



# ANNUAL COMPREHENSIVE FINANCIAL REPORT

# *miami Gardens*

For the Fiscal Year Ended  
**September 30, 2021**

Miami Gardens, Florida

**CITY OF MIAMI GARDENS, FLORIDA**

**ANNUAL COMPREHENSIVE FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED**

**SEPTEMBER 30, 2021**

Prepared by:

THE FINANCE DEPARTMENT

This page is intentionally left blank.

# CITY OF MIAMI GARDENS, FLORIDA

## ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

### TABLE OF CONTENTS

	<u>PAGE</u>
<b>I. INTRODUCTORY SECTION</b>	
Letter of Transmittal	i-vii
GFOA Certificate of Achievement	viii
Organizational Chart	ix
City Officials	x
<b>II. FINANCIAL SECTION</b>	
INDEPENDENT AUDITORS' REPORT	1-3
MANAGEMENT'S DISCUSSION AND ANALYSIS	4-17
BASIC FINANCIAL STATEMENTS:	
Government-wide Financial Statements	
Statement of Net Position	18
Statement of Activities	19
Fund Financial Statements:	
Balance Sheet – Governmental Fund	20
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	20
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Fund	21
Reconciliation of the Statement of Revenues, Expenses and Changes in	
Fund Balances of Governmental Funds to the Statement of Activities	22
Statement of Net Position-Proprietary Fund	23
Statement of Revenues, Expenses and Changes in Net Position –Proprietary Fund	24
Statement of Cash Flows-Proprietary Fund	25
Notes to Basic Financial Statements	26-69
REQUIRED SUPPLEMENTARY INFORMATION (OTHER THAN MD&A):	
Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual:	
General Fund	70
Transportation Fund	71
Note to Budgetary Comparison Schedule	72
Schedule of the City's Proportionate Share of the Net Pension Liability —	
Florida Retirement System, Pension Plan	73
Schedule of City Contributions — Florida Retirement System, Pension Plan	74
Schedule of the City's Proportionate Share of the Net Pension Liability —	
Health Insurance Subsidy Pension Plan	75
Schedule of City Contributions — Health Insurance Subsidy Pension Plan	76
Schedule of Changes in the City's Total Other Post-Employment Benefits Liability and Related Ratios	77
Schedule of Changes in the City's Net Plan Fiduciary Net Position	78
Schedule of Employer's Proportionate Share of the Net OPEB Liability — General	79
Schedule of Employer's Proportionate Share of the Net OPEB Liability — Special Class	79
Schedule of Employer's Proportionate Share of the Net OPEB Liability — Stormwater	79

# CITY OF MIAMI GARDENS, FLORIDA

ANNUAL COMPREHENSIVE FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED  
SEPTEMBER 30, 2021

## TABLE OF CONTENTS

	<u>PAGE</u>
OTHER SUPPLEMENTARY INFORMATION	
Budgetary Comparison Schedule (Major Fund)	
Capital Projects Fund	80
Grant Funds	81
Combining Balance Sheet - Non-Major Governmental Funds	82
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance – Non-Major Fund	83
Budgetary Comparison Schedules (Non-Major Fund)	84-89

## III. STATISTICAL SECTION

Net Position by Component	90
Changes in Net Position	91
General Governmental Tax Revenues by Source	92
Fund Balances of Governmental Funds	93
Changes in Fund Balances of Governmental Funds	94
Assessed Value and Estimated Actual Value of Taxable Property	95
Property Tax Rates-Direct and Overlapping Governments	96
Principal Property Taxpayers	97
Property Tax Levies and Collections	98
Ratios of Outstanding Debt by Type	99
Direct and Overlapping Governmental Activities Debt	100
Outstanding Debt, Legal Debt Limits and Covenants	101
Ratio of General Bonded Debt	102
Pledged Revenue Bond Coverage	103
Demographic and Economic Statistics	104
Principal Employers	105
Full Time Equivalent City Government Employees by Function	106
Operating Indicators by Function	107
Capital Asset Statistics by Function/Program	108

## IV. COMPLIANCE SECTION

Report of Independent Certified Public Accountants on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	109-110
Independent Auditors' Report on Compliance for Each Major Federal Program and State Project and on Internal Control Over Compliance Required by the Uniform Guidance and Chapter 10.650, Rules of The Auditor General	111-113
Schedule of Findings and Questioned Costs	114-115
Schedules of Expenditures of Federal Awards and State Financial Assistance	116-117
Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance	118
Independent Auditors' Report on Compliance with Requirements of Section 218.415 Florida Statutes	119
Management Letter in Accordance with the Rules of the Auditor General of the State of Florida	120-121

---

## **INTRODUCTORY SECTION**

---

This page is intentionally left blank.



# City of Miami Gardens

March 31, 2022

To the Citizens of the City of Miami Gardens, Florida:

It is our pleasure to submit the Annual Comprehensive Financial Report for the City of Miami Gardens, Florida, for the fiscal year ended September 30, 2021, pursuant to Section 218.39 of the Florida Statutes, Chapter 10.550 of the Rules of the Auditor General of the State of Florida, and the City Charter. The financial statements included in this report conform to Generally Accepted Accounting Principles (GAAP) in the United States of America as prescribed by the Governmental Accounting Standards Board (GASB). The responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City.

The financial statements have been audited by Anthony Brunson P.A. Certified Public Accountants. The independent auditor has issued an unmodified opinion and this report fairly represents the financial position of the City in conformity with GAAP. The independent audit of the financial statements of the City of Miami Gardens was part of a broader, Federal and State mandated "Single Audit" designed to meet the special needs of Federal and State grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the City's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards.

The contents of the report have been influenced by compliance with GASB pronouncements, including GASB 68 Accounting and Financial Reporting of Pension, GASB 75, Accounting and Financial Reporting for Postemployment Benefits other than Pensions and, Statement 34 Requiring the Preparation of Government-wide Financial Statements on a Full Accrual Basis of Accounting for All Funds, as well as Management's Discussion and Analysis. The MD&A can be found immediately following the independent auditors' report.

## Profile of the Government

The City was incorporated May 13, 2003, under the Charter and Laws of Miami-Dade County (the "County"), and is the County's third (3<sup>rd</sup>) largest municipality behind the Cities of Miami and Hialeah. The City operates under a Mayor-Council-Manager form of government. The City Council is comprised of the Mayor and six (6) other Council Members who are responsible for enacting ordinances, resolutions and regulations governing the City as well as appointing the members of the various advisory boards. Additionally, Council appoints the City Manager, the City Attorney and the City Clerk upon the recommendation of the Mayor. As Chief Administrative Officer, the City Manager is responsible for enforcement of laws and ordinances and appoints and supervises the Department Directors of the City.

In addition to providing residents with public safety, general government, parks and public works services, the City provides recreation facilities and community development programs to its residents.

The annual budget serves as the foundation for the City's financial planning and control. All Departments of the City are required to submit proposed budgets to the City Manager, who then makes any necessary revisions. The

City Manager then presents to the City Council for their review, a budget estimate of the expenditures and revenues of all the City's Departments and Divisions. Two (2) public hearings are then conducted to inform the taxpayers of the proposed budget, to receive their comments, and respond to their questions on the proposed budget. A majority affirmative vote of the quorum is needed to adopt the budget, which is legally enacted prior to October 1<sup>st</sup> by the passage of an Ordinance. Section 4.5 of the City Charter provides the Council must adopt the budget by Ordinance. The City's budget is approved at the fund level. The City Manager may adjust the adopted budget for adjustments within a fund. The City Council must approve all other budget amendments as well as supplemental appropriations with the exception of grant revenues and debt proceeds, which can be amended by the City Manager. Budget to actual comparisons are provided in this report for the City's General Fund (page 70), Transportation Fund (page 71), Capital Projects Fund (page 80), Grants Fund (page 81), Special Revenue Funds: State Housing Initiatives Partnership (SHIP), Community Development Block Grant Fund (CDBG), Development Service Fund, Law Enforcement Trust Fund, Impact Fees, Brick Paver and Special Taxing District (page 82-87), Debt Service Fund (page 88) and Community Redevelopment Fund (page 89).

## **Financial Information**

### ***Accounting Control***

City Management is responsible for establishing and maintaining an internal control structure designed to ensure the assets of the City are protected from loss, theft or misuse and to ensure adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles in the United States of America. The internal control structure is designed to provide reasonable, but not absolute, assurance these objectives are met. The concept of reasonable assurance recognizes: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

As a recipient of federal, state and local financial assistance, the government is responsible for ensuring an adequate internal control structure is in place and to document compliance with applicable laws and regulations related to these programs. This internal control structure is subject to periodic evaluation by management. In addition, the City maintains extensive budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council. The level of budgetary control (i.e., the level at which expenditures cannot legally exceed the appropriated amount) is the fund level. The City maintains an encumbrance accounting system.

The City's accounting system is organized on a fund basis. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. The types of funds used are generally determined by the City Council upon the recommendations of the City Manager and the Finance Director and are based upon established and accepted accounting policies and procedures as well as the number of funds required.

### ***Budgetary Controls***

The budgetary control adopted by the City of Miami Gardens includes a legally adopted budget by the Council for the General Fund, Capital Projects Fund, Development Services Fund, Community Development Block Grant Fund, Transportation Fund, Stormwater Fund, Impact Fees Funds and Debt Service Fund. Without Council's approval, expenditures may not exceed appropriation at a Fund level.

Administrative budget transfers may occur upon approval of the City Manager or his/her designee within the fund level. The City Manager has the authority to increase the budget based on receipt of grants and issuance of any financing approved by the Council.

## **Economic Condition and Outlook**

### Limits On Tax Base Growth.

Under Florida's Constitution, residential properties are owner-occupied and have a homestead exemption limited to the Consumer Price Index increase or 3% whichever is less. The effect of this limitation burdens the City's tax base by exempting from taxation large portions of residential property value. The City has the ability to tax property up to 10 mills, \$10 for each \$1,000 of taxable value. It is not anticipated the City will reach the tax rate cap anytime soon. In January 2008, Amendment One to the State Constitution, also known as "Portability of Save Our Homes" was passed through a statewide referendum. This amendment provided an additional \$25,000 homestead exemption, a \$25,000 tax exemption for tangible personal property and portability whenever the property is sold. The new exemption negatively impacts the City by reducing its property tax base. Moreover, effective with the City's FY 2008 budget, the Florida Legislature has modified its roll-back requirement. This change will require the City to "roll-back" its tax rate each year to a rate that will produce the same property tax revenue as for the prior year plus the change in per capita personal income. The City Council can vote with a super majority to increase the amount, but ultimately the legislation will limit the ability of the City to increase its revenues from property taxes.

The City's property value in FY 2021 increased by 7.88% over the FY 2020 final taxable value. The Council adopted the same millage rate as FY 2020 at 6.9363 mills that has remained unchanged over the last eight (8) years, generating additional revenue of \$2,409,318.

### Economic Conditions.

The City, in its 18<sup>th</sup> year, continues to experience economic and environmental growth, both population and business, however, COVID-19 crisis led to dramatic swings in unemployment and the shutdown of businesses that have been a key to the cities revitalization clearly affecting the economy. A Cares Act Grant provided through Miami-Dade County will allow medical, rental and mortgage assistance for those affected. In FY 2022, we are optimistic the City will almost be back to normalcy.

In FY 2021, the City had both public and private development projects along with several bond projects continue to move successfully through the site plan review process. Vista Lago is a 605,084 SF multi-family residential development with a combination of one-hundred thirteen (113) townhome units, one-hundred twenty (120) condominium units and one-hundred sixty-eight (168) apartment units which completed the plan review and broke ground in October 2020, project expected to be completed in 2023. The Oaks Enclave will provide roughly four-hundred twenty (420) market rate rental units along the Palmetto Expressway across several modern design towers, the project commenced in January 2021 and is expected to be completed in December 2021. Commercial developments include a new two (2) story 42,842 SF FPL Customer Service Center with an adjacent one-story 1,029 SF equipment storage area expected to be completed in FY 2022; a 130,501 self-storage facility at Gardens Promenade shopping center that is presently reaching completion; the 17,000 SF Baptist Health Medical Office Building, is breaking ground in FY 2022, a 47,176 SF construction project has been permitted and is underway for Chen Medical Center, construction is beginning on Chipotle a 2,479 SF and Pollo Compero a 2,349 SF eat-in restaurants with outdoor dining, an expansion project of 6,500 SF has begun for El Dorado and an expansion project of 25,000 SF in the beginning stages for Home Depot; Valvoline Facility is expected to be completed in FY 2022 that includes a new 2,141 SF building; Three (3) new communities, Walden Place I and Walden Place II a one-hundred sixty-one (161) units townhome development and Majorca Estates with fifty-one (51) single family homes is expected completed in 2023; WAWA gas station and convenience store within the Gardens Promenade Shopping Center is anticipated to be completed by the end of 2021; Village Shops at Stadium Corners for a total of 8,801 SF will house seven (7) retail storefronts that is permitted and moving forward.

City Bond projects completed in FY 2021 include the 14,000 SF Senior Family Center, Bunche Park and new amenities to Betty T Ferguson. City Bond projects projected next fiscal year include Andover Open Park and Cloverleaf Park a 2,000SF, open park and parking lot. The Dolphin Training Facility at the Hard Rock Stadium opened in 2021 and features an indoor and outdoor practice fields, a 125,000 SF support building with team spaces, meeting rooms, and administrative offices for coaches, trainers, and staff. The Pomelo, a resort-inspired

mid-rise complex, with two-hundred fifty-nine (259) rental units featuring clubhouse, fitness center and outdoor recreation center was completed in 2021. Villages at Miami Gardens Apartments is a residential development with approximately fifty (50) multi-family rental units designed in a two (2) story, townhome layout that was completed in the summer of 2021. Jessie Trice 15,000 SF medical center was completed in FY2021 offering community health programs and services. Lastly, Miami Open at the Hard Rock Stadium totaling 80,000 sq. ft. supported the FY 2020 tennis opening, as well as, future tennis opens over a thirty (30) year deal through 2050.

The City is strategically located between the Miami and Fort Lauderdale markets and is at the crossroads of the area's major traffic ways. A large portion of the City's housing stock was constructed over thirty (30) years ago. In 2006, the City of Miami Gardens became eligible to receive federal funding from the Department of Housing and Urban Development (HUD). The sole purpose of the Community Development Block Grant (CDBG) Program is to create decent housing, a suitable living environment and economic opportunities for the City's low-income residents, neighborhoods and businesses. Now in its 15<sup>th</sup> year, the City has received over \$18.7 million in CDBG funds. To date, three hundred fifty-nine (359) homes have been rehabilitated, thirty-nine (39) first-time homeowners received homeownership assistance, five (5) neighborhood drainage, nine (9) park improvement projects have been completed, seven (7) additional non-profit organizations have been funded to provide public service programs to residents, and six (6) full-time and twenty-five (25) part-time jobs have been created from financial assistance to eight (8) businesses. Additionally, in 2009 the City received \$6.8 million from the Neighborhood Stabilization Program (NSP) to purchase abandoned and foreclosed homes in an effort to stabilize neighborhoods that were on a decline due to the foreclosure crisis. To date, the City has purchased seventy-four (74) homes; seventy-two (72) of these homes have been completely renovated and sold to first-time homeowners. The sale of the seventy-two (72) homes has generated over \$5.8 million in program income that is reinvested back into the community for the continuation of the program contract for home improvements. In addition, with collaborative public-private partnership the City utilized NSP funds to develop twenty-four (24) units of elderly rental housing.

Park projects using CDBG grant funding include:

- Lester Brown Park installation of the artificial synthetic turf soccer field, bleachers with concrete pads, fencing, shade structure, relocating irrigation line and scoreboard.
- Leslie Estate drainage project.
- Bennett Lifter Park design and development.

#### Personnel Costs.

The cost of attracting and keeping experienced and competent personnel in South Florida has dramatically increased over the last two (2) decades. The City has to compete with the roughly ninety (90) other municipalities existing in Miami-Dade, Broward and Palm Beach Counties. The level and amount of benefits offered to employees in this market is substantial and the employer contributions for these benefits are typically very high. As the City expands its services, it faces continual pressure in maintaining these costs. Costs for insurance and retirement are expected to continue to climb. The City is a member of the State of Florida Retirement System (FRS). The City has two (2) labor unions, the Federation of Public Employees (FPE) and the Police Benevolent Association (PBA). In FY 2021, all union employees received a 3% salary adjustment. Members in FPE union, based on performance evaluations, are eligible for merit lump sum bonuses and merit days off. The PBA members are eligible for merit lump sum bonuses based on performance evaluations while General employees receive merit days off.

#### **Long Term Financial Planning**

Financial planning continues to be of paramount importance to the City as we strive to meet the challenges of both the immediate and the foreseeable future. Major projects undertaken by the City have long term financial implications for existing as well as future resources, including but not limited to, existing use of revenues received for operational and future reserve needs. The planning and decisions undertaken by the City are always weighed in the context of the financial burden that will be placed on both current and prospective residents, as well as the potential economic and environmental impacts.

Strategic goals and objectives are constantly being reviewed by the City in light of the various economic challenges that arise. As the City grows and develops, the long-term strategic goals are focused on the health, welfare, safety and quality of life for our residents, as well as the fiscal health of the City government. Since its incorporation in 2003, the City Council has developed and adopted four (4) strategic plans. The fourth revision was completed in April of 2013. The City of Miami Gardens worked with several key stakeholders to develop its Strategic Management Plan. As a result, this multi-year plan accurately identifies the City's overarching goals and provides the blueprint for accomplishing them. Central to the document, is the identification of the City's Key Focus Areas. These focus areas have been identified as:

- Public Safety
- Economic Vibrancy
- Culture, Arts, Recreation and Education

Successful execution of the objectives associated with these Key Focus Areas will allow the City to align its efforts and resources to accomplish its goals and improve the quality of life for the residents of Miami Gardens. During FY 2022-2023, the City will be working on a new strategic plan to better assist the Administration in attaining the growth and development goals of City residents and businesses. Additionally, the new strategic planning effort will establish a plan to ensure continued fiscal stability in light of potential changes to State law.

Over the last few years, the City has worked on developing its annual budget tactically reaching its goal of building up the unassigned reserve of the general fund balance to 25% of the annual general fund expenditures. This would ensure the availability of sufficient funds for future unexpected events. Several current and past events have assisted the City in reaching its goal. **For fiscal year ended September 30, 2021 the unassigned fund balance that can be used at the City's discretion in the General Fund is \$35,575,091 which is 41.00% of FY 2021 operating expenses.**

In 2009, the City purchased two (2) economic development properties, the first property is fifteen (15) acres and the other is forty (40) acres. At the end of September 2017, the City completed sale of the fifteen (15) acres and used the proceeds to pay off the loan in FY 2018. The City negotiated the sale of the thirty-five (35) acre parcel and will retain five (5) acres for its own usage. The sale was finalized in FY 2020 and the City paid off the loan and deposited the gain on the sale of the property in fund balance.

## **Major Initiatives**

The City continues to improve the roads, sidewalks, and stormwater drainage as part of the road improvement project with funding provided from the CITT proceeds, the Stormwater Fund, as well as grants. Up through FY 2021, the City completed six (6) of seven (7) Vista Verde Livable Neighborhood drainage projects; however, Vista Verde 4 is waiting for a Department of Economic Opportunity -- CDBG-DR and completed milling, resurfacing the roads in Lake Lucerne Community to include stormwater improvements. The City closed out the Hard Rock Bridge and Tunnels of \$17.9 million project. Other projects in progress or beginning in FY 2022 include, the continuance of road milling and surfacing, and sidewalk repairs/replacement from NW 17-27 Avenue between NW 167-183 Street; design and permitting for the widening NW 7 Avenue from NW 183 Street to NW 7 Avenue Extension (SR 826); road milling and resurfacing, sidewalk and ADA improvements from NW 27 Avenue to NW 42 Avenue and from NW 183 Street to NW 191 Street; as well as other various sidewalk stand-alone projects. In addition, the City updated the Stormwater Master Plan to minimize flooding through drainage projects, as well as continuing updating and increasing our drainage inventory.

Projects in progress funded from the General Obligation Bonds approved by voters in 2014 includes Bunch Park opening ribbon cutting ceremony on May 11, 2021 and Senior Family Center opening ribbon cutting ceremony on July 15, 2021 and the opening tours were a true success. Cloverleaf Park had a groundbreaking June 21,

2021 and Andover Park had a groundbreaking on July 28, 2021 with a projected completion in FY 2022. Risco Park and Bennett Lifter Park improvements began in FY 2020 with a projected completion in 2023/2024. In FY 2021, Lester Brown Park began the design development phase, while Rolling Oaks Park is completing the design phase, and both are projected to be completed in FY 2023. In FY 2022, the City is anticipating beginning the design phase to Scott Park and Myrtle Grove.

The Miami Gardens Police Department's Real Time Crime Center (RTCC) uses a mesh of state-of-the-art technology, i.e. video surveillance cameras, automatic license plate readers, and crime analytics to help combat crime in real time. The RTCC staffed with a mix of crime analysts and sworn personnel specialize in collecting, analyzing and utilizing criminal activity and criminal intelligence to enhance operational effectiveness. The RTCC was developed with the goals of enhancing the safety of residents, employees and visitors. While safety was being the primary focus of the RTCC, we have enhanced the efficiency and effectiveness of Law Enforcement efforts across the City.

The project has been an ongoing effort over the past few years. This year the Police Department completed installation of HD cameras at the Senior Family Center in addition to seven (7) new fixed license plate readers deployed at several key intersections.

As Public Safety Technology continues to evolve, the number of virtual eyes in the area can be increased; the RTCC project will never reach completion, as we will continue to grow and be ahead of the innovation curve to supply the enhanced safety to everyone within the City. As an example, the Police Department as contracted with a vendor and started the development of an incident management system. The system will aggregate the different technological assets within the City and automate the virtual response to an incident, as it is being dispatched to the Officers on the street. The RTCC has started a migration to a new video management system that will have the capability to ingest a greater number of cameras deployed throughout the City while managing the video recordings while monitoring the feeds live.

### **Awards and Acknowledgements**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Miami Gardens for its Annual Comprehensive Financial Report for the fiscal year ended September 30, 2020. This was the City's Thirteenth (13<sup>th</sup>) year of receiving this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Annual Comprehensive Financial Report, whose contents conform to program standards. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one (1) year only. We believe our current Annual Comprehensive Financial Report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for the certificate.

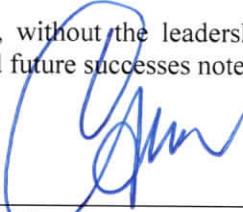
The City received the Distinguished Budget Presentation Award for its FY 2021 budget, adding to a total of sixteen (16) awards.

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Finance Department; we wish to express our appreciation to them.

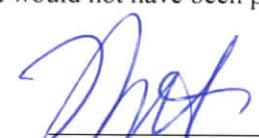
Finally, we would like to thank the various operating Departments for their timely contributions in the writing of this report.

In closing, without the leadership and support of the Mayor and City Council, the accomplishments and anticipated future successes noted in this report would not have been possible.

---

  
Cameron D. Benson  
City Manager

---

  
Mirtha Dziedzic, CGFO  
Finance Director



**CITY OF MIAMI GARDENS, FLORIDA**



Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**City of Miami Gardens  
Florida**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

September 30, 2020

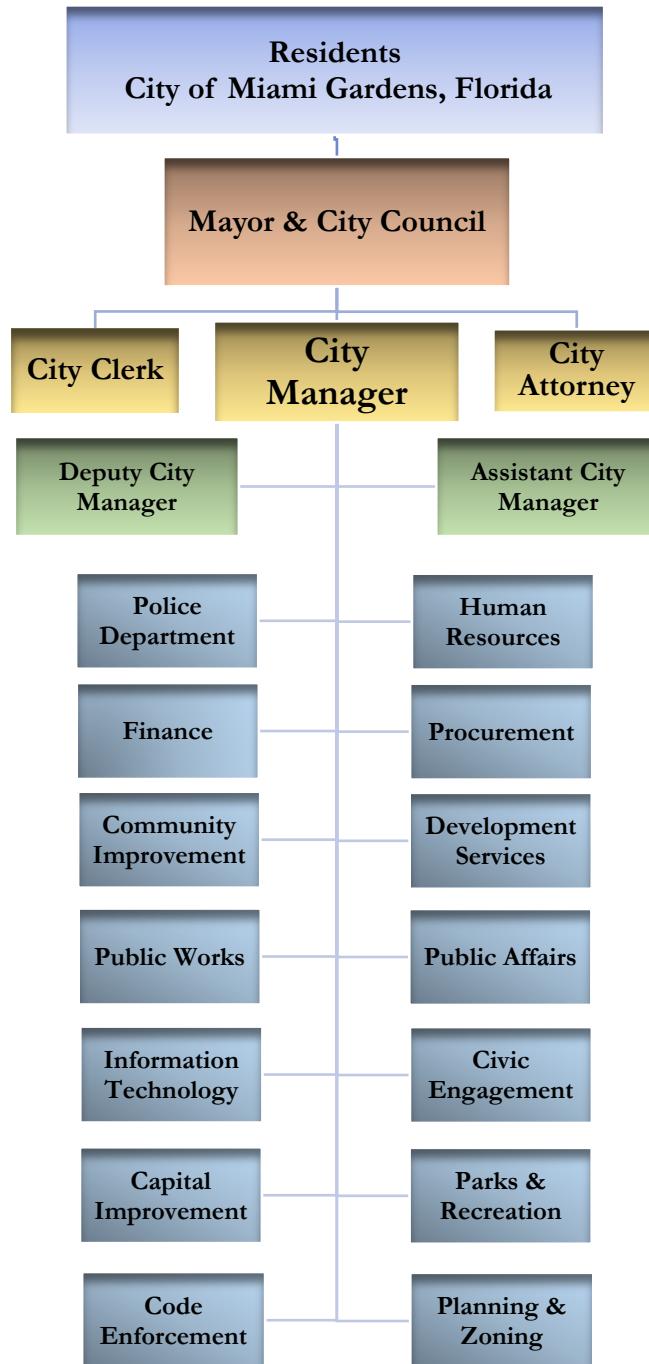
*Christopher P. Morill*

Executive Director/CEO



# CITY OF MIAMI GARDENS, FLORIDA

## ORGANIZATIONAL CHART





# **CITY OF MIAMI GARDENS, FLORIDA**

## **CITY OFFICIALS**

**FOR THE FISCAL YEAR ENDED**

**SEPTEMBER 30, 2021**

### **CITY COUNCIL**

**Rodney Harris, Mayor  
Reginald Leon, Vice Mayor  
Shannon Campbell, Council Member  
Katrina Wilson, Council Member  
Robert Stephens III, Council Member  
Shannan Ighodaro, Council Member  
Linda Julien, Council Member**

### **CITY MANAGER**

**Cameron D. Benson**

### **CITY CLERK**

**Mario Bataille, CMC**

### **CITY ATTORNEY**

**Sonja K. Dickens, Esq.**

### **FINANCE DIRECTOR**

**Mirtha Dziedzic, CGFO**

### **CITY AUDITORS**

**Anthony Brunson P.A.  
Certified Public Accountants and Business Advisors**



---

## **FINANCIAL SECTION**

---

This page is intentionally left blank.

