	11	10	10	10
Financial Services	32	32	39	41
Procurement and Contract Compliance	10	10		
Human Resources	10	10	13	13
Labor Relations & Risk Management	4	4	4	4
Development Services:				
Administration	3	4	5	4
Architecture	0	0	0	0
Engineering	0	0	0	0
Engineering & Mobility	16	14	14	14
Parking Services	0	0	0	0
Planning & Development Services	0	0	0	0
Planning & Urban Design	11	8	9	9
Building	50	43	37	32
Code Compliance	0	30	28	28
Community Development - ILA	1	1	1	1
Public Safety:				
Police:				
Officers	342	334	327	321
Civilians	167	133	132	129
Fire:				
Certified	240	240	242	235
Beach Safety	52	27	27	27
Civilians	12	12	12	12
Public Works:				
Administration	6	6	7	6
Code Compliance	0	0	0	0
Streets & Highways	28	28	28	28
Building & Grounds	27	27	29	29
Fleet Maintenance	11	15	15	15
Community & Economic Development	0	0	0	0
Housing & Community Redevelopment	0	0	0	0
Culture & Recreation	44	43	43	42
Public Utilities				
Administration	48	48	45	44
Engineering Services	19	19	19	19
Water & Wastewater	137	137	134	134
Stormwater	10	10	12	11
Sanitation	15	15	15	15
Information Technology	24	22	23	23
Design & Construction Management	15	14	12	19
Total	<u>1,396</u>	<u>1,345</u>	<u>1,330</u>	<u>1,312</u>

Source: City of Hollywood adopted fiscal year budget

CITY OF HOLLYWOOD, FLORIDA
BUDGETED FULL- TIME POSITIONS FOR CITY EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
7	7	7	7	7	7
6	6	6	6	6	6
7	7	7	7	7	7
6	6	6	8	8	8
14	14	14	14	14	12
8	8	8	0	0	0
11	10	10	5	5	6
33	42	42	50	50	49
12	9	10	11	11	12
5	4	3	4	4	3
4	4	3	3	0	0
9	9	8	9	0	0
5	5	6	6	0	0
0	5	6	6	0	0
0	18	18	16	16	16
0	0	0	0	0	0
9	7	7	7	11	11
32	33	31	31	31	30
28	0	0	0	0	0
0	0	0	0	0	0
321	323	321	321	322	323
127	103	109	109	133	168
233	233	226	225	213	213
27	26	26	26	26	26
14	12	12	12	12	12
6	6	6	6	6	6
0	25	25	25	0	0
28	28	27	24	24	24
29	27	33	36	48	51
15	15	15	15	15	15
0	0	0	4	4	4
0	0	0	0	0	0
42	42	42	42	42	44
44	44	44	44	44	44
19	19	19	19	18	18
130	130	130	130	131	132
11	11	11	11	11	11
18	18	15	15	11	10
22	22	23	23	23	23
16	0	0	0	4	8
<u>1,298</u>	<u>1,278</u>	<u>1,276</u>	<u>1,277</u>	<u>1,257</u>	<u>1,299</u>

CITY OF HOLLYWOOD, FLORIDA
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

	2024	2023	2022
FUNCTION:			
Police:			
Physical Arrests	2,594	3,970	2,713
Traffic Summons	20,228	20,308	14,823
Fire:			
Emergency Unit Responses	56,040	51,764	48,042
Ambulance Transports	12,669	12,511	12,374
Inspections Conducted	6,320	7,524	6,038
Building Activity:			
Permits Issued:			
Electrical	2,050	2,383	2,094
Mechanical	1,143	988	763
Plumbing	1,463	1,442	1,334
Structural	6,910	5,632	5,386
Zoning	122	133	191
Reviewer Valuation:			
Electrical	63,557,534	77,601,235	47,322,063
Mechanical	39,741,564	41,284,059	17,946,532
Plumbing	31,959,093	37,896,577	23,152,054
Structural	481,751,459	645,761,527	288,998,097
Zoning	507,729	1,050,316	730,388
Public Works:			
Compressed Natural Gas (CGN) Used in Place of Gasoline (Gallons)			
E85 Gas	123,008	231,415	363,100
Reuse Water Used for Irrigation Purposes (Cubic Feet)	4,478,696	4,478,696	4,478,696
Culture and Recreation:			
Special Events/Programs Held	67	68	67
Special Events/Program Participants	258,337	130,465	90,960
Sports Fields Prepared for Games	1,800	1,795	1,788
Rounds of Golf Played at Orangebrook Golf Course	61,678	58,520	67,173
Water System:			
Average Daily Consumption (Million GPD)	24.2	23.8	23.3
Wastewater System:			
Average Daily Treatment (Million GPD)	43.89	40.68	38.4
Sanitation:			
Solid Waste Collection (Tons)	43,200	41,495	40,997
Material Recycled (Tons)	5,280	6,471	9,425
Parking Services:			
Parking Violations Issued	80,683	77,124	59,436