---

**REPORT OF INDEPENDENT  
CERTIFIED PUBLIC ACCOUNTANTS**

---

This page is intentionally left blank.



### INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members of the City Council  
City of Miami Gardens, Florida

#### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Miami Gardens, Florida (the "City"), as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

#### ***Management's Responsibility for the Financial Statements***

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

#### ***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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



## ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2021, and the respective changes in financial position, and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## ***Other Matters***

### ***Required Supplementary Information***

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

### ***Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

### **Other Reporting Required by *Government Auditing Standard***

In accordance with *Government Auditing Standards*, we have also issued our report dated March 31, 2022, 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.

A handwritten signature in black ink, appearing to read "Ally J. A." The signature is fluid and cursive, with "Ally" on the left and "J. A." on the right.

Miami, Florida  
March 31, 2022

This page is intentionally left blank.

---

---

**MANAGEMENT'S DISCUSSION AND  
ANALYSIS  
(MD&A)**

---

This page is intentionally left blank.

# CITY OF MIAMI GARDENS, FLORIDA

## MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Miami Gardens, we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for fiscal year ended September 30, 2021. Readers are encouraged to consider the information presented here in conjunction with additional information furnished in the letter of transmittal, the City's financial statements and the other required supplemental information.

This discussion and analysis is designed to (a) assist the reader in focusing on significant financial issues, (b) provide an overview of the City's financial activity, (c) identify changes in the City's financial position (its ability to address the next and subsequent year challenges), (d) identify any material deviations from the financial plan (the approved budget), and (e) identify individual fund issues or concerns. The information contained within this section should be considered only a part of a greater whole.

### **FINANCIAL HIGHLIGHTS**

The assets and deferred outflows of the City exceeded its liabilities and deferred inflows at the close of fiscal year 2021 by \$251,436,316 (Net Position).

As of September 30, 2021, the total Net Position increased by \$15.2 million. Of this amount, approximately \$13.3 million increase took place in the governmental activities and the business-type activities increased \$1.9 million.

The City's net position in the governmental-type activities was \$230.1 million. Of this amount, unrestricted net position deficit totaled \$19.8 million which decreased by \$18.7 million when compared to prior year due mostly to the effect of a decrease in Net Pension Liability of \$59.9 million and an increase of \$43.2 million in Deferred Inflows of Pensions.

At the close of fiscal year 2021, the City's governmental funds reported a combined ending fund balance of \$126.6 million; an increase of \$6.1 million, in comparison with the prior year. This increase is primarily attributed to the net results of an increase in fund balance of \$10.6 million in the General Fund, an increase in nonmajor governmental funds of \$5.7 million, a decrease of \$9.5 million in the Capital Projects Fund and \$0.6 million in the Transportation Fund. Approximately \$35.6 million of the total fund balance is unassigned fund balance available for spending at the City's discretion.

The General Fund reported an operating surplus of \$14,471,788, for fiscal year 2021, before transfers and other financing sources, \$10,578,724 more than budgeted in the General Fund. After inter-fund transfers and other financing sources, the General Fund generated a net increase of \$10,578,724. This increase is mainly attributable to an increase in revenues and savings realized from operating expenditures and personnel costs due to vacancies. In FY 2021, the City received approximately \$9.1 million more in revenue from intergovernmental, charges for services, fines and forfeitures, franchise fees and other income as compared to the budget. Operating expenditure and personnel cost savings are mostly derived from the Public Safety and Parks departments realized from vacancies and park closures due to COVID-19. The General Fund unassigned fund balance is \$35.6 million, representing 41.0% of General Fund FY 2022 budgeted expenditures.

For the City's business-type activities, the City experienced operating income of \$2.6 million. After non-operating revenues and expenses, inter-fund transfers and capital contributions, this fund generated an increase in Net Position of \$1.9 million.

# CITY OF MIAMI GARDENS, FLORIDA

## MANAGEMENT'S DISCUSSION AND ANALYSIS

**The City's total debt decreased** by approximately \$4.6 million. City-wide depreciation expenses recorded during the year amounted to \$18,672,179. Total net investment in capital assets was \$229,994,571 at year-end.

### CITY ACHIEVEMENTS

FY 2021 the City was awarded \$1,000,000 to construct the continuation of Blueway Trail from Risco Park to Betty T. Ferguson Community Center through Florida Department of Transportation (FDOT), that is expected to begin in FY 2023. This year design will commence after preliminary conversations with FDOT and Miami-Dade County since the trail will be constructed on County Right-of-Way. The Sidewalk, Road Resurfacing and Pavement Preservation Projects completed through each community to repair and construct new sidewalks with ADA (American Disability Act), also resurfacing and pavement preservation on older roads to increase lifespan. To date, the City has completed 6 of the 7 phases of the Vista Verde Community Road and Drainage Improvement Projects to increase existing or add new drainage systems and then re-surfacing the road(s). The City completed a road resurfacing, sidewalk and ADA Improvements project NW 17-27 Avenue and from NW 203 – 207 Street (Lake Lucerne Community).

All eighteen (18) projects included in the Bond Implementation Plan are in some form of development and/or completion. As of fiscal year end, the following projects/components of projects have been completed: Dr. Lester Brown Park Outdoor Fitness Station, March 2015; Brentwood Pool Outdoor Fitness Station, February 2016; Showmobile, March 2016; Real Time Crime Center Video Wall, August 2016; Betty T. Ferguson Recreational Complex Gymnasium Flooring Upgrade, June 2017; Betty T. Ferguson (BTF) Recreational Complex Parking Lot Light Upgrade, December 2017; Bunche Park Pool Improvements, March 2018; BTF Recreation Center exterior/interior improvements: Turf & Track Replacement, November 2018, Scoreboard, September 2019 and Select Demolition Natorium, April 2019; Lester Brown Park New Playground and Shade Fabric, August 2019; North Dade Optimist Park Shaded Home Side Bleachers, November 2018 & Visitor Side Bleachers and Scoreboard, September 2019; Buccaneer Park, December 2018; Demolitions: 15880 NW 27<sup>th</sup> Avenue (June 2019), 1798 NW 183<sup>rd</sup> Street (June 2019), 2775 NW 183<sup>rd</sup> Street (August 2019). The City in FY 2020 completed the Norwood Park project in December 2019; Bunche Park was completed May 2021 and Senior Family Center was completed July 2021. Risco Park, Andover Park, Bennett Lifter Park, Cloverleaf Park, Rolling Oaks Park, Lester Brown Park are in progress and have an expected completion between FY 2022-2024. Additionally, improvements to Betty T Ferguson Recreational Complex began in FY 2021 and is slated for completion in FY 2022.

The Miami Gardens Police Department's Real Time Crime Center (RTCC) has continued their expansion of the closed-circuit television security camera deployment to several key City facilities. These include the newly opened Senior Family Center and soon to be opened Andover and Cloverleaf parks. With the continued expansion of public safety technology utilized within the RTCC, the Department has contracted with a vendor and started the development of an incident management system. The system will aggregate the different technological assets within the city and automate the virtual response to an incident, as the incident is being dispatched to the Officers on the street. The RTCC has also started a migration to a new video management system that will have the capability to ingest a greater number of cameras deployed throughout the city while managing the video recordings and monitoring. As Public Safety Technology continues to evolve, the number of virtual eyes in the area can always be increased; the RTCC project will never really reach completion, as we will continue to grow and be ahead of the innovation curve to supply the enhanced safety to everyone within the city. We are continuing to update the system with a more robust video management system and a center command software to increase efficiency. With new software and systems we are looking to increase personnel to allow us to become more proactive instead of reactive.

# CITY OF MIAMI GARDENS, FLORIDA

## MANAGEMENT'S DISCUSSION AND ANALYSIS

The City's Community Development Department has been tasked with establishing and implementing programs that create decent housing, a suitable living environment, and economic opportunities for the City's low-income residents, neighborhoods, and businesses. Now in its 14<sup>th</sup> year, the City has received over \$18.7 million in Community Development Block Grant (CDBG) funds. To date, three hundred fifty-nine (359) homes have been rehabilitated; thirty-nine (39) first-time homeowners received down payment assistance; five (5) neighborhood drainage and nine (9) park improvement projects have been completed; seven (7) additional non-profit organizations have been funded to provide public service programs to residents, six (6) full-time and twenty-five (25) part-time jobs have been created from financial assistance to eight (8) businesses. Additionally, in 2009 the City was awarded \$6.8 million from the Neighborhood Stabilization Program (NSP) to purchase abandoned and foreclosed homes in an effort to stabilize neighborhoods that were on the decline due to the foreclosure crisis. To date, the City has purchased seventy-four (74) homes; seventy-two (72) of these homes have been completely renovated and sold. The sale of the seventy-two (72) homes has generated over \$5.8 million in program income that is being reinvested back into the program. The Department also received an additional Neighborhood Stabilization Program Grant (NSP3) in 2011 for \$1,940,337, which helped to purchase five (5) homes, rehabilitate three (3) and reconstructed two (2). Additionally, twenty-four (24) units of elderly rental housing were developed in 2017 due to a public/private partnership utilizing NSP3 funds.

The Community Development Department is a completely grant-funded operation, and as a result continues to pursue increased funding for the City from a variety of sources. Since its inception in 2006, the Community Development Department has leveraged over \$30 million in multiple grant funding sources to invest into the community, serving more than 3,000 people, nearly 10,000 households, 62 businesses for an overall community benefit that is immeasurable.

Grant funds were provided in FY 2021 to Community Development Block Grant (CDBG) for a total of \$1,127,585 that will be utilized over 5-years to assist with infrastructure improvements, minor rehab, and park facilities.

## OVERVIEW OF FINANCIAL STATEMENTS

This annual report consists of four parts—management's discussion and analysis (this section), the basic *financial statements*, *required supplementary information* and an additional section that presents *combining statements* for non-major governmental funds. The basic financial statements include two kinds of statements that present different views of the City:

- 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 funds* statements show how general government services such as public safety were financed in the short term as well as what remains for future spending.

The financial statements include *notes* explaining some of the information in the financial statements and provide more detailed data. The statements are followed by a section of *required supplementary information* which further explains and supports the information in the financial statements. Figure A-1 shows how the required parts of this annual report are arranged and are related to one another.

# CITY OF MIAMI GARDENS, FLORIDA

## MANAGEMENT'S DISCUSSION AND ANALYSIS

In addition to these required elements, we have included a section with combining statements that provide details about our non-major governmental funds, each of which is added together and presented in a single column in the basic financial statements.

**Government-wide financial statements.** The *government-wide financial statements* are designed to provide readers with a broad overview of the City of Miami Gardens' finances, in a manner similar to a private-sector business.

The *Statement of Net Position* includes assets plus deferred outflows of resources, and liabilities, less deferred inflows of resources, both short and long term. Over time, increases or decreases in Net Position may serve as a useful indicator of whether the financial position of the City of Miami Gardens is improving or deteriorating.

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 of the 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 government activities of the City of Miami Gardens include Public Works, Parks and Recreation, Police, and general administration services. The blended component unit, although legally separate, functions for all practical purposes as departments of the City, and therefore have been included as an integral part of the primary government. The City has one business-type activity, the Stormwater fund.

The government-wide financial statements can be found on pages 18 and 19 of this report.

**Fund financial statements.** A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. The City of Miami Gardens, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City of Miami Gardens can be divided into two categories: governmental funds and proprietary funds.

**Governmental funds.** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the governmentwide 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 government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

# CITY OF MIAMI GARDENS, FLORIDA

## MANAGEMENT'S DISCUSSION AND ANALYSIS

The City of Miami Gardens maintains several individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Capital Projects Fund, the Transportation Fund, Grant Fund and the Debt Service Fund, which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report. Budgetary comparison statements have been provided for the General Fund and all other major and non-major special revenue funds to demonstrate compliance with this budget. The basic governmental fund financial statements can be found on pages 20 to 22 of this report.

**Proprietary funds.** The City maintains one type of proprietary fund. *Proprietary 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 Stormwater operations.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary funds financial statements provide information for the Stormwater operations, which is considered to be a major fund of the City.

The basic proprietary fund financial statements can be found on pages 23 to 25 of this report.

**Notes to the financial statements.** The notes provide additional information essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 26 to 69 of this report.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information.

Required supplementary information can be found on pages 70 to 79 of this report.

The combining statements referred to earlier in connection with non-major governmental funds is presented immediately following the required supplementary information under The Other Supplementary Information that includes combining and individual fund statements and schedules found on pages 80 to 89 of this report.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

**Summary of Net Position.** As noted earlier, Net Position may serve over time as a useful indicator of a government's financial position. There are six basic transactions that will affect the comparability of the Statement of Net Position summary presentation as reflected below:

- 1) *Net results of activities* will impact (increase/decrease) current assets and unrestricted Net Position.
- 2) *Borrowing for capital* will increase current assets and long-term debt.
- 3) *Spending borrowed proceeds on new capital* will reduce current assets and increase capital assets. There is a second impact, an increase in invested in capital assets and an increase in related net debt which will not change the net investment in capital assets.

# CITY OF MIAMI GARDENS, FLORIDA

## MANAGEMENT'S DISCUSSION AND ANALYSIS

- 4) ***Spending of non-borrowed current assets on new capital*** will reduce current assets and increase capital assets and will reduce unrestricted Net Position and net investment in capital assets.
- 5) ***Principal payment on debt*** will reduce current assets and reduce long-term debt and reduce unrestricted Net Position and increase net investment in capital assets.
- 6) ***Reduction of capital assets through depreciation*** will reduce capital assets and net investment in capital assets.

### Changes in Net Position

The following schedule is a summary of the fiscal year 2021 Statement of Net Position with comparative information for fiscal year 2020. This schedule, which presents Net Position, is one way to measure the City's financial health or position:

**City of Miami Garden's Net Position**

	Governmental Activities		Business-type Activities		Total	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Current and other assets	\$ 149,487,777	\$ 129,980,327	\$ 9,271,349	\$ 8,007,569	\$ 158,759,126	\$ 137,987,896
Capital assets	<u>295,195,646</u>	<u>298,141,298</u>	<u>17,523,392</u>	<u>17,454,111</u>	<u>312,719,038</u>	<u>315,595,409</u>
Total assets	<u>444,683,423</u>	<u>428,121,625</u>	<u>26,794,741</u>	<u>25,461,680</u>	<u>471,478,164</u>	<u>453,583,305</u>
Deferred Outflow of Resources	<u>18,101,170</u>	<u>27,473,969</u>	<u>199,560</u>	<u>302,078</u>	<u>18,300,730</u>	<u>27,776,047</u>
Long-term liabilities	150,851,161	213,994,455	4,130,033	5,153,437	154,981,194	219,147,892
Other liabilities	<u>30,562,708</u>	<u>17,290,112</u>	<u>1,062,940</u>	<u>1,143,571</u>	<u>31,625,648</u>	<u>18,433,683</u>
Total liabilities	<u>181,413,869</u>	<u>231,284,567</u>	<u>5,192,973</u>	<u>6,297,008</u>	<u>186,606,842</u>	<u>237,581,575</u>
Deferred Inflow of Resources	<u>51,281,478</u>	<u>7,481,336</u>	<u>454,258</u>	<u>47,957</u>	<u>51,735,736</u>	<u>7,529,293</u>
Net position:						
Net investment in capital assets	216,713,149	222,916,123	13,281,422	12,760,368	229,994,571	235,676,491
Restricted	33,181,468	32,462,314	-	-	33,181,468	32,462,314
Unrestricted	<u>(19,805,371)</u>	<u>(38,548,746)</u>	<u>8,065,648</u>	<u>6,658,425</u>	<u>(11,739,723)</u>	<u>(31,890,321)</u>
Total net position	<u>\$ 230,089,246</u>	<u>\$ 216,829,691</u>	<u>\$ 21,347,070</u>	<u>\$ 19,418,793</u>	<u>\$ 251,436,316</u>	<u>\$ 236,248,484</u>

At the end of the current fiscal year, the City of Miami Gardens had a positive balance in restricted net position and a negative balance in unrestricted Net Position. The largest portion of the City's Net Position reflect its investment in capital assets (such as land, road, buildings, machinery & equipment) less any related outstanding debt used to acquire those assets. The deficit in the unrestricted net position and the increase in deferred inflow of resources are mainly attributed to changes in Florida Retirement System pensions.

# CITY OF MIAMI GARDENS, FLORIDA

## MANAGEMENT'S DISCUSSION AND ANALYSIS

The following schedule is the summary of fiscal year 2021 Statement of Activities with comparative information for fiscal year 2020:

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
<b>Revenues:</b>						
Program revenues:						
Charges for services	\$ 23,039,842	\$ 20,153,307	\$ 5,181,712	\$ 4,934,886	\$ 28,221,554	\$ 25,088,193
Operating grants	3,956,145	9,906,507	-	-	3,956,145	9,906,507
Capital grants contributions	1,121,856	287,492	80,272	476,175	1,202,128	763,667
General revenues:						
Property taxes	39,139,772	37,057,237	-	-	39,139,772	37,057,237
Utility taxes	11,538,441	11,267,300	-	-	11,538,441	11,267,300
Franchise fees	7,124,194	2,469,387	-	-	7,124,194	2,469,387
Intergovernmental	20,621,436	18,020,881	-	-	20,621,436	18,020,881
Miscellaneous	3,593,819	10,205,720	25,321	-	3,619,140	10,205,720
Sale of assets	796,450	15,772,753	-	-	796,450	15,772,753
Investment earnings	340,760	1,101,715	7,979	59,632	348,739	1,161,347
Total revenues	<u>111,272,715</u>	<u>126,242,299</u>	<u>5,295,284</u>	<u>5,470,693</u>	<u>116,567,999</u>	<u>131,712,992</u>
<b>Expenditures/Expenses:</b>						
General Government	26,397,168	35,809,577	-	-	26,397,168	35,809,577
Public Safety	41,250,158	53,753,151	-	-	41,250,158	53,753,151
Public Works	15,616,845	18,011,618	-	-	15,616,845	18,011,618
Culture and recreation	7,920,416	7,936,930	-	-	7,920,416	7,936,930
Economic Environment	1,287,967	1,568,157	-	-	1,287,967	1,568,157
Human Services	944,063	713,606	-	-	944,063	713,606
Interest expense	5,108,381	5,963,167	-	-	5,108,381	5,963,167
Stormwater	-	-	2,855,169	2,961,894	2,855,169	2,961,894
Total expenses	<u>98,528,998</u>	<u>123,756,206</u>	<u>2,855,169</u>	<u>2,961,894</u>	<u>101,380,167</u>	<u>126,718,100</u>
Increase/(decrease) in net positions before transfers	12,747,717	2,486,093	2,440,115	2,508,799	15,187,832	4,994,892
Transfers	<u>511,838</u>	<u>496,930</u>	<u>(511,838)</u>	<u>(496,930)</u>	-	-
Increase/(decrease) in net positions	13,259,555	2,983,023	1,928,277	2,011,869	15,187,832	4,994,892
Net position, beginning of year	<u>216,829,691</u>	<u>213,846,668</u>	<u>19,418,793</u>	<u>17,406,924</u>	<u>236,248,484</u>	<u>231,253,592</u>
Net position, ending of year	<u>\$ 230,089,246</u>	<u>\$ 216,829,691</u>	<u>\$ 21,347,070</u>	<u>\$ 19,418,793</u>	<u>\$ 251,436,316</u>	<u>\$ 236,248,484</u>

### Governmental Activities

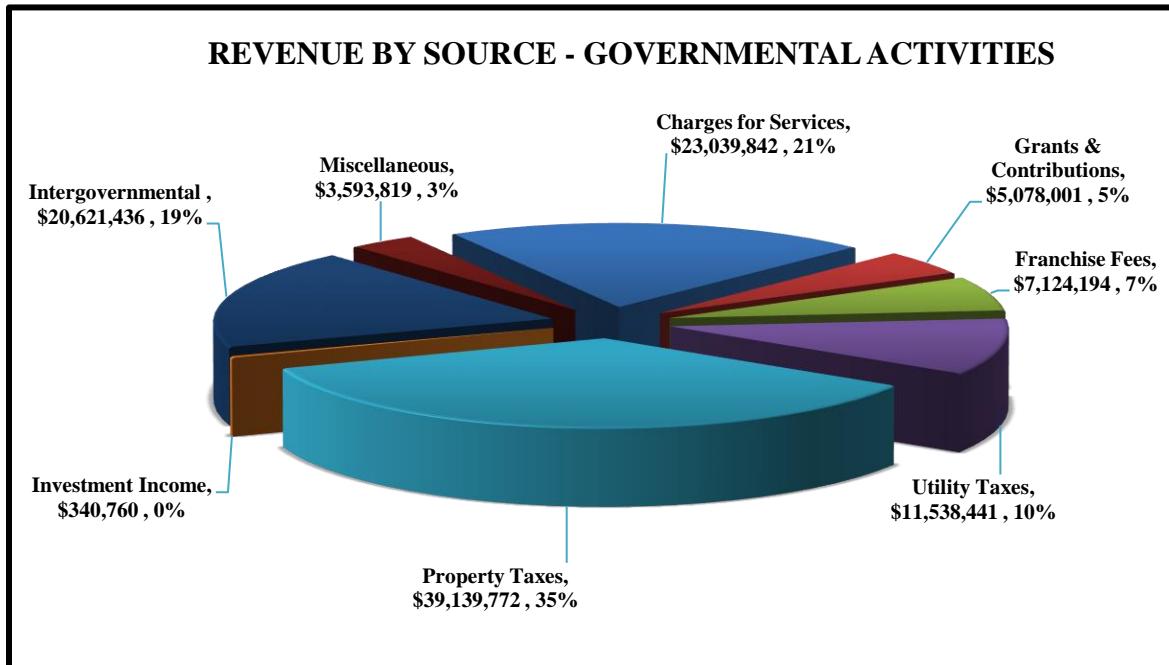
The City's total Net Position increased by \$13.3 million from the prior year net position of \$216.8 million to \$230.1 million. This increase was partly attributable to the following:

- Decrease in pension contribution of \$5.9 million
- Reduction in long term debt for principal payments made in FY 2021 in the amount of \$6.1 million
- Increase in governmental fund balance in the amount of \$6.1 million
- Net decrease of \$2.9 million from a combination of capital outlays, depreciation expense, and capital assets
- Net decrease of \$1.8 million from a combination of OPEB liability and long-term compensated absences

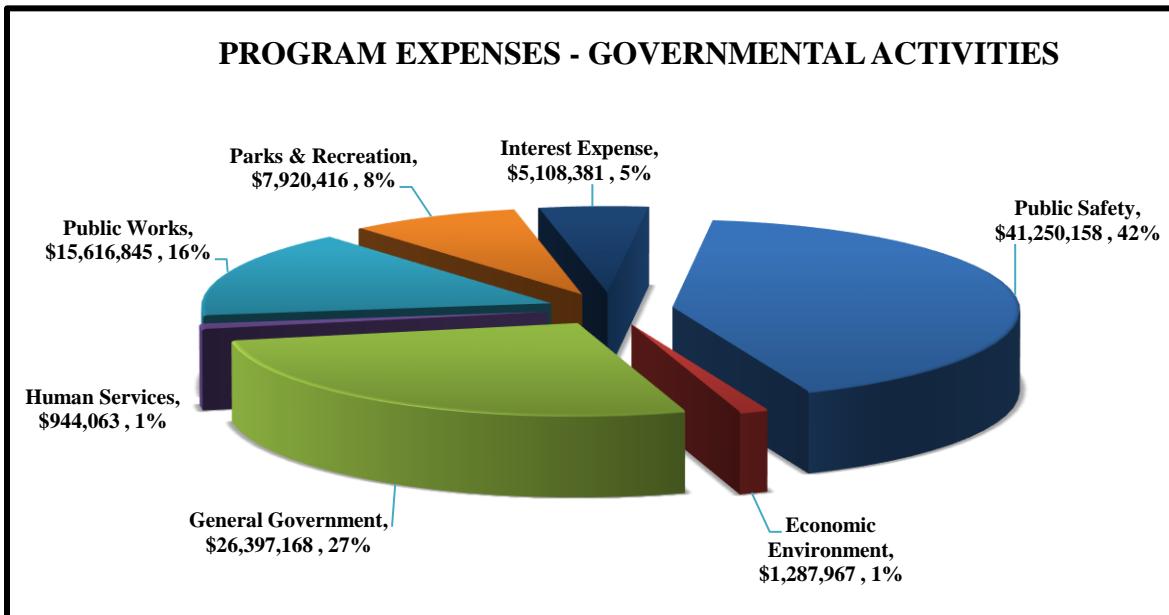
# CITY OF MIAMI GARDENS, FLORIDA

## MANAGEMENT'S DISCUSSION AND ANALYSIS

The chart below illustrates the distribution of program and general revenues for governmental activities for fiscal year 2021:



The chart below illustrates the program expenses for governmental activities for fiscal year 2021:



## Business-type Activities

The Stormwater Fund ended the fiscal year with unrestricted Net Position of \$8.1 million, an increase of \$1.9 million from the fiscal year 2020 balance.

# CITY OF MIAMI GARDENS, FLORIDA

## MANAGEMENT'S DISCUSSION AND ANALYSIS

### FINANCIAL ANALYSIS OF THE GOVERNMENTAL FUNDS

The City of Miami Gardens uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

#### Governmental Funds

The fund financial statements for the governmental funds are provided on pages 20 through 22. 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. In particular 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.

As of September 30, 2021, the City's governmental funds reported combined ending fund balances of \$126,602,280 an increase of \$6,077,478 in comparison with the prior year. Approximately 53.3%, which amounts to \$67,475,066 of the ending balance, constitutes restricted fund balance. Of this amount approximately \$32.8 million is unspent bond proceeds from the General Obligation Bond (GOB) for the parks and recreation facility improvements and the additional financing issued in FY 2016 to complete the City Hall project. Approximately \$35.6 million of the fund balance is available for spending at the City's discretion.

Below is the analysis of the fund balances for fiscal year 2021:

	<u>General Fund</u>	<u>Capital Projects Fund</u>	<u>Transportation Fund</u>	<u>Grant Fund</u>	<u>Other</u>	<u>Total</u>
Fund balances, September 30, 2020	\$ 36,325,683	\$ 42,389,806	\$ 17,196,394	\$ -	\$ 24,612,919	\$ 120,524,802
Revenues	83,076,164	1,939,669	8,379,370	1,413,215	16,435,656	111,244,074
Expenditures	(68,604,376)	(10,903,670)	(8,403,111)	(1,413,215)	(16,354,062)	(105,678,434)
Other financing sources (uses)	<u>(3,893,064)</u>	<u>(555,627)</u>	<u>(634,086)</u>	<u>-</u>	<u>5,594,615</u>	<u>511,838</u>
Fund balance as of September 30, 2021	46,904,407	32,870,178	16,538,567	-	30,289,128	126,602,280
Assigned/non spendable fund balance	(11,329,316)	-	-	-	(12,222,807)	(23,552,123)
Restricted/committed fund balance	-	(32,870,178)	(16,538,567)	-	(18,066,321)	(67,475,066)
Unassigned balances, September 30, 2021	<u>\$ 35,575,091</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 35,575,091</u>

#### *General Fund*

The General Fund is the chief operating fund of the City. As of September 30, 2021, the unassigned fund balance of the City's General Fund increased to \$35,575,091. Total General Fund revenues increased by \$7,776,871 (10.33%) while expenditures decreased by \$31,335 (0.05%) when compared to fiscal year 2020.

The amount of General Fund revenue by type, the percent of the total and the amount of change compared to last fiscal year are shown in the following schedule.

# CITY OF MIAMI GARDENS, FLORIDA

## MANAGEMENT'S DISCUSSION AND ANALYSIS

### General Fund Revenues by Types

	<b>Current Year</b>	<b>Prior Year</b>	<b>Variance</b>	<b>Variance</b>
	<b><u>Actual</u></b>	<b><u>Actual</u></b>	<b><u>Amount</u></b>	<b><u>Percent</u></b>
Ad valorem taxes	\$ 35,181,784	\$ 32,823,228	\$ 2,358,556	7%
Franchise fees	7,124,194	2,469,387	4,654,807	189%
Utility taxes	11,538,441	11,267,300	271,141	2%
Licenses and permits	1,626,309	1,716,124	(89,815)	-5%
Intergovernmental	12,570,499	11,007,902	1,562,597	14%
Charges for services	5,358,139	5,613,247	(255,108)	-5%
Fines and forfeitures	6,191,914	5,358,999	832,915	16%
Interest	70,219	323,042	(252,823)	-78%
Grants	708,202	3,286,885	(2,578,683)	-78%
Other income	2,706,463	1,433,179	1,273,284	89%

Revenues for the City's General Fund increased by 10.33% (from \$75.3 million to \$83.1 million). Key elements of the revenue changes are as follows:

- Ad Valorem taxes increase is attributed to the increase in taxable value. The City levied the same millage as FY 2020 instead of the roll-back rate.
- Franchise fees increase is attributed to a combined increase in receipts from electric, gas, solid waste, and towing.
- Increase in intergovernmental is due mainly from increased receipts from the State (sales tax, licenses, state revenue sharing, etc.).
- Fine and Forfeitures increase is mainly credited to an increase in red light camera collections.
- Decrease in rents accredited to the ending of Miami-Dade Cares Act COVID-19.
- Increase in other income is from slot machine receipts, sale of assets by converting vehicles to leasing program, insurance reimbursements from an increase in claims as well as a change in carrier and a decrease in foreclosure registry.

### General Fund Expenditures by Categories

	<b>Current Year</b>	<b>Prior Year</b>	<b>Variance</b>	<b>Variance</b>
	<b><u>Actual</u></b>	<b><u>Actual</u></b>	<b><u>Amount</u></b>	<b><u>Percent</u></b>
General government	\$ 20,440,523	\$ 20,537,031	\$ (96,508)	0%
Public safety	41,629,257	42,017,577	(388,320)	-1%
Culture & recreation	6,534,596	6,081,103	453,493	7%

The General Fund's operating expenses decreased by 0.05% percent (\$68.60 million to \$68.64 million). Key elements of the expenditure increases are as follows:

- Decrease attributable to increased vacancies and reduction in capital outlay under Public Safety.

### Business-type Activities

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

# CITY OF MIAMI GARDENS, FLORIDA

## MANAGEMENT'S DISCUSSION AND ANALYSIS

Net Position of the Stormwater Utility at the end of the year amounted to \$21,347,070. Of this amount, \$13,281,422 is invested in capital assets, \$8,065,648 is unrestricted. The unrestricted net position increased by \$1,407,223. This increase is attributed to vacancies and delay of some of the planned capital improvement projects for FY 2021.

## BUDGET INFORMATION

### **General Fund Budgetary Highlights**

The City Council approves the original budget (adopted budget) in September prior to the beginning of the fiscal year. The final budget (amended budget) reflects Divisional changes made administratively and approved by the City Manager, prior year encumbrances and Departmental changes and supplemental appropriations approved by the City Council during the year.

The most significant differences between the adopted budget and the amended budget are as follows:

- Increase in Police due to overtime and off-duty services.
- Decrease in Public Affairs is attributed to the cancellation of most special events due to the pandemic.
- Increase in Fleet is attributed to contractual leasing agreement and repairs and maintenance.

The significant variance between the amended budget and year-end actuals are as follows:

- The positive variance for police was due to workers' compensation experience.
- The positive variance for Non-departmental was attributed to a change with insurance carrier.
- The positive variance in Parks and Recreation was due to a delay in opening of new facilities.

### **Other Major Governmental Funds**

**Capital Projects Fund** – The Capital Projects Fund is used to account for all revenues and expenditures related to citywide construction and improvement projects. For Fiscal Year 2021, the Fund reported revenues, and transfers in the amount of \$7.3 million, and expenditures which included transfers out totaling approximately \$16.9 million. This fund has a restricted fund balance of \$32.9 million, of which \$31.6 million is proceeds and interest earnings related to the General Obligation Bond and \$1.2 million bond proceeds to complete the City Hall.

**Transportation Fund** – This Fund is used to account for all street and road repairs, the Keep Miami Gardens Beautiful program, capital outlay expenditures and transit expenditures related to the Citizen's Independent Transportation Trust. For the year ended September 30, 2021, the Fund reported revenues and transfers in totaling \$8.6 million. The expenditures and transfers out amount to \$9.2 million. Fiscal year end 2021 the fund balance decreased by \$657,827 to \$16,538,567.

**Grants Fund** – The Grant Fund is used to account for most Federal, State and Local grants associated with various departments within the City, such as, Edward Byrne Formula Grant Program through US Department of Justice, Victims of Crime Act through Department of Justice, Stop the Pain Stop the Violence through Florida Department of Law Enforcement, American Rescue Plan through the US Treasury Department, Urban Area Security Initiative through US Department of Homeland Security, etc. The Fund reported revenues and expenditures of \$1.4 million for the year ending September 30, 2021.

# CITY OF MIAMI GARDENS, FLORIDA

## MANAGEMENT'S DISCUSSION AND ANALYSIS

### CAPITAL ASSET AND DEBT ADMINISTRATION

**Capital assets** - The City of Miami Gardens' investment in capital assets for its governmental activities as of September 30, 2021 decreased by \$2.9 million from the prior year. The decrease is attributed to parks & recreation construction in progress (CIP). This investment in capital assets includes land, buildings and system improvements, machinery and equipment, streets and median improvements and park facilities. The business-type activities reflected an increase of \$0.07 million in capital assets which is also attributed to depreciation expenses.

#### City of Miami Gardens Capital Assets (net of depreciation)

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Land	\$ 22,525,887	\$ 22,525,887	\$ -	\$ -	\$ 22,525,887	\$ 22,525,887
Art	232,472	232,472	-	-	232,472	232,472
Buildings	66,039,032	59,641,260	-	-	66,039,032	59,641,260
Equipment	1,706,902	2,627,652	953,006	1,116,684	2,659,908	3,744,336
Other Assets	624,669	653,357	-	-	624,669	653,357
Infrastructure	164,415,242	160,764,954	16,051,557	14,812,015	180,466,799	175,576,969
Improvement other than building	5,334,352	5,729,340	-	-	5,334,352	5,729,340
Construction-in-progress	<u>34,317,090</u>	<u>45,966,376</u>	<u>518,829</u>	<u>1,525,412</u>	<u>34,835,919</u>	<u>47,491,788</u>
	<u><u>\$ 295,195,646</u></u>	<u><u>\$ 298,141,298</u></u>	<u><u>\$ 17,523,392</u></u>	<u><u>\$ 17,454,111</u></u>	<u><u>\$ 312,719,038</u></u>	<u><u>\$ 315,595,409</u></u>

Additional Information can be found in Note 4 Capital Assets, on pages 40 to 41.

**Long-term debt.** At year-end the City's Governmental Activities had debt outstanding (bonds, notes payable etc.) in the amount of \$127.8 million, a decrease of \$4.6 million over last year, attributed to debt payment. The Business-type Activities reflect a decrease of \$458,775 attributed to debt payments. The debt position of the City is summarized below and is more fully explained in Note 6 Long-Term Debt beginning on page 42.

#### City of Miami Gardens Debt

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenue Bonds	\$ 11,779,798	\$ 13,477,490	\$ -	\$ -	\$ 11,779,798	\$ 13,477,490
Certificate of Participation	43,850,000	45,280,000	-	-	43,850,000	45,280,000
General Obligation Bonds	57,100,000	59,670,000	-	-	57,100,000	59,670,000
Due to Dade County	2,104,375	2,547,025	4,354,053	4,819,837	6,458,428	7,366,862
Compensated absences	<u>12,974,016</u>	<u>11,482,035</u>	<u>74,314</u>	<u>67,305</u>	<u>13,048,330</u>	<u>11,549,340</u>
	<u><u>\$ 127,808,189</u></u>	<u><u>\$ 132,456,550</u></u>	<u><u>\$ 4,428,367</u></u>	<u><u>\$ 4,887,142</u></u>	<u><u>\$ 132,236,556</u></u>	<u><u>\$ 137,343,692</u></u>

# CITY OF MIAMI GARDENS, FLORIDA

## MANAGEMENT'S DISCUSSION AND ANALYSIS

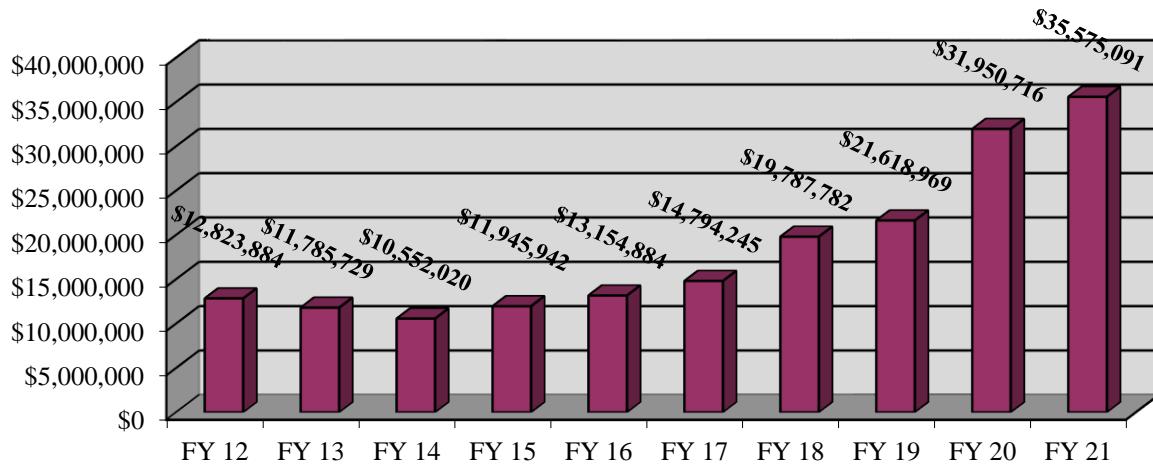
### Economic Factors and Next Year's Budgets and Ratios

The City recognizes the importance of increasing its commercial tax base for future economic health and to reduce the tax burden on the residents. The City is working with the business community in order to enhance and revitalize the commercial tax base of the City.

The State of Florida, by constitution, does not have a state personal income tax and therefore, the State operates primarily using sales, gasoline, and corporate income taxes. Local governments (cities, counties, and school boards) primarily rely on the property tax and a limited array of permitted other taxes (sales, telecommunication, gasoline, utilities services, etc.) and fees (franchise, building permits, business tax, etc.) for their governmental activities. The City's property values increased by 7.88% for FY 2021. Revenues for the Fiscal Year 2022 adopted General Fund budget are \$86.8 million, which is higher than FY 2021 revenue of \$80.1 million. This increase is partly attributed to the increase in property values and the Council adopting the same millage rate of 6.9363 as FY 2021, which is 7.71% over the rollback rate. Additional anticipated increases for Interfund Transfers, and Culture and Recreation fees due to the opening of new facilities, make up the rest of the expected increase in general fund revenue.

For Fiscal Year 2020, the unassigned fund balance in the General Fund was \$32.0 million compared to \$35.6 million in FY 2021. This \$35.6 million is approximately equal to 5 months of budgeted General Fund operating expenditures for FY 2021. The graph below reflects the history of the City's unassigned fund balance.

**General Fund Unassigned Fund Balance**

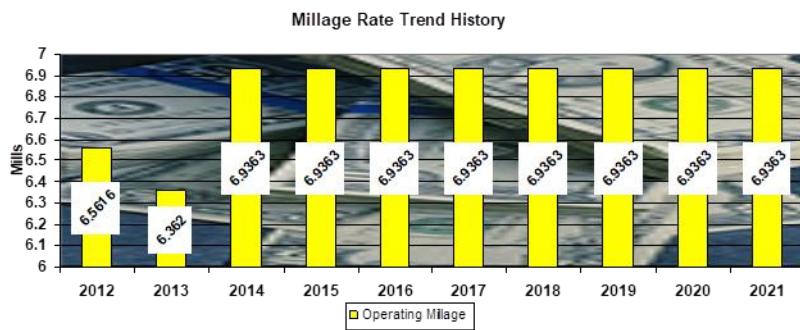


# CITY OF MIAMI GARDENS, FLORIDA

## MANAGEMENT'S DISCUSSION AND ANALYSIS

In 1995, the state of Florida limited all local governments' ability to increase homestead property taxable values in any given year to 3 percent or the increase attributable to the per capita personal income growth rate, whichever is lower. During the primary election in January 2008 the voters approved Amendment No. 1 which provides portability of the "Save Our Home" savings by allowing homestead owners to move their sheltered "Save Our Home" value from one primary residence to the next. The voters also approved an additional \$25,000 homestead exemption. Further, the legislation changed the Truth in Millage levy. Local governments may only levy taxes up to the "roll back" rate adjusted for growth in per capita Florida personal income. This cap may be exceeded through a 2/3 vote of the City Council (up to 110% of prior year's "roll back" rate adjusted for personal income growth) or a unanimous vote or a voter referendum for any higher rate.

The City, just like many cities across the country, had to face the challenge of keeping taxes and service charges as low as possible while providing residents with the level of service they have come to expect. The adjacent graph illustrates the City Millage Rate history.



### Requests for Information

The City's financial statements are designed to present users (citizens, taxpayers, customers, investors, and creditors) with a general overview of the City's finances and to demonstrate the City's accountability. The financial statements are available on the City's website at [www.miamigardens-fl.gov](http://www.miamigardens-fl.gov). If you have questions about the report or need additional financial information, please contact Mirtha Dziedzic, CGFO, Finance Director, City of Miami Gardens, 18605 NW 27th Avenue Miami Gardens, Florida, 33056.

---

## **BASIC FINANCIAL STATEMENTS**

---

This page is intentionally left blank.

# CITY OF MIAMI GARDENS, FLORIDA

## STATEMENT OF NET POSITION

SEPTEMBER 30, 2021

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 33,481,676	\$ 866,204	\$ 34,347,880
Cash with fiscal agent	8,065,828	-	8,065,828
Investments	63,480,378	8,000,000	71,480,378
Restricted cash & investment	34,922,714	-	34,922,714
Receivables, net	3,883,685	213,513	4,097,198
Due from other governments	5,003,633	11,983	5,015,616
Prepaid expenses	649,863	179,649	829,512
Capital assets not being depreciated	57,075,449	518,829	57,594,278
Capital assets being depreciated, net	<u>238,120,197</u>	<u>17,004,563</u>	<u>255,124,760</u>
<b>Total assets</b>	<u>444,683,423</u>	<u>26,794,741</u>	<u>471,478,164</u>
<b>DEFERRED OUTFLOW OF RESOURCES</b>			
Deferred loss on refunding	-	112,083	112,083
OPEB (Note 10)	2,039,933	17,488	2,057,421
Pensions (Note 9)	<u>16,061,237</u>	<u>69,989</u>	<u>16,131,226</u>
<b>Total deferred outflows of resources</b>	<u>18,101,170</u>	<u>199,560</u>	<u>18,300,730</u>
<b>LIABILITIES</b>			
Accounts payable and accrued expenses	5,823,353	566,393	6,389,746
Retainage payable	1,190,263	-	1,190,263
Matured interest payable	1,237,703	-	1,237,703
Due to other governments	184,932	-	184,932
Unearned revenue	14,160,472	-	14,160,472
<b>Noncurrent liabilities:</b>			
Due within one year			
Compensated absences	1,946,102	14,863	1,960,965
Bonds, loans & capital leases	6,019,883	481,684	6,501,567
Due in more than one year			
Compensated absences	11,027,914	59,451	11,087,365
Bonds, loans & capital leases	105,307,751	3,872,369	109,180,120
Net OPEB obligations (Note 9)	8,306,565	87,871	8,394,436
Net Pension liability (Note 10)	<u>26,208,931</u>	<u>110,342</u>	<u>26,319,273</u>
<b>Total liabilities</b>	<u>181,413,869</u>	<u>5,192,973</u>	<u>186,606,842</u>
<b>DEFERRED INFLOW OF RESOURCES</b>			
Revenue received in advance	1,526,474	-	1,526,474
Deferred gain on refunding	143,213	-	143,213
Deferred inflows of OPEB (Note 10)	3,855,397	33,590	3,888,987
Deferred inflows of pensions (Note 9)	<u>45,756,394</u>	<u>420,668</u>	<u>46,177,062</u>
<b>Total deferred inflows of resources</b>	<u>51,281,478</u>	<u>454,258</u>	<u>51,735,736</u>
<b>NET POSITION</b>			
Net investment in capital assets	216,713,149	13,281,422	229,994,571
Restricted for:			
Housing	91,935	-	91,935
Law enforcement	2,257,568	-	2,257,568
Transportation	16,528,984	-	16,528,984
Parks & recreation	4,301,361	-	4,301,361
General administration	283,856	-	283,856
Public services	279,391	-	279,391
Community development	791,412	-	791,412
Debt service	8,646,961	-	8,646,961
Unrestricted	<u>(19,805,371)</u>	<u>8,065,648</u>	<u>(11,739,723)</u>
<b>Total Net Position</b>	<u>\$ 230,089,246</u>	<u>\$ 21,347,070</u>	<u>\$ 251,436,316</u>

See notes to basic financial statements.

# CITY OF MIAMI GARDENS, FLORIDA

## STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED SEPTEMBER 30, 2021

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Changes in Net Position</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<b>Governmental activities:</b>							
General government	\$ 26,397,168	\$ 11,188,528	\$ -	\$ -	\$ (15,208,640)	\$ -	\$ (15,208,640)
Public safety	41,250,158	9,617,096	1,299,361	36,663	(30,297,038)	-	(30,297,038)
Public works	15,616,845	1,024,543	50,092	-	(14,542,210)	-	(14,542,210)
Parks and recreation	7,920,416	1,209,675	192,507	130,911	(6,387,323)	-	(6,387,323)
Economic and physical development	1,287,967	-	1,421,490	954,282	1,087,805	-	1,087,805
Human Services	944,063	-	992,695	-	48,632	-	48,632
Interest on long-term debt	5,108,381	-	-	-	(5,108,381)	-	(5,108,381)
Total governmental activities	<u>98,524,998</u>	<u>23,039,842</u>	<u>3,956,145</u>	<u>1,121,856</u>	<u>(70,407,155)</u>	<u>-</u>	<u>(70,407,155)</u>
<b>Business-type activities:</b>							
Stormwater	2,855,169	5,181,712	-	80,272	-	2,406,815	2,406,815
Total business activities	<u>2,855,169</u>	<u>5,181,712</u>	<u>-</u>	<u>80,272</u>	<u>-</u>	<u>2,406,815</u>	<u>2,406,815</u>
Total	<u>\$ 101,380,167</u>	<u>\$ 28,221,554</u>	<u>\$ 3,956,145</u>	<u>\$ 1,202,128</u>	<u>(70,407,155)</u>	<u>2,406,815</u>	<u>(68,000,340)</u>
<b>General revenues:</b>							
Property taxes				39,139,772	-	39,139,772	
Franchise fees				7,124,194	-	7,124,194	
Utility taxes				11,538,441	-	11,538,441	
Intergovernmental revenue (unrestricted)				20,621,436	-	20,621,436	
Miscellaneous				3,593,819	1,975	3,595,794	
Sale of assets				796,450	23,346	819,796	
Investment earnings				340,760	7,979	348,739	
Transfers				<u>511,838</u>	<u>(511,838)</u>	<u>-</u>	
Total general revenues and transfers				<u>83,666,710</u>	<u>(478,538)</u>	<u>83,188,172</u>	
Change in net position				13,259,555	1,928,277	15,187,832	
Net position, beginning				<u>216,829,691</u>	<u>19,418,793</u>	<u>236,248,484</u>	
Net position, ending				<u>\$ 230,089,246</u>	<u>\$ 21,347,070</u>	<u>\$ 251,436,316</u>	

See notes to basic financial statements.