Source: Information herein provided by various City departments annually.
The use of E85 gas began in May 2017.

CITY OF HOLLYWOOD, FLORIDA
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

2021	2020	2019	2018	2017	2016	2015
4,073	3,578	5,368	6,172	7,059	7,502	5,584
15,027	10,481	13,883	16,184	22,583	23,809	22,150
47,960	44,755	45,192	48,260	65,483	65,221	63,443
14,386	12,221	13,765	13,063	13,810	14,740	14,825
7,079	5,222	6,889	3,742	3,750	5,097	7,612
2,171	2,503	2,789	3,289	2,667	2,598	2,047
1,316	1,348	1,595	1,567	1,520	1,411	1,393
1,616	1,904	1,908	2,672	2,582	2,427	4,169
7,480	7,057	7,881	8,647	6,361	6,422	5,596
146	137	55	-	-	-	-
28,675,899	38,459,641	34,409,093	50,594,374	33,592,099	48,951,927	28,147,130
32,907,612	31,126,705	18,050,008	24,154,831	19,751,604	25,482,660	30,026,421
15,801,199	24,398,214	17,441,998	23,497,454	18,259,839	26,030,291	22,863,089
287,192,145	372,062,082	604,218,963	424,251,620	293,230,831	411,440,568	345,464,780
511,667	4,042,988	184,627	-	-	-	-
		11,837	5,389	8,118	98,855	86,859
465,355	442,243	410,133	391,873	165,926	-	-
4,478,696	4,482,969	4,922,167	4,922,167	3,620,000	2,352,286	3,534,628
44	64	177	174	102	118	113
97,105	45,416	126,365	130,984	254,694	209,869	238,948
1,350	1,755	3,840	10,188	3,810	5,200	8,100
50,231	52,892	73,931	71,508	75,133	64,497	76,181
22.1	21.7	21.2	21.9	20.9	22.6	22.3
40.7	38.9	38.3	34.7	38.5	36.0	36.5
50,721	51,835	45,622	45,622	44,809	41,640	41,307
9,654	9,714	11,320	11,320	9,989	9,753	9,216
53,913	43,641	43,670	39,967	35,896	37,886	38,934

CITY OF HOLLYWOOD, FLORIDA
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS

	2024	2023	2022
FUNCTION:			
Police:			
Stations	1	1	1
Neighborhood Network Centers	2	2	2
Patrol Units & Other Vehicles	466	467	492
Fire:			
Stations	6	6	6
Training Centers	1	1	1
Beach Safety Center	1	1	1
Fire Apparatus	15	15	15
Emergency Rescue/Transport Units	12	12	12
Highways and Streets:			
Miles of Streets	879	879	879
Miles of Alleys	88	88	88
Number of Street Lights	9,026	9,026	9,026
Culture and Recreation:			
Art and Culture Centers	3	3	3
Baseball/Softball Diamonds	12	12	13
Basketball Courts-Indoor	3	3	3
Basketball Courts-Outdoor	24	24	24
Beach:			
Total Miles	6	6	6
Miles Maintained for Public Use	5	5	5
Miles of Patrolled Area	5	5	5
Bocci Ball Courts	2	2	2
Football/Soccer Fields	17	17	17
Golf Courses (36, 18 and 9 Holes)	3	3	3
Paddleball Courts	18	18	18
Parks and Playgrounds	90	90	90
Performing Arts Center-Indoor (508 Seats)	1	1	1
Recreation Centers	12	12	12
Roller Hockey Rinks (Converted for pickleball use)	1	1	1
Shuffleboard Courts	0	0	0
Skate Parks	2	2	2
Swimming Pools	1	1	1
Tennis Centers (12 Lighted Courts)	1	1	1
Tennis Courts	9	9	9
Theaters-Outdoor	3	3	3
Water System:			
Miles of Water Mains	550	552	550
Number of Supply Wells	22	22	22
Maximum Treatment Capacity (Million GPD)	41	41	46
Maximum Treatment Capacity Rating (Million GPD)	60	60	60
Storage Capacity (Millions of Gallons)	18	18	18
Number of Service Connections	41,687	41,635	41,600
Number of Fire Hydrants	3,049	3,022	3,038

CITY OF HOLLYWOOD, FLORIDA
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS

2021	2020	2019	2018	2017	2016	2015
1	1	1	1	1	1	1
2	2	2	2	2	2	3
461	439	480	510	510	521	550
6	6	6	6 (1)	5 (1)	6	6
1	1	1	1	1	1	1
1	1	1	1	1	1	1
15	15	15	15	15	15	15
12	12	12	12	12	12	12
879	879	879	879	879	879	879
88	88	88	85	85	85	85
9,026	9,026	8,819	8,822	9,438	9,262	9,262
2	2	2	2	2	2	2
14	14	15	15	15	15	15
3	3	3	2	2	2	2
24	24	24	24	24	24	24
6	6	6	6	6	6	6
5	5	5	4	5	5	4
5	5	5	4	5	5	4
2	2	2	2	2	2	2
17	17	23	18	18	18	18
3	3	3	3	3	3	3
18	18	18	18	18	18	18
90	79	80	81	80	80	81
1	1	1	1	1	1	1
12	11	11	11	11	11	11
1	1	1	1	1	1	1
26	26	36	36	36	36	36
2	2	2	2	2	2	2
1	1	1	1	1	1	1
1	1	1	1	1	1	1
9	9	9	9	9	9	9
3	3	3	3	3	3	3
550	547	547	550	550	550	557
22	22	22	22	22	22	22
46	46	46	46.0	46.0	46.0	46.0
60	60	60	60.0	60.0	60.0	59.5
18	18	18	18.0	18.0	18.0	18.0
41,918	41,377	40,565	41,372	40,565	41,128	40,247
3,037	2,913	2,869	2,832	2,832	2,685	2,687

CITY OF HOLLYWOOD, FLORIDA
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS

	<u>2024</u>	<u>2023</u>	<u>2022</u>
Stormwater:			
Miles of Storm Drains	71.0	77.0	77.0
Number of Catch Basins	4,379	4,286	4,240
Number of Pump Stations	10	10	10
Number of Drainage Wells	12	12	12
Number of Out-falls	328	346	350
Wastewater System:			
Miles of Sanitary Sewers	217	216	215
Number of Lift Stations	86	86	86
Maximum Treatment Capacity (Million GPD)	55.5	55.5	55.5
Number of Service Connections	22,762	22,663	25,342
Number of Sanitary Sewer Manholes	4,659	4,562	4,587

Source: Information herein is provided by various City departments annually.

(1) Fire Station 45 was demolished and is in the process of being rebuilt.

CITY OF HOLLYWOOD, FLORIDA
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS

<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
77.0	123.0	124.0	130.0	152.0	159.0	156.0
4,260	4,398	4,439	4,480	4,581	4,624	4,842
10	10	10	10	10	10	10
12	12	12	9	9	9	12
350	367	350	379	383	389	462
212	207	205	270	270	279	324
85	80	80	80	80	80	80
55.5	55.5	55.5	56.0	56.0	56.0	55.5
22,342	21,870	21,870	21,726	20,688	21,303	21,178
4,589	4,399	4,335	4,344	4,330	4,354	4,569





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