# CITY OF MIAMI GARDENS, FLORIDA

## BALANCE SHEET – GOVERNMENTAL FUNDS

SEPTEMBER 30, 2021

	Major Funds				Non-Major Governmental Funds	Total Governmental Funds
	General	Capital Projects	Transportation	Grants		
<b>ASSETS</b>						
Cash and cash equivalents	\$ 7,755,226	\$ 145,520	\$ 3,001,458	\$ 13,144,689	\$ 9,434,782	\$ 33,481,675
Cash with fiscal agent	-	-	-	-	8,065,828	8,065,828
Investments	37,280,378	-	13,000,000	-	13,200,000	63,480,378
Restricted cash & investments	-	34,922,714	-	-	-	34,922,714
Due from other funds	271,500	-	-	-	-	271,500
Due from other governmental agencies	3,321,739	-	1,615,401	47,860	18,633	5,003,633
Accounts receivables, net	2,643,020	129,305	3,480	583,296	524,584	3,883,685
Prepaid	640,280	-	9,583	-	-	649,863
Total assets	<u>\$ 51,912,143</u>	<u>\$ 35,197,539</u>	<u>\$ 17,629,922</u>	<u>\$ 13,775,845</u>	<u>\$ 31,243,827</u>	<u>\$ 149,759,276</u>
<b>LIABILITIES</b>						
Accounts payable and accrued liabilities	\$ 3,153,876	\$ 832,289	\$ 933,257	\$ 214,365	\$ 689,567	\$ 5,823,354
Retainage payable	-	1,029,685	158,098	-	2,480	1,190,263
Due to other funds	-	250,000	-	-	21,500	271,500
Due to other governments	184,924	-	-	-	8	184,932
Unearned revenue	142,462	215,387	-	13,561,480	241,144	14,160,473
Total liabilities	<u>3,481,262</u>	<u>2,327,361</u>	<u>1,091,355</u>	<u>\$ 13,775,845</u>	<u>954,699</u>	<u>21,630,522</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Unavailable revenue	1,526,474	-	-	-	-	1,526,474
<b>Fund balances:</b>						
Non spendable						
Prepays	640,280	-	9,583	-	-	649,863
<b>Restricted for:</b>						
Housing	-	-	-	-	91,935	91,935
Law enforcement	-	-	-	-	2,257,568	2,257,568
Transportation	-	-	16,528,984	-	-	16,528,984
Parks & recreation	-	25,041	-	-	4,276,320	4,301,361
General administration	-	-	-	-	283,856	283,856
Public services	-	-	-	-	279,391	279,391
City Hall project	-	1,200,288	-	-	-	1,200,288
Debt service	-	-	-	-	146,715	146,715
General obligation bond project	-	31,644,849	-	-	-	31,644,849
Economic and physical development	-	-	-	-	1,438,878	1,438,878
Community development	-	-	-	-	791,412	791,412
<b>Committed for:</b>						
Debt service	-	-	-	-	8,500,246	8,500,246
<b>Assigned</b>						
Disaster recovery	323,723	-	-	-	-	323,723
General maintenance	4,000,000	-	-	-	12,222,807	16,222,807
Economic development	2,500,000	-	-	-	-	2,500,000
Debt reduction	2,611,152	-	-	-	-	2,611,152
Subsequent year's budget	1,254,161	-	-	-	-	1,254,161
Unassigned	<u>35,575,091</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>35,575,091</u>
Total fund balances	<u>46,904,407</u>	<u>32,870,178</u>	<u>16,538,567</u>	<u>-</u>	<u>30,289,128</u>	<u>126,602,280</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 51,912,143</u>	<u>\$ 35,197,539</u>	<u>\$ 17,629,922</u>	<u>\$ 13,775,845</u>	<u>\$ 31,243,827</u>	

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

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

295,195,646

(8,306,565)

OPEB liabilities used in governmental activities are not reported in the governmental funds.

Deferred pension and OPEB amounts are not reported in the Governmental Funds financial statements, but are reported in the Government-wide financial statements as follows:

18,101,169

(49,755,003)

Deferred outflows of resources

Deferred inflows of resources

Long-term liabilities are not due and payable in the current period and therefore not reported in the funds:

(111,327,634)

Bond and capital lease payable

(1,237,703)

Matured interest payable

(12,974,016)

Compensated absences

(26,208,928)

Pension expense

Net position of governmental activities

\$ 230,089,246

See notes to basic financial statements.

# CITY OF MIAMI GARDENS, FLORIDA

## STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Major Funds</u>				Non-Major Governmental Funds	Total Governmental Funds
	<u>General</u>	<u>Capital Projects</u>	<u>Transportation</u>	<u>Grants</u>		
<b>Revenues:</b>						
Property taxes	\$ 35,181,784	\$ -	\$ -	\$ -	\$ 3,957,988	\$ 39,139,772
Utility taxes	11,538,441	-	-	-	-	11,538,441
Intergovernmental	12,570,499	-	8,050,937	-	-	20,621,436
Charges for services	5,358,139	-	273,374	-	1,882,446	7,513,959
Licenses and permits	1,626,309	-	-	-	6,505,997	8,132,306
Impact fees	-	-	-	-	1,572,050	1,572,050
Fines and forfeitures	6,191,914	-	-	-	71,994	6,263,908
Franchise fees	7,124,194	-	-	-	-	7,124,194
Grant revenue	708,202	130,911	14,921	1,413,215	1,413,752	3,681,001
Other income	2,706,463	1,594,210	21,438	-	1,022,778	5,344,889
Interest	70,219	214,548	18,700	-	8,651	312,118
Total revenues	<u>83,076,164</u>	<u>1,939,669</u>	<u>8,379,370</u>	<u>1,413,215</u>	<u>16,435,656</u>	<u>111,244,074</u>
<b>Expenditures:</b>						
<b>Current:</b>						
General government	17,075,091	585,757	-	-	-	17,660,848
Human services	-	-	-	944,063	-	944,063
Public safety	41,629,257	-	-	220,162	2,773,606	44,623,025
Public works	-	-	4,459,501	(4,061)	595,101	5,050,541
Parks and recreation	6,534,596	-	-	191,007	-	6,725,603
Economic and physical development	-	-	-	7,738	1,280,229	1,287,967
Non-departmental	3,207,193	-	-	-	-	3,207,193
<b>Capital outlay:</b>						
General government	158,239	262,336	-	-	-	420,575
Public safety	-	751,987	-	25,664	96,120	873,771
Public works	-	-	3,943,610	28,642	-	3,972,252
Parks and recreation	-	9,303,590	-	-	-	9,303,590
Economic and physical development	-	-	-	-	323,962	323,962
<b>Debt service:</b>						
Principal	-	-	-	-	6,140,342	6,140,342
Interest and fiscal charges	-	-	-	-	5,144,702	5,144,702
Bond issuance costs	-	-	-	-	-	-
Total expenditures	<u>68,604,376</u>	<u>10,903,670</u>	<u>8,403,111</u>	<u>1,413,215</u>	<u>16,354,062</u>	<u>105,678,434</u>
Excess (deficiency) of revenues over expenditures	<u>14,471,788</u>	<u>(8,964,001)</u>	<u>(23,741)</u>	<u>-</u>	<u>81,594</u>	<u>5,565,640</u>
<b>Other financing sources (uses):</b>						
Transfers in	2,974,425	5,403,516	215,282	-	7,833,187	16,426,410
Transfers out	(6,867,489)	(5,959,143)	(849,368)	-	(2,238,572)	(15,914,572)
Proceeds received from refunding	-	-	-	-	-	-
Payment to escrow agent for refunding	-	-	-	-	-	-
Total other financing sources (uses)	<u>(3,893,064)</u>	<u>(555,627)</u>	<u>(634,086)</u>	<u>-</u>	<u>5,594,615</u>	<u>511,838</u>
Net change in fund balances	10,578,724	(9,519,628)	(657,827)	-	5,676,209	6,077,478
Fund balances, beginning	<u>36,325,683</u>	<u>42,389,806</u>	<u>17,196,394</u>	<u>-</u>	<u>24,612,919</u>	<u>120,524,802</u>
Fund balance, ending	<u>\$ 46,904,407</u>	<u>\$ 32,870,178</u>	<u>\$ 16,538,567</u>	<u>\$ -</u>	<u>\$ 30,289,128</u>	<u>\$ 126,602,280</u>

See notes to basic financial statements.

# CITY OF MIAMI GARDENS, FLORIDA

## RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED SEPTEMBER 30, 2021

NET CHANGES IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS, PAGE 21 \$ 6,077,478

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

Capital outlays, reported as expenditures in governmental funds, are shown as capital assets in the statement of net assets. 14,894,150

Provision for depreciation expense on governmental capital assets is included in the governmental activities in the statement of net assets. (17,839,800)

The issuance of long-term debt provides current financial resources to governmental funds; however, has no effect on net assets. Also, governmental funds report the effect of issuance costs, discounts, premiums, and similar items when issued, whereas these amounts are deferred and amortized in the statement of activities. The amount is the net effect of these differences in the treatment of long-term debt and related items. (164,609)

Principal payments on long-term debt are reported as expenditures in governmental funds, but as a reduction of long-term liabilities in the statement of net assets. 6,140,342

Interest is accrued in the statement of activities where in the governmental funds expenditures is reported when due. 36,321

Pension contributions are reported as expenditures in the governmental funds and recorded as a net pension asset on the statement of net position. 5,899,174

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

Change in OPEB liability (291,520)

Change in long-term compensated absences (1,491,981)

CHANGES IN NET POSITION OF GOVERNMENTAL ACTIVITIES, PAGE 19 \$ 13,259,555

See notes to basic financial statements.

# CITY OF MIAMI GARDENS, FLORIDA

## STATEMENT OF NET POSITION PROPRIETARY FUND

SEPTEMBER 30, 2021

### Stormwater

#### ASSETS

##### **Current assets:**

Cash and equity in pooled cash and investments	\$ 8,866,204
Accounts receivable - net	213,513
Due from other governments	11,983
Prepaid items	179,649
Total current assets	<u>9,271,349</u>

##### **Non-current assets:**

Capital assets being depreciated, net	<u>17,523,392</u>
Total assets	<u>26,794,741</u>

#### DEFERRED OUTFLOW OF RESOURCES

Refunding loss	112,083
OPEB (see Note 10)	17,488
Pension (see Note 9)	69,989
Total deferred outflow of resources	<u>199,560</u>

#### LIABILITIES

##### **Current liabilities:**

Accounts payable	196,393
Accrued liabilities	370,000
Current portion of compensated absences	14,863
Current portion of notes payable	481,684
Total current liabilities	<u>1,062,940</u>

##### **Non-current liabilities:**

Notes payable	3,872,369
Net OPEB obligations	87,871
Compensated absences	59,451
Net Pension Liability	110,342
Total noncurrent liabilities	<u>4,130,033</u>
Total liabilities	<u>5,192,973</u>

#### DEFERRED INFLOW OF RESOURCES

OPEB (see Note 10)	33,590
Pension (see Note 9)	420,668
Total deferred outflow of resources	<u>454,258</u>

#### NET POSITION

Net investment in capital assets	13,281,422
Unrestricted	8,065,648
Total net position	<u>\$ 21,347,070</u>

See notes to basic financial statements.

# CITY OF MIAMI GARDENS, FLORIDA

## STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION PROPRIETARY FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Business-type Activities- Enterprise Funds</u>
	<u><u>Stormwater</u></u>
<b>Operating revenues:</b>	
Charges for services	\$ 5,181,712
Grant revenue	80,272
Miscellaneous	<u>25,321</u>
Total operating revenues	<u><u>5,287,305</u></u>
<b>Operating expenses:</b>	
Administrative costs	882,541
Operations and maintenance	961,987
Depreciation	<u>829,861</u>
Total operating expenses	<u><u>2,674,389</u></u>
Operating income	<u><u>2,612,916</u></u>
<b>Non-operating revenues (expenses):</b>	
Interest income	7,979
Interest expense	<u>(180,780)</u>
Total non-operating revenues (expenses)	<u><u>(172,801)</u></u>
Income before contributions & transfers	2,440,115
Transfer out	<u><u>(511,838)</u></u>
Change in net position	1,928,277
Net position, beginning	<u><u>19,418,793</u></u>
Net position, ending	<u><u>\$ 21,347,070</u></u>

See notes to basic financial statements.

# CITY OF MIAMI GARDENS, FLORIDA

## STATEMENT OF CASH FLOWS PROPRIETARY FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Business-type Activities - Enterprise Funds</u>
	<u>Stormwater</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>	
Cash received from customers, governments, and other funds	\$ 4,785,235
Cash paid to suppliers	(1,478,220)
Cash paid to employees	<u>(667,838)</u>
Net cash provided by operating activities	<u>2,639,177</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>	
Transfers to other funds	<u>(511,838)</u>
Net cash used in noncapital financing activities	<u>(511,838)</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>	
Acquisition and construction of capital assets	(899,142)
Proceeds from assumption of long-term debt	14,011
Principal retirements of capital debt	(465,784)
Interest paid on capital debt	<u>(180,780)</u>
Net cash used in capital and related financing activities	<u>(1,531,695)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>	
Interest and other income	<u>7,979</u>
Net cash provided by investing activities	<u>7,979</u>
<b>NET INCREASE IN POOLED CASH AND CASH EQUIVALENTS</b>	<u>603,623</u>
<b>POOLED CASH AND CASH EQUIVALENTS, beginning</b>	<u>7,767,773</u>
<b>POOLED CASH AND CASH EQUIVALENTS, ending</b>	<u><u>\$ 8,371,396</u></u>
<b>POOLED CASH AND CASH EQUIVALENTS PER STATEMENT OF NET POSITION</b>	
Unrestricted	\$ 8,866,204
Restricted	-
<b>TOTAL, SEPTEMBER 30</b>	<u><u>\$ 8,866,204</u></u>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:</b>	
Operating income	\$ 2,612,916
<b>Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:</b>	
Depreciation and amortization	829,861
Decrease in accounts receivable	(7,261)
Increase in prepaid items	(158,088)
Increase in accounts payable	(97,943)
Decrease in OPEB liabilities	11,683
Increase in pension liabilities	(559,000)
Increase in compensated absences	5,607
Increase in accrued liabilities	1,402
Total adjustments	<u>26,261</u>
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<u><u>\$ 2,639,177</u></u>

See notes to basic financial statements

---

## **NOTES TO FINANCIAL STATEMENTS**

---

This page is intentionally left blank.

# **CITY OF MIAMI GARDENS, FLORIDA**

## **NOTES TO THE FINANCIAL STATEMENTS**

**FISCAL YEAR ENDED SEPTEMBER 30, 2021**

### **NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The City of Miami Gardens, Florida (“the City”), located in Miami-Dade County, Florida, was incorporated on May 13, 2003, by Miami-Dade County (“the County”). The City operates under a Council/Manager form of government. The City Council is governed by the City Charter and by state and local laws and regulations. The City Council is responsible for the establishment and adoption of policy. The execution of such policy is the responsibility of the Council-appointed City Manager. The City provides public safety, general government, recreation, and public works services to its residents. The City does not provide educational, utilities, fire, or hospital facilities. Those services are provided by the Miami-Dade County School Board and Miami-Dade County, respectively. The accompanying financial statements present the City for the fiscal year ended September 30, 2021.

The accounting policies of the City conform to generally accepted accounting principles (“GAAP”), in the United States for local governmental units. The Governmental Accounting Standards Board (“GASB”) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. A summary of the City’s significant accounting policies applied in the preparation of the accompanying financial statements are described below:

#### **A. Financial Reporting Entity**

The financial reporting entity covered by this report includes the City and its component unit. The reporting entity has been defined in accordance with GASB Codification of Governmental Accounting and Financial Reporting Standards (Section 2100). The accompanying financial statements include those of the City (the primary government) and its component unit. A Component unit is a legally separate organization for which the primary government is financially accountable that should be included in the City's financial statements because of the nature and significance of the relationship with the primary government. GASB Codification Section 2100 provides guidance for the inclusion of a legally separate entity as a component unit of an entity. The application of this guidance provides for identification of entities for which the City is financially accountable that the nature and significance of the relationship with the City is such that exclusions would cause the City's basic financial statements to be misleading or incomplete.

Based upon the application of GASB Codification Section 2100, the component unit listed below is included in the City's reporting entity as a blended component unit.

Blended component unit, although legally separate entity, is in substance part of the City's operations. Accordingly, data from this component unit is included with data of the primary government. The financial balances and activities of the blended component unit is as of and for the year ended September 30, 2021.

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### A. Financial Reporting Entity (continued)

##### *Blended Component Unit*

*Miami Gardens Community Redevelopment Agency (CRA)* – The CRA was created on September 12, 2018, in accordance with Chapter 163.356, Florida Statutes, and City Resolution No. 2018-163-3577 to eliminate blight and slum conditions within the NW 27<sup>th</sup> Avenue community redevelopment area of the agency pursuant to the redevelopment plans of the Agency for new residential and commercial activity of Miami Gardens area. The City has entered into an interlocal agreement with Miami-Dade County approving the deposit of tax increments in the MG CRA account. The CRA, whose board members are the same as the City Council's, provides services that exclusively benefit the City. The CRA is fiscally dependent on the City because the City Council approves the CRA's budget, and must approve any debt issuance.

Complete financial statements for the CRA can be obtained by writing to: Director, City of Miami Gardens Community Redevelopment Agency, 18605 NW 27th Avenue, Miami Gardens, FL 33056.

#### B. 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 governmental activities of the City. For the most part, the effect of interfund activity has been removed from these statements; interfund services provided and used are not eliminated in the process of consolidation. *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 City has one business-type activity, the stormwater fund.

The *Statement of Activities* demonstrates the degree to which the direct expenses of a given function or segments 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, and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

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

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

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when a liability is incurred, as under accrual accounting.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when a liability is incurred, as under accrual accounting.

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

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 *Transportation Fund* is used to account for the City's share of the local option gas tax and other State sharing revenues that are restricted for the maintenance of City roads.

The *Capital Projects Fund* is used to account for all revenues and expenditures related to citywide construction and improvement projects.

The *Grants Fund* is used to account for most Federal, State and Local grants associated with various departments within the City

The City reports the following major proprietary fund:

The *Stormwater Fund* is used to account for fees assessed on property owners. Funds are dedicated to the ongoing renewal and replacement costs of the City's stormwater drainage system.

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

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### **NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

#### **C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation** (continued)

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

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

Operating expenses for the enterprise funds include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

#### **D. New Pronouncements – Adopted and Unadopted**

The **GASB issued Statement No 87, Leases in June 2017**. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019. In May 2020, the GASB issued Statement No 95 that postponed the implementation of GASB 87 by 18 month for fiscal years beginning after June 15, 2021, and all reporting periods thereafter.

The **GASB issued Statement No 89, Accounting for Interest Cost Incurred before the End of a Construction Period, in June 2018**. The objectives of this Statement are (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period. This Statement establishes accounting requirements for interest cost incurred before the end of a construction period. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019. In May 2020, the GASB issued Statement No 95 that postponed the implementation of GASB 89 by one year, reporting periods beginning after December 15, 2020.

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### D. New Pronouncements – Adopted and Unadopted (continued)

The **GASB issued Statement No 91, Conduit Debt Obligations** in May 2019. The primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. The requirements of this Statement are effective for reporting periods beginning after December 15, 2020. In May 2020, the GASB issued Statement No. 95 that postponed the implementation of GASB 91 by one year, reporting periods beginning after December 15, 2021.

The **GASB issued Statement No. 92, Omnibus 2020** in January 2020. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements.

The requirement of this Statement covers the following GASB pronouncements and the effective as follows:

- o The requirements related to the effective date of Statement 87 and Implementation Guide 2019-3, reinsurance recoveries, and terminology used to refer to derivative instruments are effective upon issuance.
- o The requirements related to intra-entity transfers of assets and those related to the applicability of Statements 73 and 74 are effective for fiscal years beginning after June 15, 2020. The effective date has been postponed to fiscal years beginning after June 15, 2021.
- o The requirements related to application of Statement 84 to postemployment benefit arrangements and those related to nonrecurring fair value measurements of assets or liabilities are effective for reporting periods beginning after June 15, 2020. The effective date has been postponed to reporting periods beginning after June 15, 2021.
- o The requirements related to the measurement of liabilities (and assets, if any) associated with AROs in a government acquisition are effective for government acquisitions occurring in reporting periods beginning after June 15, 2020. The reporting period has been postponed to reporting periods beginning after June 15, 2021.

Management has not currently determined what effect implementation of this statement may have on the City's financial statements.

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### D. New Pronouncements – Adopted and Unadopted (continued)

**GASB Statement No. 93, Replacement of Interbank Offered Rates.** The objective of this Statement is to address those and other accounting and financial reporting implications that result from the replacement of an IBOR.

Some governments have entered into agreements in which variable payments made or received depend on an interbank offered rate (IBOR)—most notably, the London Interbank Offered Rate (LIBOR). As a result of global reference rate reform, LIBOR is expected to cease to exist in its current form at the end of 2021, prompting governments to amend or replace financial instruments for the purpose of replacing LIBOR with other reference rates, by either changing the reference rate or adding or changing fallback provisions related to the reference rate

The removal of LIBOR as an appropriate benchmark interest rate is effective for reporting periods ending after December 31, 2021. All other requirements of this Statement are effective for reporting periods beginning after June 15, 2020. Management has not currently determined what effect implementation of this statement may have on the City's financial statements.

**GASB Statement No. 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements.** The primary objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). As used in this Statement, a PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction.

This Statement also provides guidance for accounting and financial reporting for availability payment arrangements (APAs). As defined in this Statement, an APA is an arrangement in which a government compensates an operator for services that may include designing, constructing, financing, maintaining, or operating an underlying nonfinancial asset for a period of time in an exchange or exchange-like transaction. The requirements of this Statement are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. Management has not currently determined what effect implementation of this statement may have on the City's financial statements.

The **GASB issued Statement No. 96, Subscription-based Information Technology Arrangements** in May 2020. The Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements for governments. This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. The requirements of this Statement are effective for fiscal years beginning after June 15, 2022 and all reporting periods thereafter.

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### **NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

#### **D. New Pronouncements – Adopted and Unadopted** (continued)

The *GASB issued Statement No 97, Certain Component Unit Criteria, and Accounting and Financial Report for Internal Revenue Code Section 457 Deferred Compensation Plans*, an Amendment of GASB Statements No. 14 and No. 84, and a Supersession of GASB Statement No. 32 in June 2020. The primary objectives of this Statement are to (1) increase consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigate costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component units in fiduciary fund financial statements; and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans.

The requirements of this Statement that are related to the accounting and financial reporting for Section 457 plans are effective for fiscal years beginning after June 15, 2021. Management has not currently determined what effect implementation of this statement may have on the City's financial statements.

#### **E. Assets, Deferred Outflows, Liabilities, Deferred Inflows and Net Position or Equity**

##### **1. Deposits and Investments**

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. The City maintains a pooled cash account for all funds. This enables the City to invest large amounts of idle cash for short periods of time and to optimize earnings potential.

The City of Miami Gardens has adopted an investment policy pursuant to Section 218-415, Florida Statutes, which allows for surplus funds to be invested in the Local Government Surplus Funds trust fund (the "State Pool") or any intergovernmental investment pool; Securities and Exchange Commission registered money market funds; certificates of deposits and savings accounts in state-certified qualified public depositories and direct obligation of the U.S. Treasury. Surplus funds are invested in the State Pool. The State Pool is administered by the Florida State Board of Administration (SBA) who provides regulatory oversight.

Long-term investments are stated at fair value as required by GASB Statement No. 31 "Accounting and Financial Reporting for Certain Investment and for External Investment Pools".

# **CITY OF MIAMI GARDENS, FLORIDA**

## **NOTES TO THE FINANCIAL STATEMENTS**

**FISCAL YEAR ENDED SEPTEMBER 30, 2021**

### **NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

#### **E. Assets, Deferred Outflows, Liabilities, Deferred Inflows and Net Position or Equity (continued)**

##### **2. Receivables and Payables**

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

Operating revenues in the stormwater fund are generally recognized on the basis of \$6.00 per Equivalent Residential Unit (ERU) and is billed under the Uniform Method of Collection as special assessment in the ad valorem tax bill. Revenues for services delivered during the last quarter of the fiscal year are accrued and billed in October.

All trade and property tax receivables are shown net of an allowance for uncollectible. Uncollectible accounts receivable allowances are based on historical trends.

##### **3. Prepaid Items**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. These costs are expensed when used.

##### **4. Capital Assets**

Capital assets, which include property, plant and equipment, and certain infrastructure assets (e.g., stormwater, roads, bridges, sidewalks, and similar items), are reported in the applicable governmental and business-type columns in the government-wide financial statements.

Capital assets are defined by the City as assets with an initial, individual cost or component of more than \$5,000 and an estimated useful life in excess of three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the asset constructed. No such costs were capitalized during fiscal year 2021.

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

#### E. Assets, Deferred Outflows, Liabilities, Deferred Inflows and Net Position or Equity (continued)

##### 4. Capital Assets (continued)

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

<u>Assets</u>	<u>Years</u>
Stormwater infrastructure	50
Road & sidewalk infrastructure	20-50
Buildings	30
Improvements other than buildings	30
Furniture and equipment	3-15
Vehicle	5

##### 5. Compensated Absences

It is the City's policy to permit employees to accumulate within certain limits, earned but unused personal-time-off, which will be paid to employees upon separation from City service. All personal-time-off is accrued when incurred in the government-wide financial statements. In the governmental funds, a liability is recorded only for pay time off payouts for employee separations that occurred within 60 days after the fiscal year ended September 30, 2021. The General Fund and Enterprise Fund has been used to liquidate the liability for compensated absences.

##### 6. Deferred Outflows/Inflows

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement section, deferred outflows of resources, represents a consumption of net position that applies to future period(s) and so will not be recognized as an outflow of resources (expenses/expenditure) until that time. The City currently reports deferred outflows related to debt refunding, pensions and other post-employment benefits (OPEB) in this category. The deferred outflow relating to debt includes the net deferred loss on refunding of the Stormwater bond by Miami-Dade County. This amount is being deferred and amortized over the life of the refunding debt. The deferred outflows related to pensions and OPEB are calculated in accordance with GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, and GASB No. 75, *Accounting and Financial reporting for Postemployment Benefits Other Than Pensions*, respectively. These will be recognized as either pension/OPEB expense or a reduction in the net pension/OPEB liability, respectively, in future reporting years. Details on the composition of deferred outflows related to pensions and OPEB are reported in subsequent notes.

# **CITY OF MIAMI GARDENS, FLORIDA**

## **NOTES TO THE FINANCIAL STATEMENTS**

**FISCAL YEAR ENDED SEPTEMBER 30, 2021**

### **NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

#### **E. Assets, Deferred Outflows, Liabilities, Deferred Inflows and Net Position or Equity (continued)**

##### **6. Deferred Outflows/Inflows (continued)**

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement section, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. In this category, the City currently reports deferred inflows related to pensions, other post-employment benefits (OPEB), deferred gain on refunding of the QNIP bonds by Miami-Dade County in the government-wide statements and unavailable revenue related to local business license tax and rental income taxes in the governmental funds.

##### **7. Unearned Revenues**

Unearned revenue is recorded for governmental fund receivables that are measurable and available, but have not met the criteria for revenue recognition, such as donations or grants received for specific projects. These are recorded as unearned revenue in the government-wide and fund financial statements.

##### **8. Nature and Purpose of Classifications of Fund Equity**

In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Amounts that are restricted to specific purposes either by a) constraints placed on the use of resources by creditors, grantors, contributors, or laws or regulations of other governments or b) imposed by law through constitutional provisions or enabling legislation are classified as restricted fund balances. Amounts that can only be used for specific purposes pursuant to constraints imposed by the City Council which is highest level of decision-making authority through resolution are classified as committed fund balances. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken which is an adoption of another resolution to remove or revise the limitation. Amounts that are constrained by the City's intent to be used for specific purposes but are neither restricted nor committed are classified as assigned fund balances.

Assignments are made by management based on Council direction through a resolution. Non-spendable fund balances include amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Unassigned fund balance represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund.

It is not possible to report a positive amount of unassigned fund balance in a governmental fund other than the General Fund. However, if a governmental fund other than the general fund were to have nonspendable, restricted, and committed fund balance in excess of total fund balance, the difference would be reported as negative unassigned fund balance.

# **CITY OF MIAMI GARDENS, FLORIDA**

## **NOTES TO THE FINANCIAL STATEMENTS**

**FISCAL YEAR ENDED SEPTEMBER 30, 2021**

### **NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

#### **E. Assets, Deferred Outflows, Liabilities, Deferred Inflows and Net Position or Equity (continued)**

##### **9. Fund Balance Flow Assumption**

When expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City will consider spending the restricted funds first. When expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City will consider spending first the committed funds, then assigned funds, and finally unassigned funds as needed, unless City Council has provided otherwise in its actions through an ordinance.

##### **10. Fund Balance Policy**

The City's policy is to maintain an adequate General Fund balance to provide liquidity in the event of an economic downturn or natural disaster. The City Council adopted a goal to maintain an unassigned fund balance equal to 16% to 25% during the annual budget process. For Fiscal Year ending September 30, 2021 the General Fund reports a positive unassigned fund balance. It represents 41% of the General Fund Budget.

##### **11. Restricted Fund Balance**

The City has various restrictions placed over certain revenue sources from federal, state, or local requirements. The primary revenue sources include:

<b><u>Revenue Source</u></b>	<b><u>Legal Restrictions of Use</u></b>
Gas Tax	Roads, Sidewalks, Streets
Community Development Block Grant	Grant Program Expenditures
State Housing Initiative Program (SHIP)	Grant Program Expenditures
Federal/State Forfeitures	Law Enforcement

For the year ended September 30, 2021, the City complied, in all material respects, with these restrictions.

# **CITY OF MIAMI GARDENS, FLORIDA**

## **NOTES TO THE FINANCIAL STATEMENTS**

**FISCAL YEAR ENDED SEPTEMBER 30, 2021**

### **NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

#### **F. Significant Accounting Policies**

##### **Pensions**

In the governmental activities and business-type activities, Statement of Net Position, pension liabilities are recognized for the City's proportionate share of each pension plan's net pension liability. For purposes of measuring the net pension liability, deferred outflows of resources related to pensions, deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Florida Retirement System Pension Plan (Pension Plan) defined benefit plan and the Health Insurance Subsidy (HIS) defined benefit plan and additions to and deductions from the Pension Plan's and the HIS's fiduciary net position have been determined on the same basis as they are reported by the Pension Plan and HIS plans. Changes in the net pension liability during the period are recorded as pension expense, deferred outflows of resources, or deferred inflows of resources depending on the nature of the change. Those changes in the net pension liability that are recorded as deferred outflows of resources or deferred inflows of resources that arise from changes in actuarial assumptions or other inputs, changes in the proportionate share of the net pension liability, and differences between expected or actual experience are amortized over the average expected remaining service lives of all employees that are provided with pensions through the pension plans and recorded as a component of pension expense beginning with the period in which they arose. Differences between projected and actual investment earnings are reported as deferred outflows of resources or deferred inflows of resources and are amortized as a component of pension expense using a systematic and rational method over a five (5) year period.

#### **G. Other Post-Employment Benefits (OPEB)**

Pursuant to Section 112.0801, Florida Statutes, The City is mandated to permit participation in the health insurance program by retirees and their eligible dependents at a cost to the retiree that is no greater than the cost at which coverage is available for active employees. The rates provide for an implicit subsidy for retirees because, on an actuarial basis, their current and future claims are expected to result in higher costs to the Plan on average than those of active employees. The City is financing the post-employment benefits on a pay-as-you-go basis. As determined by an actuarial valuation, the City records a net OPEB obligation in its proprietary and government-wide financial statements related to the implicit subsidy. See Note11 for further information.

### **NOTE 2. DEPOSITS AND INVESTMENTS**

#### **Deposits**

All deposits of the City are placed in a bank that qualifies as a public depository pursuant to the provisions of the Florida security or Public deposits Act. Every qualified public depository is required by this law to deposit with the State treasurer eligible collateral equal to, or in excess of, an amount to be determined by the State Treasurer. The State Treasurer is required to ensure that all funds are entirely collateralized throughout the fiscal year.

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 2. DEPOSITS AND INVESTMENTS (Continued)

#### Investments

The SBA administers the Florida PRIME which is governed by Ch. 19-7 of the Florida Administrative Code and Chapters 218 and 215 of the Florida Statutes. These rules provide guidance and establish the policies and general operating procedures for the administration of the Florida PRIME. Florida PRIME is not a registrant with the Securities and Exchange Commission (SEC); however, the Board has adopted operating procedures consistent with the requirements for 2a-7 fund, which permits money market funds to use amortized cost to maintain a constant net asset value (NAV) of \$1 per share.

GASB Statement No. 72, *Fair Value Measurement and Application*, requires that investments be categorized according to the fair value hierarchy established by this Statement. The hierarchy is based on valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

Investments in the State Board Administration (SBA) Florida PRIME totaling \$90,573,545 are recorded at amortized cost.

As of September 30, 2021, the City of Miami Gardens had the following investments:

Investment Type	Amount	Level 1	Weighted Average Maturity (years)
State Board of Administration *	\$ 90,573,545		60 days
Tax Certificates	5,620		
Money Market	10,518,245		
Certificate of Deposit	<u>5,305,682</u>		
Total deposits and investments	<u>\$ 106,403,092</u>		

\* In December 2015, GASB issued Statement 79 titled "Certain External Investment Pools and Pool Participants" in response to the Securities and Exchange Commission's amendments in 2014 to regulations that apply to money market funds. GASB 79 addresses accounting and financial reporting for certain external investment pools and pool participants. Specifically, it establishes criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost for financial reporting purposes. If the external investment pool meets the criteria in GASB 79 and measures all of its investments at amortized cost, the pool's participants also should measure their investments in that external investment pool at amortized cost for financial reporting purposes.

At September 30, 2021, \$34,922,714 in deposit and investments relate to unspent debt proceeds pertaining to various financings including General Obligation Bonds, and Revenue bonds, which are restricted assets whose use is limited to projects primarily related to the acquisition and construction of City facilities and equipment as authorized by City Council Board Resolutions and Debt Covenants.

Of the deposits and investments totaling \$106,403,092 at September 30, 2021; \$98,403,092 is related to the Governmental Funds and \$8,000,000 related to the Stormwater Fund.

*Credit Risk* - The risk that an issuer or other counterparty to an investment will not fulfill its obligations.

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 2. DEPOSITS AND INVESTMENTS (Continued)

#### Investments (continued)

The City's investment policy allows investments in U.S. Government sponsored agencies and enterprises, and the State Board of Administration investment pool.

Investment Type	Rating	Percentage of Investment	Amount
State Board of Administration*	AAAm	85.12%	\$ 90,573,545
Tax certificates	Not Rated	0.01%	\$ 5,620
Money Market	Not Rated	9.89%	\$ 10,518,245
Certificate of Deposit	Not Rated	4.99%	\$ 5,305,682

\*Standard and Poor's

*Interest Rate Risk* - the risk that changes in interest rates will adversely affect the fair value of an investment.

The investments were purchased with the intent to be held to maturity and with a maturity of less than 5 years to manage its exposure to decline in fair values. There were no investments in the City's portfolio that exceeded this maximum maturity at September 30, 2021.

In addition to insurance provided by the Federal Depository Insurance Corporation, all deposits are held in banking institutions approved by the State of Florida Chief Financial Officer, to hold public funds. Under Florida law, the State Chief Financial Officer requires all Florida qualified public depositories to deposit with the Chief Financial Officer or banking institution eligible collateral. In the event of a failure of a qualified public depository, the remaining public depositories would be responsible for covering any resulting losses. Accordingly, all amounts reported as deposits are insured or collateralized with securities held by the entity or its agent in the entity's name.

### NOTE 3. RECEIVABLES

Receivables as of September 30, 2021, for the City's governmental funds, including the allowance for uncollectible accounts are as follows:

Ad valorem, utility & franchise fees	\$ 1,908,705
Intergovernmental	2,491,530
Grants	51,250
Miscellaneous receivable	<u>4,435,833</u>
Net receivable	<u>\$ 8,887,318</u>
Stormwater accounts	\$ 248,354
Less: allowance for uncollectibles	(34,840)
Intergovernmental	<u>11,983</u>
Net Receivable	<u>\$ 225,497</u>

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 4. CAPITAL ASSETS

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

	<u>Balance</u> <u>October 1, 2020</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>September 30, 2021</u>
<b>Governmental activities</b>				
Capital assets not being depreciated:				
Land	\$ 22,525,887	\$ -	\$ -	\$ 22,525,887
Art in Public Places	232,472	-	-	232,472
Construction in progress	<u>45,966,376</u>	<u>12,683,471</u>	<u>(24,332,757)</u>	<u>34,317,090</u>
Total capital assets not being depreciated	<u>68,724,735</u>	<u>12,683,471</u>	<u>(24,332,757)</u>	<u>57,075,449</u>
Capital assets being depreciated:				
Building	79,828,807	9,431,344	-	89,260,151
Infrastructure	368,742,246	16,787,021	-	385,529,267
Improvements other than buildings	8,887,844	34,771	-	8,922,615
Machinery and equipment	23,424,434	164	(2,451,683)	20,972,915
Other Assets	<u>2,942,126</u>	<u>290,137</u>	<u>-</u>	<u>3,232,263</u>
Total capital assets being depreciated	<u>483,825,457</u>	<u>26,543,437</u>	<u>(2,451,683)</u>	<u>507,917,211</u>
Less accumulated depreciation for:				
Building	(20,187,547)	(3,033,572)	-	(23,221,119)
Infrastructure	(207,977,292)	(13,136,733)	-	(221,114,025)
Improvements other than buildings	(3,158,504)	(429,759)	-	(3,588,263)
Machinery and equipment	(20,796,782)	(920,914)	2,451,683	(19,266,013)
Other assets	<u>(2,288,769)</u>	<u>(318,825)</u>	<u>-</u>	<u>(2,607,594)</u>
Total accumulated depreciation	<u>(254,408,894)</u>	<u>(17,839,803)</u>	<u>2,451,683</u>	<u>(269,797,014)</u>
Total capital assets being depreciated, net	<u>229,416,563</u>	<u>8,703,634</u>	<u>-</u>	<u>238,120,197</u>
Governmental activities capital assets, net	<u>\$ 298,141,298</u>	<u>\$ 21,387,105</u>	<u>\$ (24,332,757)</u>	<u>\$ 295,195,646</u>
 <b>Business-type activities</b>				
Capital assets not being depreciated:				
Construction in progress	\$ 1,525,412	\$ 15,960	\$ (1,022,543)	\$ 518,829
Total capital assets not being depreciated	<u>1,525,412</u>	<u>15,960</u>	<u>(1,022,543)</u>	<u>518,829</u>
Capital assets being depreciated:				
Infrastructure	21,676,056	1,758,909	-	23,434,965
Machinery and equipment	<u>2,502,832</u>	<u>146,817</u>	<u>-</u>	<u>2,649,649</u>
Total capital assets being depreciated	<u>24,178,888</u>	<u>1,905,726</u>	<u>-</u>	<u>26,084,614</u>
Less accumulated depreciation for:				
Infrastructure	(6,864,041)	(519,367)	-	(7,383,408)
Machinery and equipment	<u>(1,386,148)</u>	<u>(313,009)</u>	<u>2,514</u>	<u>(1,696,643)</u>
Total accumulated depreciation	<u>(8,250,189)</u>	<u>(832,376)</u>	<u>2,514</u>	<u>(9,080,051)</u>
Total capital assets being depreciated, net	<u>15,928,699</u>	<u>1,073,350</u>	<u>2,514</u>	<u>17,004,563</u>
Business activities capital assets, net	<u>\$ 17,454,111</u>	<u>\$ 1,089,310</u>	<u>\$ (1,020,029)</u>	<u>\$ 17,523,392</u>

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 4. CAPITAL ASSETS (Continued)

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

#### Governmental Activities

General government	\$ 2,151,600
Public safety	1,020,959
Public works	13,203,675
Recreation & social services	<u>1,463,569</u>
Total depreciation expense - governmental activities	<u>\$ 17,839,803</u>

#### Business-type Activities

Stormwater	\$ 832,376
Total depreciation expense - business-type activities	<u>\$ 832,376</u>

#### Construction Commitments

The City of Miami Gardens has active construction projects as of September 30, 2021. The projects include final completion of the Bunche Pool, Norwood Park/Pool, Betty T. Ferguson, Buccaneer Park, North Dade Optimist, Bunche Park and Senior Family Center and various capital improvements at the parks. The amount remaining on these incomplete projects as of September 30, 2021 totaled \$5,341,029.

### NOTE 5. ENCUMBRANCES

Purchase orders are issued throughout the fiscal year to encumber budgets in the governmental funds. Significant encumbrances as of September 30, 2021 are as follows:

#### Major Funds:

General Fund	\$ 254,161
Transportation Fund	1,596,402
Capital Projects Fund	<u>5,341,029</u>
Total Major Funds	7,191,592
Non-Major Governmental Funds	<u>1,504,857</u>
Total Encumbrances	<u>\$ 8,696,449</u>

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 6. LONG-TERM LIABILITIES

The following is a summary of changes in long-term liabilities of the City for governmental and business-type activities for the year ended September 30, 2021:

	<u>October 1, 2020</u>	<u>Additions</u>	<u>Reductions</u>	<u>September 30, 2021</u>	<u>Due within One Year</u>
<b>Governmental Activities</b>					
<b>Bonds &amp; notes payable:</b>					
<b>General Obligation Bonds:</b>					
General Obligation Bond, Series 2014	\$ 9,265,000	\$ -	\$ 1,705,000	\$ 7,560,000	\$ 1,755,000
Taxable General Obligation Refunding Bond, Series 2020	50,405,000	-	865,000	49,540,000	750,000
<b>Special Obligation and Revenue Bonds, Loans and Leases:</b>					
QNIP due to Miami Dade County	2,547,025	-	442,650	2,104,375	461,175
Land Acquisition Revenue Bonds, Series 2005	3,497,552	-	372,184	3,125,368	386,067
Land Acquisition Revenue Bonds, Series 2009	2,257,354	-	207,222	2,050,132	216,909
Certificates of Participation Series 2010 A-1 & A-2	45,280,000	-	1,430,000	43,850,000	1,495,000
Capital Improvement Revenue Bonds, Series 2016	1,667,584	-	263,286	1,404,298	268,978
Less: bond discounts	(519,375)	25,861	-	(493,514)	(25,861)
Add: bond premiums	-	-	-	-	-
Less: deferred charge-refunding	(3,180,417)	167,390	-	(3,013,027)	(167,390)
<b>Notes from Direct Borrowing and Direct Placements:</b>					
Taxable Refunding Revenue Bond Series 2019	6,055,000	-	855,000	5,200,000	880,000
Total bonds and notes payable	<u>117,274,723</u>	<u>193,251</u>	<u>6,140,342</u>	<u>111,327,632</u>	<u>6,019,878</u>
<b>Other Liabilities</b>					
Net pension liability	86,156,403	(59,947,475)	-	26,208,928	-
Net OPEB liability	6,943,812	1,362,753	-	8,306,565	-
Compensated absences	<u>11,482,035</u>	<u>8,190,705</u>	<u>6,698,724</u>	<u>12,974,016</u>	<u>1,946,102</u>
Total other liabilities	104,582,250	(50,394,017)	6,698,724	47,489,509	1,946,102
Governmental activities long-term liabilities	<u>\$ 221,856,973</u>	<u>\$ (50,200,766)</u>	<u>\$ 12,839,066</u>	<u>\$ 158,817,141</u>	<u>\$ 7,965,980</u>
<b>Business-type Activities</b>					
<b>Bonds and notes payable:</b>					
<b>Special Obligation and Revenue Bonds, Loans and Leases:</b>					
Miami-Dade County Stormwater Utility Bond	\$ 4,819,837	\$ 43	\$ 465,827	\$ 4,354,053	\$ 481,684
Total bonds and notes payable	<u>4,819,837</u>	<u>43</u>	<u>465,827</u>	<u>4,354,053</u>	<u>481,684</u>
<b>Other Liabilities:</b>					
Compensated absences	67,305	7,009	-	74,314	14,863
Net pension liability	669,341	(559,000)	-	110,341	-
Net OPEB liability	<u>76,188</u>	<u>-</u>	<u>-</u>	<u>76,188</u>	<u>-</u>
Total other liabilities	812,834	(551,991)	-	260,843	14,863
Business-type activities long-term liabilities	<u>\$ 5,632,671</u>	<u>\$ (551,948)</u>	<u>\$ 465,827</u>	<u>\$ 4,614,896</u>	<u>\$ 496,547</u>

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 6. LONG-TERM LIABILITIES (Continued)

#### Long-Term Debt – Governmental Activities

Long-term debt of the City's governmental activities includes general and special obligation bonds from direct placements and loan agreements that are payable from property tax land and other specific revenue sources. The city's general obligation bonds, special obligation bonds and special obligation bonds from direct placements contain 1) a provision that in an event of default, outstanding amounts become immediately due if the City is unable to make payment and (2) contain a subjective acceleration clause that allows for the acceleration of payment of the entire principle amount to become immediately due if it is determined that a material adverse event occurs. See individual long-term debt narrative on the following pages for specific default events.

At September 30, 2021, the annual debt service requirements are as follows:

Year Ending September 30,	Governmental Activities					
	Notes from Direct Borrowings and Direct Placements		Special Obligation, Revenue Bonds, Loans and Leases		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2022	\$ 880,000	\$ 162,411	\$ 5,333,129	\$ 4,855,985	\$ 6,213,129	\$ 5,018,396
2023	905,000	133,497	5,547,479	4,604,760	6,452,479	4,738,257
2024	940,000	103,767	5,768,762	4,341,283	6,708,762	4,445,050
2025	970,000	72,898	5,696,893	4,068,226	6,666,893	4,141,124
2026	995,000	41,051	6,977,591	3,768,995	7,972,591	3,810,046
2027-2031	510,000	8,308	26,710,319	15,635,189	27,220,319	15,643,497
2032-2036	-	-	29,815,000	9,991,694	29,815,000	9,991,694
2037-2040	-	-	23,785,000	2,875,482	23,785,000	2,875,482
Total	<u>\$ 5,200,000</u>	<u>\$ 521,932</u>	<u>\$ 109,634,173</u>	<u>\$ 50,141,614</u>	<u>\$ 114,834,173</u>	<u>\$ 50,663,546</u>

Year Ending September 30,	Stormwater					
	Notes from Direct Borrowings and Direct Placements		Special Obligation, Revenue Bonds, Loans and Leases		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2022	\$ -	\$ -	\$ 481,684	\$ 150,647	\$ 481,684	\$ 150,647
2023	-	-	498,469	133,981	498,469	133,981
2024	-	-	515,603	116,733	515,603	116,733
2025	-	-	533,437	98,894	533,437	98,894
2026	-	-	551,882	80,437	551,882	80,437
2027-2029	-	-	1,772,978	124,069	1,772,978	124,069
Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,354,053</u>	<u>\$ 704,761</u>	<u>\$ 4,354,053</u>	<u>\$ 704,761</u>

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 6. LONG-TERM LIABILITIES (Continued)

#### ***Public Service Tax Revenue Bonds, Series 1999 and Series 2002***

Prior to the City's incorporation, Miami-Dade County issued Florida Public Service Tax Revenue Bonds (UMSA Public Improvements) Series 1999 and Series 2002. The County pledged the Unincorporated Municipal Service Area's (UMSA) utility tax revenues for debt service on the Revenue Bonds. As part of the Master Interlocal Agreement with Miami-Dade County (County), and as a condition to incorporation, the City is obligated to repay its share of certain County debt instruments that had been issued for improvements to the unincorporated areas of the County. The County had pledged certain revenues in support of those debt instruments. The restrictive covenants of those debt instruments prohibit the County from releasing the pledged revenues until the obligations have been paid in full. The City can prepay at any time its share of the outstanding debt and thus have its revenue streams released from this encumbrance. Until that time, the City is required to allow the County to continue to receive those revenue streams and then forward the City the difference between what was collected and what was paid as the City's share of the outstanding debt. The City's Public Service Tax on utility service will first go to the County to pay the debt service and related costs of the County's *Public Service Tax Revenue Bonds, Series 1999 and Series 2002*. The County refinanced these bonds in 2011.

Debt service requirements are as follows:

<b><u>Fiscal year ending September 30,</u></b>	<b>Governmental Activities</b>		
	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2022	\$ 461,175	\$ 87,250	\$ 548,425
2023	480,025	68,582	548,607
2024	499,850	49,140	548,990
2025	209,950	33,166	243,116
2026	221,000	22,669	243,669
2027	<u>232,375</u>	<u>11,619</u>	<u>243,994</u>
	<u><u>\$ 2,104,375</u></u>	<u><u>\$ 272,426</u></u>	<u><u>\$ 2,376,801</u></u>

#### ***Series 2005 \$7,500,000 Land Acquisition Revenue Bonds***

On June 23, 2005, the City issued \$7,500,000 in special revenue bonds for the purpose of financing a portion of the costs of purchasing and renovating existing buildings and constructing new public facilities, purchasing land for, and financing architectural, engineering, environmental, legal, and other planning costs related thereto for, the sites of City Hall, Public Works Department facilities and other public facilities, widening roads and making other road improvements, and paying the costs of issuance of the bonds. The bonds have a maturity of 20 years and carry a fixed interest rate of 3.73% and require semi-annual payments each October 1<sup>st</sup> and April 1<sup>st</sup>, with the final payment due October 1, 2025.

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 6. LONG-TERM LIABILITIES (Continued)

#### *Series 2005 \$7,500,000 Land Acquisition Revenue Bonds (continued)*

The Promissory Note agreement also includes the following additional information:

- An “Event of Default” shall be deemed to have occurred if - the City fails to make any payment of principal or interest when the same become due and payable; default of covenants; default in the performance of any part of the agreement.
- Upon the occurrence of certain “Events of Default” the bank may declare the entire debt due and payable; and in any such default and acceleration, the City shall also be obligated to pay (but only from Pledged Revenues) as part of the indebtedness evidenced by this Bond, all costs of collection and enforcement hereof, including such fees as may be incurred on appeal or incurred in any proceeding under bankruptcy laws as they now or hereafter exist, including specifically but without limitation, claims, disputes and proceedings seeking adequate protection or relief from the automatic stay.
- Without the prior written consent of the Bank, the City shall not incur additional obligations secured by the Local Government Half-Cent Sales Tax Revenues and the Communication Services Tax Revenues, unless (i) the ratio of the amount of tax revenues collected during each of the preceding two fiscal years divided by the annual debt service on all debt obligations secured by the tax revenues and on the debt obligations proposed to be issued, is a least equal to 1.50, (ii) no Event of Default exists and (iii) the other covenants of the City continue to be met.
- If an “event of default” occurs the interest rate of the bonds shall immediately be adjusted to a rate equal to the maximum lawful rate, irrespective of a declaration of maturity.

Debt service requirements are as follows:

<u>Fiscal year ending September 30,</u>	<b>Governmental Activities</b>		
	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2022	\$ 386,067	\$ 109,376	\$ 495,443
2023	400,468	94,707	495,175
2024	415,405	79,490	494,895
2025	430,900	63,707	494,607
2026	1,492,529	27,835	1,520,364
	<u>\$ 3,125,369</u>	<u>\$ 375,115</u>	<u>\$ 3,500,484</u>

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 6. LONG-TERM LIABILITIES (Continued)

#### *Series 2009 \$4,000,000 Land Acquisition Revenue Bonds*

On July 30, 2009, the City issued \$4,000,000 in revenue bonds to finance the costs of land acquisition and improvement. These bonds are secured by pledging the communication service tax, the local government half-cent sales tax and utility tax revenue. This is a fixed rate bond at 4.66% per annum. The bonds are subject to optional prepayment in whole or in part at any time at a price of par, plus accrued interest to the date of prepayment and may be subject to prepayment penalty. The debt service payments are scheduled quarterly with the first payment made on November 1, 2009. The bond matures on August 1, 2029.

The Promissory Note agreement also includes the following additional information:

- An “Event of Default” shall be deemed to have occurred if - the City fails to make any payment of principal or interest when the same become due and payable; default of covenants; default in the performance of any part of the agreement.
- Upon the occurrence of certain “Events of Default” the bank may declare the entire debt due and payable; and in any such default and acceleration, the City shall also be obligated to pay (but only from Pledged Revenues) as part of the indebtedness evidenced by this Bond, all costs of collection and enforcement hereof, including such fees as may be incurred on appeal or incurred in any proceeding under bankruptcy laws as they now or hereafter exist, including specifically but without limitation, claims, disputes and proceedings seeking adequate protection or relief from the automatic stay.
- Without the prior written consent of the Bank, the City shall not incur additional obligations secured by the Local Government Half-Cent Sales Tax Revenues and the Communication Services Tax Revenues, unless (i) the ratio of the amount of tax revenues collected during each of the preceding two fiscal years divided by the annual debt service on all debt obligations secured by the tax revenues and on the debt obligations proposed to be issued, is at least equal to 1.50, (ii) no Event of Default exists and (iii) the other covenants of the City continue to be met.

If an “event of default” occurs the interest rate of the bonds shall immediately be adjusted to a rate equal to the maximum lawful rate, irrespective of a declaration of maturity.

Debt service requirements are as follows:

<u>Fiscal year ending September 30,</u>	<b>Governmental Activities</b>		
	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2022	\$ 216,909	\$ 91,889	\$ 308,798
2023	227,195	81,603	308,798
2024	237,776	71,022	308,798
2025	249,244	59,554	308,798
2026	261,064	47,734	308,798
2027-2029	857,944	66,609	924,553
	<u>\$ 2,050,132</u>	<u>\$ 418,411</u>	<u>\$ 2,468,543</u>

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 6. LONG-TERM LIABILITIES (Continued)

*Series 2010A-1 \$2,150,000 tax exempt; and Series 2010A-2 \$52,850,500 (Build America Bonds), Certification of Participations*

On November 20, 2010, the City issued \$55,000,000 Certificate of Participations to finance the construction and purchase of furniture and equipment of the City Hall. Series 2010A-1 are tax exempt Certificate of Participation Bonds with various maturity date. The initial maturity date was June 1, 2014 and the True Interest Cost was 2.50%. Series 2010A-2 Taxable Certificates of Participation (Build American Bonds) latest maturity date is June 1, 2040 with a True Interest Cost of 4.72%. The 2010A Certificates are secured by and payable from the trust estate. The City Non-ad valorem revenues which are legally available constitute the primary sources of funds to make lease payments and all other amounts required to be paid by the City under Series 2010A.

The Promissory Note agreement also includes the following additional information:

- An “Event of Default” shall be deemed to have occurred if - the City fails to make any payment of principal or interest when the same become due and payable, default in the performance of any part of the agreement.
- An “Event of Default” will immediately result in the bank declaring all obligations of the City to be immediately due and payable without further action of any kind. If payment cannot be made the City is required to immediately surrender and deliver possession of all facilities financed under the Series 2010A. The bank may also seek enforcement of, and exercise all, remedies available under any applicable law.

Debt service requirements are as follows:

<b><u>Fiscal year ending September 30,</u></b>	<b>Governmental Activities</b>			<b>Special Obligation Bonds</b>
	<b>Principal</b>	<b>Interest</b>	<b>Total</b>	
2022	\$ 1,495,000	\$ 3,083,448	\$ 4,578,448	
2023	1,565,000	2,976,257	4,541,257	
2024	1,635,000	2,864,046	4,499,046	
2025	1,715,000	2,746,817	4,461,817	
2026	1,795,000	2,623,851	4,418,851	
2027-2031	10,270,000	11,102,000	21,372,000	
2032-2036	12,840,000	7,163,450	20,003,450	
2037-2040	<u>12,535,000</u>	<u>2,242,100</u>	<u>14,777,100</u>	
	<u>\$ 43,850,000</u>	<u>\$ 34,801,969</u>	<u>\$ 78,651,969</u>	

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 6. LONG-TERM LIABILITIES (Continued)

#### *Series 2014 General Obligation Bonds*

On July 16, 2014, the City issued \$60 million General Obligation Bonds that was approved by the voters in April 2014 for improvements including expansion to parks and recreation facilities and to purchase and install crime prevention equipment. The original maturity date of the bond is July 2039. The True Interest Costs is 4.0%. General obligation bonds are direct obligations and pledge by full faith and credit. In each year that the debt is outstanding, an ad valorem tax is levied equal to principal and interest due. In August 2020, the City issued Taxable General Obligation Refunding Bond, Series 2020, refunding \$41.8 million of the Series 2014 General Obligation Bond, leaving \$9,265,000 with a new maturity date of September 2025.

The Promissory Note agreement also includes the following additional information:

- Without the prior written consent of the Bank, the City shall not incur additional indebtedness secured by or payable from all or a portion of the non-ad valorem revenues unless the total amount of non-ad valorem revenues for the prior fiscal year (exclusive of any proceeds of indebtedness) were at least two (2) times the maximum annual debt service on all indebtedness.
- An “Event of Default” shall be deemed to have occurred if - the City fails to make any payment of principal or interest when the same become due and payable; default in the performance of any part of the agreement; any petition to declare bankruptcy.
- An “Event of Default” will immediately result in the bank declaring all obligations of the City to be immediately due and payable without further action of any kind. The bank may also seek enforcement of, and exercise all, remedies available under any applicable law.

Debt service requirements are as follows:

<b><u>Fiscal year ending September 30,</u></b>	<b>Governmental Activities</b>		
	<b>General Obligation Bonds</b>		
	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2022	\$ 1,755,000	\$ 378,000	\$ 2,133,000
2023	1,840,000	290,250	2,130,250
2024	1,935,000	198,250	2,133,250
2025	2,030,000	101,500	2,131,500
	<u>\$ 7,560,000</u>	<u>\$ 968,000</u>	<u>\$ 8,528,000</u>

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 6. LONG-TERM LIABILITIES (Continued)

#### *Taxable General Obligation Refunding Bond, Series 2020*

On August 11, 2020, the City issued \$50 million General Obligation Taxable Refunding Bonds that was approved by the City Council to partially refund the Series 2014 General Obligation Bond. The maturity date of the bond is July 2039 just like the original issue. The True Interest Costs is 2.39%. General obligation bonds are direct obligations and pledge by full faith and credit. In each year that the debt is outstanding, an ad valorem tax is levied equal to principal and interest due.

The Promissory Note agreement also includes the following additional information:

- An “Event of Default” shall be deemed to have occurred if - the City fails to make any payment of principal or interest when the same become due and payable; default in the performance of any part of the agreement; any petition to declare bankruptcy.
- An “Event of Default” will immediately result in the bank declaring all obligations of the City to be immediately due and payable without further action of any kind. The bank may also seek enforcement of, and exercise all, remedies available under any applicable law.

Debt service requirements are as follows:

<u>Fiscal year ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 750,000	\$ 1,077,268	\$ 1,827,268
2023	760,000	1,070,421	1,830,421
2024	765,000	1,062,334	1,827,334
2025	775,000	1,052,550	1,827,550
2029	2,915,000	1,042,173	3,957,173
2027-2031	15,350,000	4,454,961	19,804,961
2032-2036	16,975,000	2,828,244	19,803,244
2037-2039	<u>11,250,000</u>	<u>633,382</u>	<u>11,883,382</u>
	<u>\$ 49,540,000</u>	<u>\$ 13,221,333</u>	<u>\$ 62,761,333</u>

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 6. LONG-TERM LIABILITIES (Continued)

#### *Series 2016 Capital Improvement Revenue Bonds*

On September 29, 2016 the City issued \$6.0 million Revenue Bonds to complete the City Hall and Police Headquarters Building. The bond will mature on July 1, 2026 with a fixed interest rate of 2.15%. The collateral of this issuance is subject to Covenant to Budget and Appropriation of Non-Ad Valorem Revenues. There is no pre-payment penalty.

The Promissory Note agreement also includes the following additional information:

- An “Event of Default” shall be deemed to have occurred if - the City fails to make any payment of principal or interest when the same become due and payable; default in the performance of any part of the agreement; any petition to declare bankruptcy.
- Without the prior written consent of the Bank, the City shall not incur additional obligations secured by the Local Government Half-Cent Sales Tax Revenues, Electric Utility Tax and the Communication Services Tax Revenues, unless (i) the ratio of the amount of tax revenues collected during each of the preceding two fiscal years divided by the annual debt service on all debt obligations secured by the tax revenues and on the debt obligations proposed to be issued, is at least equal to 1.50, (ii) no Event of Default exists and (iii) the other covenants of the City continue to be met.
- An “Event of Default” will immediately result in the bank declaring all obligations of the City to be immediately due and payable without further action of any kind. The bank may also seek enforcement of, and exercise all, remedies available under any applicable law.

Debt service requirements are as follows:

<b><u>Fiscal year ending September 30,</u></b>	<b>Governmental Activities</b>		
	<b>Revenue Bonds</b>		
	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2022	\$ 268,978	\$ 28,754	\$ 297,732
2023	274,791	22,941	297,732
2024	280,731	17,001	297,732
2025	286,799	10,932	297,731
2026	<u>292,998</u>	<u>4,734</u>	<u>297,732</u>
	<u><u>\$ 1,404,297</u></u>	<u><u>\$ 84,362</u></u>	<u><u>\$ 1,488,659</u></u>

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 6. LONG-TERM LIABILITIES (Continued)

#### *Series 2019 Taxable Refunding Revenue Bond*

On February 13, 2019, the City issued a taxable revenue bond of \$6.9 million to refinance the City's outstanding Land Acquisition and Improvement Revenue Bonds, Series 2007 awarding the sale of the bonds to PNC Bank, National Association. The bonds' fixed interest rate is 3.258% and matures December 30, 2026.

The Promissory Note agreement also includes the following additional information:

- An "Event of Default" shall be deemed to have occurred if – the City fails to make any payment of principal or interest when the same become due and payable; default of covenants; default in the performance of any part of the agreement.
- Upon the occurrence of certain "Events of Default" the Bank may declare the entire debt due and payable and the bank may also seek enforcement of, and exercise all, remedies available under any applicable law.
- Without the prior written consent of the Bank, the City shall not incur additional obligations secured by the Local Government Half-Cent Sales Tax Revenues and the Communication Services Tax Revenues, unless (i) the ratio of the amount of tax revenues collected during each of the preceding two fiscal years divided by the annual debt service on all debt obligations secured by the tax revenues and on the debt obligations proposed to be issued, is at least equal to 1.50, (ii) no Event of Default exists and (iii) the other covenants of the City continue to be met.
- If an "event of default" occurs the interest rate of the bonds shall immediately be adjusted to a rate equal to the rate on the Bond, plus three percent (3%), provided the rate be not in excess.

Debt service requirements are as follows:

<b><u>Fiscal year ending September 30,</u></b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2022	\$ 880,000	\$ 162,411	\$ 1,042,411
2023	905,000	133,497	1,038,497
2024	940,000	103,767	1,043,767
2025	970,000	72,898	1,042,898
2026	995,000	41,051	1,036,051
2027	510,000	8,308	518,308
	<u>\$ 5,200,000</u>	<u>\$ 521,932</u>	<u>\$ 5,721,932</u>

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 6. LONG-TERM LIABILITIES (Continued)

#### *Stormwater Utility Revenue Bonds, Series 1999 and Series 2004 – Business -type Activities*

Prior to the City's incorporation, Miami-Dade County issued two Stormwater Utility Revenue Bonds Series 1999 and Series 2004 payable from the Stormwater utility fees collected from the unincorporated areas and certain cities. The County assesses and collects the Stormwater utility fee pursuant to section 24-61 through 24-61.5 of the County codes, and section 403.0893, Florida Statute (the Stormwater utility fees). The County issued two Utility Revenue Bonds, Series 1999 and 2004. The City is responsible for 8.742% of the debt services of these two bonds. The County refinanced the bond in 2014. The City's Stormwater Assessments will continue to be paid directly to the County until the County's Stormwater Utility Revenue Bonds matures in 2029.

The County provides the City with the following table which details the future debt service for the stormwater agreement:

Debt service requirements are as follows:

<u>Fiscal year ending September 30,</u>	Stormwater Activities		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 481,684	\$ 150,647	\$ 632,331
2023	498,469	133,981	632,450
2024	515,603	116,733	632,336
2025	533,437	98,894	632,331
2026	551,882	80,437	632,319
2027-2029	<u>1,772,978</u>	<u>124,069</u>	<u>1,897,047</u>
	<u>\$ 4,354,053</u>	<u>\$ 704,761</u>	<u>\$ 5,058,814</u>

### NOTE 7. INTER-FUND RECEIVABLES, PAYABLES, AND TRANSFERS

Transactions between funds of the City can result in receivables and payables at year-end when there is reasonable expectation of repayment.

Receivable and payables for the fiscal year ended September 30, 2021 is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Capital	\$ 250,000
General Fund	Special Taxing District Fund	21,500
		<u>\$ 271,500</u>

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 7. INTER-FUND RECEIVABLES, PAYABLES, AND TRANSFERS (Continued)

Interfund activity for the fiscal year ended September 30, 2021 is as follows:

	<u>Transfers In</u>	<u>Transfer Out</u>
General Fund	\$ 2,974,425	\$ 6,867,489
Transportation Fund	215,282	849,368
Development Services Fund	-	2,238,572
Tree Permitting Fund	20,099	-
Debt Service Fund	7,329,637	-
Capital Projects Fund	5,403,516	5,959,143
Stormwater Fund	-	511,838
CRA Fund	<u>483,451</u>	<u>-</u>
	<u>\$ 16,426,410</u>	<u>\$ 16,426,410</u>

Transfers are used to (1) move revenues from the fund with collection authorization to the Debt Service Fund as debt service principal and interest payments become due, and (2) move unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

### NOTE 8. PROPERTY TAXES

Property values are assessed as of January 1 of each year, at which time taxes become an enforceable lien on property. Tax bills are mailed for the City by Miami-Dade County annually on October 1 and are payable with discounts of up to 4% offered for early payment. Taxes become delinquent on April 1 of the year following the year of assessment and state law provides for enforcement of collection of property taxes by seizure of the personal property or by the sale of interest-bearing tax certificates to satisfy unpaid property taxes. Assessed values are established by the Miami-Dade County Property Appraiser.

In November 1992, a Florida constitutional amendment was approved by the voters, which provides for limiting the increases in homestead property valuations for ad valorem tax purposes to a maximum of 3% annually and also provides for reassessment of market values upon changes in ownership. The County bills and collects all property taxes and remits them to the City. State statutes permit municipalities to levy property taxes at a rate of up to 10 mills (\$10 per \$1,000 of assessed taxable valuation). The tax levy of the City is established by the City Council and the Miami-Dade County Property Appraiser incorporates the City's millage into the total tax levy, which includes the County and the County School Board tax requirements. The millage rate assessed by the City for the year ended September 30, 2021 was 6.9363 mills (\$6.9363 per \$1,000 of taxable assessed valuation) which has remained unchanged over the past 7 years.

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 9. RETIREMENT PLANS

All of the City's employees participate in the Florida Retirement System (FRS). As provided by Chapters 121 and 112, Florida Statutes, the FRS provides two cost sharing, multiple employer defined benefit plans administered by the Florida Department of Management Services, Division of Retirement, including the Pension Plan and the Retiree Health Insurance Subsidy (HIS Plan). Under Section 121.4501, Florida Statutes, the FRS also provides a defined contribution plan (Investment Plan) alternative to the Pension Plan, which is administered by the State Board of Administration (SBA). As a general rule, membership in the FRS is compulsory for all employees working in a regularly established position for a Florida state agency, county government, district school board, state university, community college, or a participating city or special district. The FRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. The Florida Legislature established and may amend the contribution requirements and benefit terms of all FRS plans.

The plan administrator for FRS prepares and publishes its own stand-alone Annual Comprehensive Financial Report, including financial statements and required supplementary information. Copies of this report can be obtained from the Department of Management Services, Division of Retirement, Bureau of Research and Member Communications, P.O. Box 9000, Tallahassee, Florida 32315-9000; or at the Division's website ([www.frs.myflorida.com](http://www.frs.myflorida.com)).

#### A. Pension Plan - Florida Retirement System (FRS)

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

The general classes of membership for the City are as follows:

- Regular Class - Members of the FRS who do not qualify for membership in the other classes.
- Senior Management Service Class (SMSC) - Members in senior management level positions
- Special Risk Class – Members who are employed as law enforcement officers

Employees enrolled in the Pension Plan prior to July 1, 2011, vest after six years of creditable service, and employees enrolled in the Pension Plan on or after July 1, 2011, vest after eight years of creditable service. Regular Class and SMSC members initially enrolled in the Pension Plan before July 1, 2011, once vested, are eligible for normal retirement benefits at age 62 or at any age after 30 years of creditable service. Members in these classes initially enrolled in the Pension 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. Early retirement may be taken any time after vesting within 20 years of normal retirement age; however, a 5.0% benefit reduction is imposed for each year prior to the normal retirement age.

DROP is available under the Pension Plan when the member first reaches eligibility for normal retirement. The DROP allows a member to retire while continuing employment for up to 60 months. While in the DROP, the member's retirement benefits accumulate in the FRS Trust Fund increased by a cost-of-living adjustment each July and earn monthly interest equivalent to an annual rate of 1.30%. DROP participants with an effective DROP commencement date before July 1, 2011, earn monthly interest equivalent to an annual rate of 6.50%.

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 9. RETIREMENT PLANS (Continued)

#### A. Pension Plan - Florida Retirement System (FRS) (continued)

Benefits Provided - Benefits under the Pension 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 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 plan and/or class to which the member belonged when the service credit was earned. The following chart shows the percentage value for each year of service credit earned.

Class, Initial Enrollment, and Retirement Age/Years of Service	% Value (Per Year of Service)
<b>Regular Class Members Initially Enrolled Before July 1, 2011</b>	
Retirement up to age 62 or up to 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 or more years of service	1.68%
<b>Regular Class Members Initially Enrolled On or After July 1, 2011</b>	
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 or more years of service	1.68%
<b>Special Risk Class</b>	
Service from Dec. 1, 1970 through Sept. 30, 1974	2.00%
Service on and after Oct. 1, 1974	3.00%
<b>Senior Management Service Class</b>	
	2.00%

The benefits received by retirees and beneficiaries are increased by a cost of living adjustment (COLA) each July based on their June benefit amount. For retirees who have been retired for less than 12 months on July 1, the first COLA increase is prorated. The COLA applies to all continuing monthly retirement benefits paid under the FRS Pension Plan (i.e., normal and early service retirement benefits and benefits accruing in participant accounts under the DROP, disability retirement benefits, and survivor benefits). The COLA for retirements or DROP participation effective before August 1, 2011, is 3 percent per year. The COLA formula for retirees with an effective retirement date or DROP begin date on or after August 1, 2011, will be the sum of the pre-July 2011 service credit divided by the total service credit at retirement multiplied by 3 percent. Each Pension Plan member with an effective retirement date of August 1, 2011, or after will have an individual COLA factor for retirement. FRS Pension Plan members initially enrolled on or after July 1, 2011, will not have a COLA after retirement.

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 9. RETIREMENT PLANS (Continued)

#### A. Pension Plan - Florida Retirement System (FRS) (continued)

Contributions - Effective July 1, 2011, all enrolled members of the Pension Plan, other than DROP participants, are required to contribute 3.0% of their salary to the Pension Plan. In addition to member contributions, governmental employers are required to make contributions to the Pension Plan based on state-wide contribution rates established by the Florida Legislature. These rates are updated as of July 1 of each year. The employer contribution rates by job class for the fiscal year 2020-2021 are as follows:

<u>Class</u>	<u>Employee Contribution Rate</u>	<u>Employer Contribution Rate*</u>	<u>Total Contribution Rate</u>
Regular	3.00%	10.00%	13.00%
Senior Management	3.00%	27.29%	30.29%
Special Risk	3.00%	24.45%	27.45%
DROP	N/A	16.98%	16.98%

\*From contribution rates effective July 1, 2020.

\*These rates include the normal cost and unfunded actuarial liability contributions but do not include the 1.66 percent contribution for the Retiree Health Insurance Subsidy and the fee of 0.06 percent for administration of the FRS Investment Plan and provision of educational tools for both plans.

For the fiscal year ending September 30, 2021, contributions, including employee contributions, to the Pension Plan for the City totaled \$7,517,827.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At September 30, 2021, the City reported a liability of \$12,079,486 for its proportionate share of the Pension Plan's net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021. The City's proportionate share of the net pension liability was based on its share of the City's 2020-2021 fiscal year contributions relative to the 2020-2021 fiscal year contributions of all participating members.

The Florida Retirement System (FRS) Actuarial Assumption Conference is responsible for setting the assumptions used in the funding valuations of the defined benefit pension plan pursuant to section 216.136(10), Florida Statutes. The division determines the assumptions in the valuations for GASB 67 reporting purposes. The FRS Pension Plan's GASB 67 valuation is performed annually. The most recent experience study for the FRS Pension Plan was completed in 2019 for the period July 1, 2013, through June 30, 2018. The 6.80 percent return assumption used in the June 30, 2021 calculations were determined by Plan's consulting actuary to be reasonable and appropriate per Actuarial Standards of Practice.

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 9. RETIREMENT PLANS (Continued)

#### A. Pension Plan - Florida Retirement System (FRS) (continued)

For the fiscal year ended September 30, 2021, the City recognized pension expense of (\$387,884). In addition, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	
Differences Between Expected and Actual Experience	\$ 2,070,443	\$ -	-
Change of Assumptions	8,265,383	-	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	(42,142,289)	
Changes in Proportion and Differences Between Pension Plan Contributions and Proportionate Share of Contributions	1,523,876	(3,249,305)	
Pension Plan Contributions Subsequent to the Measurement Date	<u>1,425,895</u>	<u>-</u>	
Total	<u>\$ 13,285,597</u>	<u>\$ (45,391,594)</u>	

The deferred outflows of resources related to the Pension Plan, totaling \$1,425,895 for the City, resulting from contributions made after the measurement date of the net pension but before the end of the City's report period September 30, 2021 will be recognized as a reduction of the net pension or collective net pension liability in the subsequent fiscal period rather than in the current fiscal period. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the Pension Plan will be recognized in pension expense as follows:

<u>Years Ending September 30</u>	<u>Deferred Inflows</u>
2022	\$ (6,021,858)
2023	(6,894,035)
2024	(8,856,648)
2025	(11,485,939)
2026	(273,412)
Thereafter	<u>-</u>
Total	<u>\$ (33,531,892)</u>

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 9. RETIREMENT PLANS (Continued)

#### A. Pension Plan - Florida Retirement System (FRS) (continued)

*Actuarial Assumptions* – The total pension liability in the June 30, 2021, actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.40%
Salary Increases	3.25% average, including inflation
Discount Rate	6.80%, net of pension plan investment expense, including inflation

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

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

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

<u>Asset Class</u>	<u>Target Allocation*</u>	<u>Compound Annual</u>		
		<u>Annual Arithmetic Return</u>	<u>(Geometric) Return</u>	<u>Standard Deviation</u>
Cash	1.0%	2.1%	2.1%	1.1%
Fixed Income	20.0%	3.8%	3.7%	3.3%
Global Equity	54.2%	8.2%	6.7%	17.8%
Real Estate	10.3%	7.1%	6.2%	13.8%
Private Equity	10.8%	11.7%	8.5%	26.4%
Strategic Investments	<u>3.7%</u>	<u>5.7%</u>	<u>5.4%</u>	<u>8.4%</u>
Total	<u><u>100.0%</u></u>			
Assumed Inflation – Mean			2.4%	1.2%

\*As outlined in the FRS Pension Plan's investment policy.

*Discount Rate* – The discount rate used to measure the total pension liability was 6.80%. The Pension Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculation of the total pension liability is equal to the long-term expected rate of return.

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 9. RETIREMENT PLANS (Continued)

#### A. Pension Plan - Florida Retirement System (FRS) (continued)

*Sensitivity of the Proportionate Share of the Net Position Liability to Changes in the Discount Rate –* The following represents the City's proportionate share of the net pension liability calculated using the discount rate of 6.80%, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower 5.80% or one percentage point higher 7.80% than the current rate:

	1% Decrease 5.80%	Current Discount Rate 6.80%	1% Increase 7.80%
Proportional Share of the Net Pension Liability	\$54,020,269	\$12,079,486	(\$22,978,307)

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

*Payables to the Pension Plan –* At September 30, 2021, the City outstanding payables to the Pension Plan for contributions required for the fiscal year ended September 30, 2021 totaled \$320,304.

#### B. Retiree Health Insurance Subsidy Program (HIS)

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

*Benefits Provided –* For the fiscal year ended September 30, 2021, eligible retirees and beneficiaries received a monthly HIS payment of \$5 for each year of creditable service completed at the time of retirement, with a minimum HIS payment of \$30 and a maximum HIS payment of \$150 per month. To be eligible to receive these benefits, a retiree under a state administered retirement system must provide proof of health insurance coverage, which may include Medicare.

*Contributions –* The HIS Plan is funded by required contributions from FRS participating employers as set by the Florida Legislature. Employer contributions are a percentage of gross compensation for all active FRS members. For the fiscal year ended September 30, 2021, the HIS contribution rate for the period October 1, 2020 through September 30, 2021, 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. HIS Plan contributions are deposited in a separate trust fund from which payments are authorized. HIS Plan benefits are not guaranteed and are subject to annual legislative appropriation. In the event legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or cancelled.

For the fiscal year ending September 30, 2021, contributions to the HIS Plan for the City totaled \$831,372.

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 9. RETIREMENT PLANS (Continued)

#### B. Retiree Health Insurance Subsidy Program (HIS) (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - At September 30, 2021, the City reported a liability of \$14,239,787 for its proportionate share of the HIS Plan's net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021. The City's proportionate share of the net pension liability was based on its share of the City's 2020-2021 fiscal year contributions relative to the 2020-2021 fiscal year contributions of all participating members.

For the fiscal year ended September 30, 2021, the City recognized pension expense of \$1,081,044. In addition, the City reported deferred outflows of resources and deferred in flows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences Between Expected and Actual Experience	\$ 476,499	\$ (5,964)
Change of Assumptions	1,118,929	(586,715)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	14,845	-
Changes in Proportion and Differences Between Pension Plan Contributions and Proportionate Share of Contributions	1,086,342	(192,789)
Pension Plan Contributions Subsequent to the Measurement Date	<u>149,014</u>	<u>-</u>
Total	<u>\$ 2,845,629</u>	<u>\$ (785,468)</u>

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### **NOTE 9. RETIREMENT PLANS** (Continued)

#### **B. Retiree Health Insurance Subsidy Program (HIS) (continued)**

The deferred outflows of resources related to the HIS Plan, totaling \$149,014 for the City, resulting from contributions made after the measurement date of the net pension liability but before the end of the City's report period September 30, 2021 will be recognized as a reduction of the net pension liability or collective net pension liability in the subsequent fiscal period rather than in the current fiscal period. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the HIS Plan will be recognized in pension expense as follows:

<b><u>Years Ending September 30</u></b>	<b>Deferred Outflows</b>
2022	\$ 163,758
2023	260,518
2024	406,123
2025	478,120
2026	300,168
Thereafter	302,460
Total	<u>\$ 1,911,147</u>

*Actuarial Assumptions* – Actuarial valuations for the HIS plan are conducted biennially. The July 1, 2020 HIS valuation is the most recent actuarial valuation and was used to develop the liabilities for June 30, 2021.

Liabilities originally calculated as of the actuarial valuation date have been recalculated as of a later GASB Measurement Date using standard actuarial roll forward procedures.

The total pension liability as of June 30, 2021 was determined using the following actuarial assumptions:

Inflation	2.40%
Salary Increases	3.25% average, including inflation
Discount Rate	2.16%, net of pension plan investment expense, including inflation

The mortality assumption was changed from the Generational RP-2000 with Projection Scale BB tables to the PUB-2010 base table, projected generationally with Scale MP-2018.

The actuarial assumptions that determine the total pension liability as of June 30, 2021 were based on the results of an actuarial experience study for the period July 1, 2013 through June 30, 2018.

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 9. RETIREMENT PLANS (Continued)

#### B. Retiree Health Insurance Subsidy Program (HIS) (continued)

Discount Rate - The discount rate used to measure the total pension liability at September 30, 2021 was 2.16%. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent to discounting at the long-term expected rate of return for benefit payments prior to the projected depletion date. Because the HIS benefit is essentially funded on a pay-as-you-go basis, the depletion date is considered to be immediate, and the single equivalent discount rate is equal to the municipal bond rate selected by the HIS Plan sponsor. The Bond Buyer General Obligation 20-Bond Municipal Bond Index was adopted as the applicable municipal bond index. The municipal bond rate used to determine total pension liability was decreased from 2.21% to 2.16%,

Sensitivity of the Proportionate Share of the Net Position Liability to Changes in the Discount Rate - The following represents the City's proportionate share of the net pension liability calculated using the discount rate of 2.16%, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower 1.16% or one percentage point higher 3.16% than the current rate:

	1% Decrease 1.16%	Current Discount Rate 2.16%	1% Increase 3.16%
Proportional Share of the Net Pension Liability	\$16,462,573	\$14,239,787	\$12,418,711

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

Florida Retirement System (FRS) and Health Insurance Subsidy (HIS) Aggregate; Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - The table below shows aggregate totals for the FRS and HIS Plans.

	Florida Retirement System	Health Insurance Subsidy	Aggregate Total
Liabilities	\$ 12,079,486	\$ 14,239,787	\$ 26,319,273
Pension Expense	(387,884)	1,081,044	693,160
Deferred Outflows of Resources	13,285,597	2,845,629	16,131,226
Deferred Inflows of Resources	(45,391,594)	(785,468)	(46,177,062)

#### C. Investment Plan

The SBA administers the defined contribution plan officially titled the FRS Investment Plan. The Investment Plan is reported in the SBA's annual financial statements and in the State of Florida Annual Comprehensive Financial Report.

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 9. RETIREMENT PLANS (Continued)

#### C. Investment Plan (continued)

As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of the defined benefit pension plan. City employees participating in DROP are not eligible to participate in the Investment Plan. Employer and employee contributions, including amounts contributed to individual member's accounts, are defined by law, but the ultimate benefit depends in part on the performance of investment funds. Benefit terms, including contribution requirements, for the Investment Plan are established and may be amended by the Florida Legislature. The Investment Plan is funded with the same employer and employee contribution rates that are based on salary and membership class, as the Pension Plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. Costs of administering the Investment Plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.04 percent of payroll and by forfeited benefits of plan members.

Allocations to the investment member's accounts during the 2020-21 fiscal year, as established by Section 121.72, Florida Statutes, are based on a percentage of gross compensation, by class, as follows:

<u>Membership Class</u>	<u>Percentage of Gross Compensation</u>
FRS Regular	6.30%
FRS Senior Management Service	7.67%
FRS Special Risk	14.00%

For all membership classes, employees are immediately vested in their own contributions and are vested after one year of service for employer contributions and investment earnings. If an accumulated benefit obligation for service credit originally earned under the Pension Plan is transferred to the Investment Plan, the member must have the years of service required for Pension Plan vesting (including the service credit represented by the transferred funds) to be vested for these funds and the earnings on the funds. Non-vested employer contributions are placed in a suspense account for up to five years. If the employee returns to FRS-covered employment within the five-year period, the employee will regain control over the account. If the employee does not return within the five-year period, the employee will forfeit the accumulated account balance. For the fiscal year ended September 30, 2021, the information for the amount of forfeitures was unavailable from the SBA; however, management believes that these amounts, if any, would be immaterial to the City.

After termination and applying to receive benefits, the member may rollover vested funds to another qualified plan, structure a periodic payment under the Investment Plan, receive a lump-sum distribution, leave the funds invested for future distribution, or elect any combination of these options. Disability coverage is provided; the member may either transfer the account balance to the Pension Plan when approved for disability retirement to receive guaranteed lifetime monthly benefits under the Pension Plan, or the member may remain in the Investment Plan and rely upon that account balance for retirement income.

The Investment Plan pension expense for the City totaled \$1,081,044 for the fiscal year ended September 30, 2021.

At September 30, 2021, the City has no outstanding contributions to the Investment Plan required for the fiscal year.

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 10. OTHER POST-EMPLOYMENT BENEFITS

#### *Plan Description*

The City provides its own single-employer, defined-benefit healthcare plan. The plan allows its employees and their beneficiaries to continue obtaining health, dental and other insurance benefits upon retirement. The benefits of the plan conform to Florida statutes, which are the legal authority for the plan. The classes of membership for the City are as follows: Special Class – Members who are employed as law enforcement officers; Stormwater – members who are employed in the Stormwater Enterprise Fund; and General Class – Members who do not qualify for membership in the other classes. The plan has no assets and does not issue separate financial reports.

Any employee of the City who participates in and satisfies the vesting, disability, early or normal retirement provisions of the Florida Retirement System (FRS) may be eligible for post-employment benefits. Eligible retirees may be covered at the retirees' 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. Retirees and their dependents, who are Medicare-eligible, are not required to enroll for Parts A and B under Medicare. For claims otherwise covered under the Medicare Part B, the Plan pays as secondary only for retirees actually enrolled into Part A and B. This is an Open Plan.

The City also offers its retirees a stipend to help cover the cost to continue coverage of benefits such as health, life, accident hospitalization or other kinds of insurance during those years between retirement and Medicare eligibility.

#### *Benefits Provided*

The OPEB Plan provides healthcare insurance benefits for retirees and their dependents.

#### *Funding Policy*

The City's funding policy is to pay post-retirement medical benefits from general funds. A trust has not been established to pre-fund these benefits.

#### *Plan Membership*

At September 30, 2021, the date of the latest actuarial valuation, plan participation consisted of the following:

Active plan members	429
Inactive plan members	12
	<u>441</u>

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 10. OTHER POST-EMPLOYMENT BENEFITS (Continued)

#### ***Total OPEB Liability***

The City's total net OPEB liability of \$8,394,435 was measured as of September 30, 2020, and was determined by an actuarial valuation as of August 1, 2021.

#### ***Actuarial Assumptions and Other Inputs***

Valuation Date: August 1, 2021  
Measurement Date: September 30, 2020  
Roll-forward Disclosure: The Total OPEB Liability was rolled-forward from the valuation date to the measurement date using standard actuarial techniques.

#### ***Methods and Assumptions Used to Determine Total OPEB Liability:***

Actuarial Cost Method	Entry Age Normal
Inflation	2.5%
Discount Rate	2.41%
Salary Increases	Increases are based on a salary scale dependent upon gender and service for each participant.
Retirement Age	Retirement rate assumptions are based on the Florida Retirement System, retirement rates based on those used in the July 1, 2014 actuarial valuation of Florida Retirement System.
Mortality Decremnts	Healthy Active - <i>Special Risk, male and female</i> : Pub-2010 Safety Employees Headcount-Weighted Mortality Projected with Fully Generational MP-2020 Mortality Improvement Scale
Retirees Share of Benefit - Related Costs	Premium contributions are required from retirees.
Medical Trend	Based on the Society of Actuaries Long Term Medical Cost Trend Model, version 2021_b. The following baseline assumptions are the input variables into the SOA model:

Baseline Assumptions	
Rate of Inflation	2.5%
Rate of Growth in Real Income / GDP per capita	1.5%
Excess Medical Growth	1.1%
Expected Health Share of GDP in 2030	20.3%
Health Share of GDP Resistance Point	25.0%
Year for Limiting Cost Growth to GDP Growth	2075

The pre-65 medical trend was increased to reflect the impact of Cadillac Tax. For this purpose, the Affordable Care Act (ACA) threshold of \$10,200 was assumed to grow like general inflation at 2.5%.

The Plan is unfunded, as such no projection of Fiduciary Net Position is required.

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 10. OTHER POST-EMPLOYMENT BENEFITS (Continued)

#### *Actuarial Assumptions and Other Inputs* (continued)

Demographic assumptions mirror those used for the Florida Retirement System pension plans.

The discount rate used to determine the liabilities under GASB 75 is based on an index rate for 20-year tax exempt general obligation municipal bonds with an average rating of AA/Aa or higher. This rate was 2.66% as of September 30, 2021.

Changes in the OPEB liability for the fiscal year ended September 30, 2021, were as follow:

Balance at September 30, 2020	\$ 7,020,000
<b><i>Changes for the year</i></b>	
Service cost	\$ 538,701
Interest	191,906
Changes in assumptions	(1,037,410)
Differences between expected and actual experience	<u>1,779,014</u>
Total change in OPEB liability for 9/30/21	1,472,211
Estimated employer contributions/ benefits payments	<u>(97,776)</u>
Net changes	<u>1,374,435</u>
<b>Total OPEB Liability - September 30, 2021</b>	<u>\$ 8,394,435</u>

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

Regarding the sensitivity of the total OPEB liability to changes in the discount rate, the following presents the plan's total OPEB liability, calculated using a discount rate of 2.41%, as well as what the plan's total OPEB liability would be if it were calculated using a discount rate that is one percent lower or one percent higher:

<b>Discount Rate</b>	<b>1% Decrease</b>	<b>Discount Rate</b>	<b>1% Increase</b>
	<b>1.41%</b>	<b>2.41%</b>	<b>3.41%</b>
Total OPEB Liability	\$ 8,958,859	\$ 8,394,435	\$ 7,820,375
Net OPEB Liability	\$ 8,958,859	\$ 8,394,435	\$ 7,820,375

#### *Sensitivity of the total OPEB liability to the healthcare cost trend rate:*

The following table illustrates the impact of healthcare cost trend sensitivity on the Net OPEB Liability for fiscal year ending September 30, 2021.

<b>Ultimate Trend</b>	<b>1% Decrease</b>	<b>Medical Trend</b>	<b>1% Increase</b>
	<b>3.04%</b>	<b>4.04%</b>	<b>5.04%</b>
Total OPEB Liability	\$ 7,408,909	\$ 8,394,435	\$ 9,575,316
Net OPEB Liability	\$ 7,408,909	\$ 8,394,435	\$ 9,575,316

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### NOTE 10. OTHER POST-EMPLOYMENT BENEFITS (Continued)

#### *OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB*

For the fiscal year ended September 30, 2021, the City recognized OPEB expense of \$391,795. At September 30, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 1,556,637	\$ 2,487,316
Changes of assumptions	500,784	1,401,671
Net difference between projected and actual earnings on OPEB plan investments	-	-
Employer contribution subsequent to measurement date	-	-
Total	<u>\$ 2,057,421</u>	<u>\$ 3,888,987</u>

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB plan will be recognized in the expense as follows:

<u>Fiscal Year Ended September 30</u>	<u>Deferred Outflow/ (Inflows), Net</u>
2022	\$ (338,812)
2023	(338,812)
2024	(338,812)
2025	(338,812)
2026	(338,808)
Thereafter	(137,510)

### NOTE 11. INTERLOCAL AGREEMENTS, COMMITMENTS AND CONTINGENCIES

#### *City's Obligation to Repay Its Share of County's Outstanding Debt, Resolution R-2004-68-119*

As part of the Master Interlocal Agreement with the County, and as a condition to incorporation, the City is obliged to repay its share of certain County debt instruments that had been issued for improvements to the unincorporated areas of the County. The County had pledged certain revenues in support of those debt instruments. The restrictive covenants of those debt instruments prohibit the County from releasing the pledged revenues until the obligations have been paid in full. The City can prepay at any time its share of the outstanding debt and thus have its revenues streams released from this encumbrance. Until that time, the City is required to let the County continue to receive those revenue streams and then forward the City the difference between what was collected and what was paid as the City's share of the outstanding debt. The City's Public Service Tax on utility service will first go to the County to pay the debt service and related costs of the County's *Public Service*.

# CITY OF MIAMI GARDENS, FLORIDA

## NOTES TO THE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2021

### **NOTE 11. INTERLOCAL AGREEMENTS, COMMITMENTS AND CONTINGENCIES** (Continued)

#### ***City's Obligation to Repay Its Share of County's Outstanding Debt, Resolution R-2004-68-119*** (continued)

*Tax Revenue Bonds Series 1999 and Series 2002.* The County will then forward the remainder to the City. The City's Stormwater Assessments will continue to be paid directly to the County until the County's *Stormwater Utility Revenue Bonds, Series 1999*, matures.

#### ***Risk Management***

The City is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, and natural disasters for which the City carries insurance coverage provided by the Preferred Governmental Insurance Trust (PGIT). Each participant in the Trust, agreed that the Trust is to defend in the name of and on behalf of the member any claims, suits or other legal proceedings which may at any time be instituted against the member on account of bodily injury liability, property damage liability, errors and omissions liability, civil rights liability or any other such liability, monetary or otherwise, to the extent such defenses and liability has been assumed by the Trust pursuant to the agreement.

#### ***Litigation***

Various suits and claims arising in the ordinary course of operations are pending against the City. While the ultimate effect of such litigation cannot be ascertained at this time, in the opinion of legal counsel, the City has sufficient insurance coverage to cover any claims and/or liabilities, which may arise from such action. The effect of such losses would not materially affect the financial position of the City or the results of its operations.

#### ***Compliance Audits***

Amounts received or receivable from grant agencies are subject to audit and adjustment by Federal and State grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, or expenditures which may be disallowed by the grantor cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

### **NOTE 12. COVID - 19 PANDEMIC**

On March 9, 2020, the Governor of Florida, Ron DeSantis issued Executive Order Number 20-52, declaring a state of emergency for the entire state due to the outbreak of the Novel Coronavirus (COVID-19), soon thereafter identified as a global pandemic.

As the State of Florida struggled with the devastating impact of the COVID-19 pandemic, the City moved expeditiously to ensure continued uninterrupted essential services to residents in order to ensure the safety and well-being of employees and the public.

As a result of the Administrative Order, the City restricted in-person services and moved towards providing a virtual environment to facilitate employees and continue to serve residents.

# **CITY OF MIAMI GARDENS, FLORIDA**

## **NOTES TO THE FINANCIAL STATEMENTS**

**FISCAL YEAR ENDED SEPTEMBER 30, 2021**

### **NOTE 12. COVID - 19 PANDEMIC (Continued)**

During FY 2021 the City began to reopen facilities and programming to residents maintaining all adopted protocols for social distancing and sanitation for the safety and well-being of everyone, to include the continuation and enhancement of virtual meetings and programming. The outbreak of COVID-19 continues to be monitored at local, state, national, and worldwide levels.

### **NOTE 13. SUBSEQUENT EVENT**

Management has evaluated events and transactions for subsequent events that would impact the financial statements for the year ended September 30, 2021 through March 31, 2022, the date the financial statements were available to be issued. There were no subsequent events that require recognition or disclosure in the financial statements.

---

---

**REQUIRED SUPPLEMENTARY INFORMATION  
(Other Than MD&A)**

---

---

This page is intentionally left blank.

# CITY OF MIAMI GARDENS, FLORIDA

## REQUIRED SUPPLEMENTARY INFORMATION BUDGETARY COMPARISON SCHEDULE GENERAL FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Property taxes	\$ 35,978,905	\$ 35,978,905	\$ 35,181,784	\$ (797,121)
Utility taxes	10,682,676	10,682,676	11,538,441	855,765
Intergovernmental	10,286,415	10,286,415	12,570,499	2,284,084
Charges for services	7,558,292	3,928,292	5,358,139	1,429,847
Licenses and permits	2,175,500	2,525,500	1,626,309	(899,191)
Fines and forfeitures	4,387,950	4,380,450	6,191,914	1,811,464
Franchise fees	4,146,062	4,146,062	7,124,194	2,978,132
Grants and donations	152,040	159,540	708,202	548,662
Other income	1,494,689	1,574,689	2,706,463	1,131,774
Interest	300,000	300,000	70,219	(229,781)
Total revenues	<u>77,162,529</u>	<u>73,962,529</u>	<u>83,076,164</u>	<u>9,113,635</u>
<b>Expenditures:</b>				
<b>Current:</b>				
General government:				
Legislative	1,677,484	1,731,154	1,713,214	17,940
City Manager	1,398,319	1,593,711	1,589,429	4,282
Public Affairs	4,305,837	962,192	930,956	31,236
City Clerk	607,484	632,484	619,602	12,882
Finance	1,322,370	1,302,070	1,293,541	8,529
Human Resources	1,216,941	1,216,942	1,184,458	32,484
Purchasing	526,630	465,532	455,377	10,155
City Attorney	988,454	1,000,114	987,172	12,942
Planning & Zoning	774,104	811,266	814,370	(3,104)
Information Technology	2,249,682	2,458,647	2,525,511	(66,864)
Non-departmental	3,457,285	3,729,874	3,207,193	522,681
Fleet	2,504,646	4,004,507	3,998,770	5,737
City Hall facilities	807,950	962,049	962,691	(642)
Public safety:				
Police	39,511,710	40,921,422	40,141,345	780,077
Code enforcement	1,682,518	1,503,718	1,487,912	15,806
Highways and streets	-	-	-	-
Culture and recreation	8,398,592	6,806,300	6,534,596	271,704
<b>Capital outlay:</b>				
General government	236,365	165,391	158,239	7,152
Public safety	-	750	-	750
Public works	-	-	-	-
Parks and recreation	-	300	-	300
Total expenditures	<u>71,666,371</u>	<u>70,268,423</u>	<u>68,604,376</u>	<u>1,664,047</u>
Excess(deficiency) of revenues over expenditures	<u>5,496,158</u>	<u>3,694,106</u>	<u>14,471,788</u>	<u>10,777,682</u>
<b>Other financing sources (uses):</b>				
Transfers in	2,974,425	2,974,425	2,974,425	-
Transfers out	(6,996,409)	(6,867,489)	(6,867,489)	-
Total other financing sources (uses)	<u>(4,021,984)</u>	<u>(3,893,064)</u>	<u>(3,893,064)</u>	<u>-</u>
Net change in fund balances	<u>\$ 1,474,174</u>	<u>\$ (198,958)</u>	<u>\$ 10,578,724</u>	<u>\$ 10,777,682</u>

# CITY OF MIAMI GARDENS, FLORIDA

## REQUIRED SUPPLEMENTARY INFORMATION BUDGETARY COMPARISON SCHEDULE TRANSPORTATION FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	
<b>Revenues:</b>				
Intergovernmental	\$ 7,136,603	\$ 7,105,245	\$ 8,050,937	\$ 945,692
License & permits	-	-	-	-
Charges for services	127,000	127,000	273,374	146,374
Grant revenue	-	31,358	14,921	(16,437)
Other income	42,700	42,700	21,438	(21,262)
Interest income	<u>75,000</u>	<u>75,000</u>	<u>18,700</u>	<u>(56,300)</u>
Total revenues	<u>7,381,303</u>	<u>7,381,303</u>	<u>8,379,370</u>	<u>998,067</u>
<b>Expenditures:</b>				
Public works:				
Administration	640,192	645,093	638,880	6,213
Keep Miami Gardens Beautiful	211,092	211,091	196,707	14,384
Streets	1,981,188	2,021,986	2,052,964	(30,978)
CITT	240,852	244,680	235,303	9,377
CITT - Transit	1,397,746	1,397,747	1,335,647	62,100
Capital outlay	<u>6,338,777</u>	<u>12,931,172</u>	<u>3,943,610</u>	<u>8,987,562</u>
Total expenditures	<u>10,809,847</u>	<u>17,451,769</u>	<u>8,403,111</u>	<u>9,048,658</u>
Excess (deficiency) of revenues over expenditures	<u>(3,428,544)</u>	<u>(10,070,466)</u>	<u>(23,741)</u>	<u>10,046,725</u>
<b>Other financing sources (uses):</b>				
Transfers in	215,282	215,282	215,282	-
Transfers out	(829,269)	(829,269)	(829,269)	-
Total other financing sources (uses)	<u>(613,987)</u>	<u>(613,987)</u>	<u>(613,987)</u>	<u>-</u>
Net change in fund balances	<u>\$ (4,042,531)</u>	<u>\$ (10,684,453)</u>	<u>\$ (637,728)</u>	<u>\$ 10,046,725</u>

# **CITY OF MIAMI GARDENS, FLORIDA**

## **REQUIRED SUPPLEMENTARY INFORMATION NOTE TO BUDGETARY COMPARISON SCHEDULE**

**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

### **NOTE 1. BUDGETS AND BUDGETARY ACCOUNTING**

An annual appropriated budget is prepared for all of the City's funds.

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

- (a) The City Manager submits to the Council a proposed operating budget for the ensuing fiscal year. The operating budget includes appropriations and the means of financing them with an explanation regarding each expenditure that is not of a routine nature.
- (b) Public hearings are conducted to obtain taxpayer comments.
- (c) Prior to October 1, the budget is legally enacted through passage of an ordinance.
- (d) The level of control at which expenditures may not exceed budget is at the fund level. The City Commission approves these levels by annual ordinance. The City Manager is authorized to transfer budgeted amounts within individual funds; any revisions that alter the total expenditures of any fund must be approved by the City Commission.
- (e) The City Council, by motion, may make supplemental appropriations for the year up to the amount of revenues in excess of those estimated. During fiscal year ended September 30, 2021 no supplemental appropriation was required for Council approval.
- (f) The City manager is authorized to make revisions to the adopted budget when new debt is issued, or grants received that were not included in the originally adopted budget.
- (g) Formal budgetary integration is employed as a management control device for the general fund.
- (h) The budgets for the general fund, debt service fund and transportation fund are adopted on a basis consistent with generally accepted accounting principles (GAAP).
- (i) Unencumbered appropriations lapse at fiscal year-end. Unencumbered amounts are re-appropriated in the following year's budget.



# CITY OF MIAMI GARDENS, FLORIDA

## REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY – FLORIDA RETIREMENT SYSTEM PENSION PLAN

	LAST 10 YEARS*							
	2021	2020	2019	2018	2017 **	2016	2015	2014
City's proportion of the FRS net pension liability (asset)	0.1599%	0.1688%	0.1709%	0.1572%	0.1623%	0.1698%	0.1640%	0.1695%
City of Miami Garden's 's proportionate share of the net pension liability (asset)	\$12,079,486	\$73,170,751	\$58,871,224	\$47,345,265	\$48,013,365	\$42,874,705	\$21,180,496	\$10,341,056
City's covered payroll	\$39,956,556	\$38,899,785	\$37,213,517	\$33,000,456†	\$33,379,228†	\$32,306,357†	\$32,628,587†	\$33,543,247†
City's proportionate share of the FRS net pension liability (asset) as a percentage of its covered payroll	30.23%	188.10%	158.20%	143.47%	143.84%***	132.71%***	64.91%***	30.83%***
FRS Plan fiduciary net position as a percentage of the total pension liability	96.40%	78.85%	82.61%	84.26%	83.89%	84.88%	92.00%	96.09%

\* Schedule is intended to show information for 10 years. The amounts presented for each fiscal year were determined as of June 30<sup>th</sup> and presents only those years for which information is available.

\*\* NPL at 2017 has been increased by \$16,474 due to implementation of GASB 75.

† Covered payroll adjusted to reflect the period of June 30<sup>th</sup>

# CITY OF MIAMI GARDENS, FLORIDA

## REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF CITY CONTRIBUTIONS – FLORIDA RETIREMENT SYSTEM PENSION PLAN

### LAST 10 YEARS\*

	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
Contractually required contribution	\$ 7,517,827	\$ 7,138,189	\$ 6,734,870	\$ 5,817,934	\$ 5,431,024	\$ 5,347,442	\$ 5,096,818	\$ 4,626,412
Contributions in relation to the contractually required contribution	<u>(7,517,827)</u>	<u>(7,138,189)</u>	<u>(6,734,870)</u>	<u>(5,817,934)</u>	<u>(5,431,024)</u>	<u>(5,347,442)</u>	<u>(5,096,818)</u>	<u>(4,626,412)</u>
Contribution deficiency (excess)	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -
City of Miami Gardens covered payroll	\$ 39,950,026	\$ 39,383,771	\$ 37,669,300	\$ 33,443,863	\$ 32,373,547	\$ 32,263,403	\$ 32,315,181	\$ 33,328,131
Contributions as a percentage of covered payroll	18.82%	18.12%	17.88%	17.40%	16.78%	16.57%	15.77%	13.88%

*\* Schedule is intended to show information for 10 years. The amounts presented for each fiscal year were determined as of September 30<sup>th</sup> and presents only those years for which information is available.*

# CITY OF MIAMI GARDENS, FLORIDA

## REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY – HEALTH INSURANCE SUBSIDY PENSION PLAN

### LAST 10 YEARS\*

	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
City's proportion of the HIS net pension liability (asset)	0.1161%	0.1118%	0.1108%	0.1007%	0.1009%	0.1045%	0.1087%	0.1134%
City's proportionate share of the HIS net pension liability (asset)	\$ 14,239,787	\$ 13,654,996	\$ 12,400,144	\$ 10,663,122	\$ 10,788,375	\$ 12,184,848	\$ 11,080,866	\$ 10,603,683
City's covered payroll	\$ 39,956,556	\$ 38,899,785	\$ 37,213,517	\$ 33,000,456†	\$ 33,379,228†	\$ 32,306,357†	\$ 32,628,587†	\$ 33,543,247†
City's proportionate share of the HIS net pension liability (asset) as a percentage of its covered payroll	35.64%	35.10%	33.32%	32.31%	32.32%	37.72%	33.96%	31.61%
HIS Plan fiduciary net position as a percentage of the total pension liability	3.56%	3.00%	2.63%	2.15%	1.64%	0.97%	0.50%	0.99%

\* Schedule is intended to show information for 10 years. The amounts presented for each fiscal year were determined as of June 30<sup>th</sup> and presents only those years for which information is available.

† Covered payroll adjusted to reflect the period of June 30<sup>th</sup>.

# CITY OF MIAMI GARDENS, FLORIDA

## REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF CITY CONTRIBUTIONS – HEALTH INSURANCE SUBSIDY PENSION PLAN

LAST 10 YEARS\*

	2021	2020	2019	2018	2017	2016	2015	2014
Contractually required HIS contribution	\$ 831,372	\$ 817,395	\$ 779,420	\$ 700,368	\$ 679,018	\$ 677,068	\$ 556,562	\$ 484,176
HIS contributions in relation to the contractually required contribution	<u>(831,372)</u>	<u>(817,395)</u>	<u>(779,420)</u>	<u>(700,368)</u>	<u>(679,018)</u>	<u>(677,068)</u>	<u>(556,562)</u>	<u>(484,176)</u>
HIS contribution deficiency (excess)	<u>\$ _____ -</u>							
City's covered payroll	\$ 39,950,026	\$ 39,383,771	\$ 37,669,300	\$ 33,443,863	\$ 32,373,547	\$ 32,263,403	\$ 32,315,181	\$ 33,328,131
HIS contributions as a percentage of covered payroll	2.08%	2.08%	2.07%	2.09%	2.10%	2.10%	1.72%	1.45%

\* The amounts presented for each fiscal year were determined as of 6/30/xx.

# CITY OF MIAMI GARDENS, FLORIDA

## REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF CHANGES IN THE CITY'S TOTAL OTHER POST-EMPLOYMENT BENEFITS LIABILITY AND RELATED RATIOS

LAST 10 YEARS\*

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
<b>Total OPEB Liability</b>				
Service cost	\$ 538,701	\$ 437,114	\$ 645,798	\$ 659,445
Interest	191,906	220,609	316,404	268,218
Changes in assumptions	1,779,014	643,864	(462,900)	(333,608)
Differences between expected & actual experience	(97,776)	-	(3,730,972)	-
Benefit payments	<u>(1,037,410)</u>	<u>(83,215)</u>	<u>(143,806)</u>	<u>(138,274)</u>
Net change in Total OPEB liability	1,374,435	1,218,372	(3,375,476)	455,781
<b>Total OPEB Liability - Beginning</b>	<u>7,020,000</u>	<u>5,801,628</u>	<u>9,177,104</u>	<u>8,721,323</u>
<b>Total OPEB Liability - Ending</b>	<u><u>\$ 8,394,435</u></u>	<u><u>\$ 7,020,000</u></u>	<u><u>\$ 5,801,628</u></u>	<u><u>\$ 9,177,104</u></u>
 Covered-employee payroll	 \$ 39,950,026	 \$ 39,383,771	 \$ 37,669,300	 \$ 33,443,863
 Total OPEB Liability as a % of covered-employee payroll	 21%	 18%	 15%	 27%

*Notes to schedule:*

*Changes of assumption - discount rate was changed as follows:*

09/30/18	3.50%
09/30/19	3.83%
09/30/20	2.75%
09/30/21	2.41%

*The amounts presented for each fiscal year are only those years for which information of ten years is available.*

*\* The amounts presented for each fiscal year were determined as of 6/30 and present only those years for which information is available. There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52-101 to pay related benefits for the OPEB plan.*

# CITY OF MIAMI GARDENS, FLORIDA

## REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF CHANGES IN THE CITY'S NET PLAN FIDUCIARY NET POSITION

### LAST 10 YEARS\*

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Contributions - Employer	\$ 97,776	\$ 83,215	\$ 143,806	\$ 138,274
Net investment income	-	-	-	-
Benefit payments - net of retiree contributions	(97,776)	(83,215)	(143,806)	(138,274)
Administrative expense	---	---	---	---
Net change in plan fiduciary net position	-	-	-	-
<b>Fiduciary Net Position - Beginning</b>	---	---	---	---
<b>Fiduciary Net Position - Ending</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Total OPEB Liability - Ending</b>	<u>\$ 8,394,435</u>	<u>\$ 7,020,000</u>	<u>\$ 5,801,628</u>	<u>\$ 9,177,104</u>
Plan fiduciary net position as a percentage of the total OPEB liability	0.00%	0.00%	0.00%	0.00%
Covered-employee payroll	\$ 39,950,026	\$ 39,383,771	\$ 37,669,300	\$ 33,443,863
Total OPEB Liability as a % of covered-employee payroll	0%	0%	0%	0%

**Notes to schedule:**

*Changes of assumption - discount rate was changed as follows:*

09/30/18	3.50%
09/30/19	3.83%
09/30/20	2.75%
09/30/21	2.41%

*The amounts presented for each fiscal year are only those years for which information of ten years is available.*

*\* The amounts presented for each fiscal year were determined as of 6/30 and present only those years for which information is available. There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52-101 to pay related benefits for the OPEB plan.*

# CITY OF MIAMI GARDENS, FLORIDA

## REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF EMPLOYER'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY

LAST 10 YEARS\*

### GENERAL

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
City's Proportion of the Net OPEB Liability	20.42%	24.94%	24.94%	24.76%
City's Proportionate Share of the Net OPEB Liability	\$ 1,714,143	\$ 1,750,788	\$ 1,446,689	\$ 2,272,251
City's Covered-employee Payroll	\$39,950,026	\$39,383,771	\$37,669,300	\$33,443,863
City's Proportionate Share of the Net OPEB Liability as a Percentage of Covered-employee Payroll	4%	4%	4%	7%
Plan Fiduciary Net OPEB as a Percentage of the Total OPEB Liability	0%	0%	0%	0%

### SPECIAL RISK

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
City's Proportion of the Net OPEB Liability	78.73%	74.21%	74.21%	74.21%
City's Proportionate Share of the Net OPEB Liability	\$ 6,608,939	\$ 5,209,542	\$ 4,305,388	\$ 6,810,328
City's Covered-employee Payroll	\$39,950,026	\$39,383,771	\$37,669,300	\$33,443,863
City's Proportionate Share of the Net OPEB Liability as a Percentage of Covered-employee Payroll	17%	13%	11%	20%
Plan Fiduciary Net OPEB as a Percentage of the Total OPEB Liability	0%	0%	0%	0%

### STORMWATER

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
City's Proportion of the Net OPEB Liability	0.85%	0.85%	0.85%	1.03%
City's Proportionate Share of the Net OPEB Liability	\$ 71,353	\$ 59,670	\$ 49,314	\$ 94,524
City's Covered-employee Payroll	\$ 39,950,026	\$ 39,383,771	\$ 37,669,300	\$ 33,443,863
City's Proportionate Share of the Net OPEB Liability as a Percentage of Covered-employee Payroll	0.18%	0.15%	0.13%	28%
Plan Fiduciary Net OPEB as a Percentage of the Total OPEB Liability	0%	0%	0%	0%

\* The amounts presented for each fiscal year were determined as of 6/30 and present only those years for which information is available. There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52-101 to pay related benefits for the OPEB plan.

\*\* Covered-employee payroll adjusted to reflect the period of 06/30/xx.



---

## **OTHER SUPPLEMENTARY INFORMATION**

---

This page is intentionally left blank.

## **MAJOR GOVERNMENTAL FUNDS**

---

### **Capital Projects Fund**

This fund is used to account for the acquisition and construction of major capital projects for various parks improvements, public facilities, street construction and capital purchase such as police fleet.

### **Grants Fund**

Grants Fund is used to account for specific state, federal or local grants that are awarded to the City.



# CITY OF MIAMI GARDENS, FLORIDA

## BUDGETARY COMPARISON SCHEDULE CAPITAL PROJECTS FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget – Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Grant revenue	\$ -	\$ 2,672,930	\$ 130,911	\$ (2,542,019)
Other income	1,019,514	1,019,514	1,594,210	574,696
Interest	- -	- -	214,548	214,548
Total revenues	<u>1,019,514</u>	<u>3,692,444</u>	<u>1,939,669</u>	<u>(1,752,775)</u>
<b>Expenditures:</b>				
Administration	758,819	761,619	585,757	175,862
Physical environment	- -	- -	- -	- -
Parks & Recreation	- -	- -	- -	- -
Public Works	- -	- -	- -	- -
Public Safety	- -	- -	- -	- -
Capital outlay	- -	<u>43,897,694</u>	<u>10,317,913</u>	<u>33,579,781</u>
Bond issuance costs	- -	- -	- -	- -
Total expenditures	<u>758,819</u>	<u>44,659,313</u>	<u>10,903,670</u>	<u>33,755,643</u>
Excess of revenues over expenditures	<u>260,695</u>	<u>(40,966,869)</u>	<u>(8,964,001)</u>	<u>32,002,868</u>
<b>Other financing sources (uses):</b>				
Bond issued	- -	- -	- -	- -
Issuance premium	- -	- -	- -	- -
Transfers in	5,403,516	5,403,516	5,403,516	- -
Transfers out	<u>(5,959,143)</u>	<u>(5,959,143)</u>	<u>(5,959,143)</u>	<u>- -</u>
Total other financing sources (uses)	<u>(555,627)</u>	<u>(555,627)</u>	<u>(555,627)</u>	<u>- -</u>
Net change in fund balances	<u>\$ (294,932)</u>	<u>\$ (41,522,496)</u>	<u>\$ (9,519,628)</u>	<u>\$ 32,002,868</u>

# CITY OF MIAMI GARDENS, FLORIDA

## BUDGETARY COMPARISON SCHEDULE GRANTS FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	
<b>Revenues:</b>				
Byrne Grant	\$ 56,401	\$ 56,401	\$ 25,664	\$ (30,737)
U.S. Department of Justice	508,026	508,026	48,632	(459,394)
Fed. Grant-US Treasury ARPA	-	-	7,738	7,738
State Grant - VOCA (Public Safety)	-	-	131,800	131,800
State Grant - FDLE (Public Safety)	-	-	3,067	3,067
FDOT- Stadium Pedestrian Bridge/Tunnels	-	1,784,409	34,103	(1,750,306)
FDOT - Roadway Assessment Study Grant	-	-	(9,522)	(9,522)
Children's Trust	407,390	407,390	183,622	(223,768)
Urban Area Security Initiative (UASI)	-	-	36,663	36,663
CDC - Reach Rise Project	692,588	692,588	804,002	111,414
Alliance for a Healthier Generation	-	-	3,849	3,849
HFSF COVID19 Racial & Ethnic Disparities	-	-	12,694	12,694
Healthy Out of School Time	-	-	3,536	3,536
CDC - COVID 19	<u>-</u>	<u>511,146</u>	<u>127,367</u>	<u>(383,779)</u>
Total revenues	<u>1,664,405</u>	<u>3,959,960</u>	<u>1,413,215</u>	<u>(2,546,745)</u>
<b>Expenditures:</b>				
Economic and physical development	-	-	7,738	(7,738)
Public Services	564,427	30,550	220,162	(189,612)
Public Works	-	25,104	(4,061)	29,165
Human Services	692,588	1,203,734	944,063	259,671
Recreation/culture	407,390	407,390	191,007	216,383
Capital outlay	<u>-</u>	<u>2,293,182</u>	<u>54,306</u>	<u>2,238,876</u>
Total expenditures	<u>1,664,405</u>	<u>3,959,960</u>	<u>1,413,215</u>	<u>2,546,745</u>
Excess of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Other financing sources (uses):</b>				
Transfers in	-	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



This page is intentionally left blank.

## NON-MAJOR GOVERNMENTAL FUNDS

---

*Special Revenue Funds account for proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service of capital projects.*

**SHIP Fund.** This fund accounts for all revenues received from the State Housing Initiative Program (SHIP) to provide housing assistance to eligible residents.

**CDBG Fund.** This fund is used to account for the community development block grant that is funding the revitalization project for substandard housing within the City. Revenues come from the US Department of Housing and Urban Development (HUD).

**Developmental Services Fund.** This fund accounts for all revenues and expenditures related to the City's planning, zoning, and building departments.

**Law Enforcement Trust Fund.** This fund accounts for funds and property seized or confiscated by either Federal, State, and/or Local law enforcement agencies.

**Impact Fees Fund.** This fund accounts for impact fees assessed on residential and non-residential new development. They are designed for the use in law enforcement protection and parks.

**Brick Paver Fund.** This fund accounts for the sale of engraved brick paver to be displayed at City Hall for commemorate special occasions. The proceeds will be utilized to administer the program, fund other City programs and/or to assist City residents.

**Special Taxing District.** This fund accounts for designated areas whereby a majority of property owners agree to allow the City to provide public improvements and special services through a non-ad valorem assessment.

**Community Redevelopment Agency (Miami Gardens CRA).** To account for revenues and expenditures to be used for special operations in the defined Miami Gardens Community Redevelopment Area.

*Debt Service Funds are used to account for financial resources that are restricted, committed or assigned to expenditure for principal and interest.*

**Debt Service Fund.** This fund is used to account for resources accumulated and payments made for principal and interest on long-term debt of governmental funds.



# CITY OF MIAMI GARDENS, FLORIDA

## COMBINING BALANCE SHEET NON-MAJOR GOVERNMENTAL FUNDS

SEPTEMBER 30, 2021

	<u>SHIP</u>	<u>CDBG</u>	<u>Development Services</u>	<u>Law Enforcement</u>	<u>Brick Paver</u>	<u>Impact Fees</u>	<u>Tree Trust</u>	<u>Special Taxing Districts</u>	<u>Debt Service</u>	<u>Miami Gardens CRA</u>	<u>Total Nonmajor Governmental Funds</u>
<b>ASSETS</b>											
Cash and cash equivalents	\$ 92,758	\$ 684,506	\$ 4,617,305	\$ 548,292	\$ 933	\$ 1,068,773	\$ 632,380	\$ 299,846	\$ 683,491	\$ 806,498	\$ 9,434,782
Cash with Fiscal Agent	-	-	-	-	-	-	-	-	8,065,828	-	8,065,828
Investments	-	-	8,000,000	-	-	5,200,000	-	-	-	-	13,200,000
Accounts receivables, net	167,913	351,301	5,370	-	-	-	-	-	-	-	524,584
Prepaid	-	-	-	-	-	-	-	-	-	-	-
Due from other Funds	-	-	-	-	-	-	-	-	-	-	-
Due from other governmental agencies	-	-	-	-	-	679	-	3,069	14,885	-	18,633
Total assets	<u>\$ 260,671</u>	<u>\$ 1,035,807</u>	<u>\$ 12,622,675</u>	<u>\$ 548,292</u>	<u>\$ 933</u>	<u>\$ 6,269,452</u>	<u>\$ 632,380</u>	<u>\$ 302,915</u>	<u>\$ 8,764,204</u>	<u>\$ 806,498</u>	<u>\$ 31,243,827</u>
<b>LIABILITIES AND FUND BALANCES</b>											
<b>Liabilities:</b>											
Accounts payable and accrued expenses	\$ 823	\$ 168,684	\$ 400,793	\$ -	\$ -	\$ -	\$ -	\$ 2,024	\$ 117,243	\$ -	\$ 689,567
Due to other funds	-	-	-	-	-	-	-	21,500	-	-	21,500
Due to other governments	-	-	8	-	-	-	-	-	-	-	8
Due to General Fund	-	-	-	-	-	-	-	-	-	-	-
Retainage payable	-	2,480	-	-	-	-	-	-	-	-	2,480
Unearned revenue/Escrow	<u>167,913</u>	<u>73,231</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>241,144</u>
Total liabilities	<u>\$ 168,736</u>	<u>\$ 244,395</u>	<u>\$ 400,801</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 23,524</u>	<u>\$ 117,243</u>	<u>\$ -</u>	<u>\$ 954,699</u>
<b>Fund balances:</b>											
Restricted for:											
Housing	91,935	-	-	-	-	-	-	-	-	-	91,935
Law Enforcement	-	-	-	548,292	-	1,709,276	-	-	-	-	2,257,568
Parks & Recreation	-	-	-	-	-	4,276,320	-	-	-	-	4,276,320
Public Services	-	-	-	-	-	-	-	279,391	-	-	279,391
General Administration	-	-	-	-	-	283,856	-	-	-	-	283,856
Debt Service	-	-	-	-	-	-	-	-	146,715	-	146,715
Economic and physical development	-	-	-	-	-	-	632,380	-	-	806,498	1,438,878
Community Development	-	791,412	-	-	-	-	-	-	-	-	791,412
Committed for:											
Debt Service	-	-	-	-	-	-	-	-	8,500,246	-	8,500,246
Assigned	-	-	12,221,874	-	933	-	-	-	-	-	12,222,807
Unassigned:	-	-	-	-	-	-	-	-	-	-	-
Total fund balances	<u>91,935</u>	<u>791,412</u>	<u>12,221,874</u>	<u>548,292</u>	<u>933</u>	<u>6,269,452</u>	<u>632,380</u>	<u>279,391</u>	<u>8,646,961</u>	<u>806,498</u>	<u>30,289,128</u>
Total liabilities and fund balances	<u>\$ 260,671</u>	<u>\$ 1,035,807</u>	<u>\$ 12,622,675</u>	<u>\$ 548,292</u>	<u>\$ 933</u>	<u>\$ 6,269,452</u>	<u>\$ 632,380</u>	<u>\$ 302,915</u>	<u>\$ 8,764,204</u>	<u>\$ 806,498</u>	<u>\$ 31,243,827</u>

# CITY OF MIAMI GARDENS, FLORIDA

## COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE NON-MAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>SHIP</u>	<u>CDBG</u>	<u>Development Services</u>	<u>Law Enforcement</u>	<u>Brick Paver</u>	<u>Impact Fees</u>	<u>Tree Trust</u>	<u>Special Taxing Districts</u>	<u>Debt Service</u>	<u>Miami Gardens CRA</u>	<u>Total Nonmajor Governmental Funds</u>
Revenues:											
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,572,050	\$ -	\$ -	\$ 3,957,988	\$ -	\$ 3,957,988
Impact fees	-	-	-	-	-	5,785	-	-	-	-	1,572,050
Forfeiture funds	-	-	-	66,209	-	-	-	-	-	-	71,994
Licenses & permits	-	-	6,505,997	-	-	-	-	-	-	-	6,505,997
Charges for services	-	-	1,131,277	-	-	-	-	751,169	-	-	1,882,446
Grant revenue	-	1,413,752	-	-	-	-	-	-	-	-	1,413,752
Other income	35,705	21,650	11,140	-	-	-	629,006	-	-	325,277	1,022,778
Interest	-	-	5,019	-	-	3,632	-	-	-	-	8,651
Total revenues	<u>35,705</u>	<u>1,435,402</u>	<u>7,653,433</u>	<u>66,209</u>	<u>-</u>	<u>1,581,467</u>	<u>629,006</u>	<u>751,169</u>	<u>3,957,988</u>	<u>325,277</u>	<u>16,435,656</u>
Expenditures:											
Current:											
Economic and physical development	454,610	806,664	-	-	-	-	16,725	-	-	2,230	1,280,229
Public safety	-	-	2,773,606	-	-	-	-	-	-	-	2,773,606
Public services	-	-	-	-	-	-	-	595,101	-	-	595,101
Capital Outlay:											
Public safety	-	-	96,120	-	-	-	-	-	-	-	96,120
Economic and physical development	-	323,962	-	-	-	-	-	-	-	-	323,962
Debt Service:											
Principal	-	-	-	-	-	-	-	-	6,140,342	-	6,140,342
Interest	-	-	-	-	-	-	-	-	<u>5,144,702</u>	-	<u>5,144,702</u>
Total expenditures	<u>454,610</u>	<u>1,130,626</u>	<u>2,869,726</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16,725</u>	<u>595,101</u>	<u>11,285,044</u>	<u>2,230</u>	<u>16,354,062</u>
Excess (deficiency) of revenues over expenditures	<u>(418,905)</u>	<u>304,776</u>	<u>4,783,707</u>	<u>66,209</u>	<u>-</u>	<u>1,581,467</u>	<u>612,281</u>	<u>156,068</u>	<u>(7,327,056)</u>	<u>323,047</u>	<u>81,594</u>
Other financing sources (uses):											
Transfers in	-	-	-	-	-	-	20,099	-	7,329,637	483,451	7,833,187
Transfers out	-	-	(2,238,572)	-	-	-	-	-	-	-	(2,238,572)
Total other financing sources (uses)	-	-	(2,238,572)	-	-	-	20,099	-	7,329,637	483,451	5,594,615
Net change in fund balances	(418,905)	304,776	2,545,135	66,209	-	1,581,467	632,380	156,068	2,581	806,498	5,676,209
Fund balances, beginning	<u>510,840</u>	<u>486,637</u>	<u>9,676,739</u>	<u>482,083</u>	<u>933</u>	<u>4,687,984</u>	<u>-</u>	<u>123,323</u>	<u>8,644,380</u>	<u>-</u>	<u>24,612,919</u>
Fund balance, ending	<u>\$ 91,935</u>	<u>\$ 791,413</u>	<u>\$ 12,221,874</u>	<u>\$ 548,292</u>	<u>\$ 933</u>	<u>\$ 6,269,451</u>	<u>\$ 632,380</u>	<u>\$ 279,391</u>	<u>\$ 8,646,961</u>	<u>\$ 806,498</u>	<u>\$ 30,289,128</u>

**CITY OF MIAMI GARDENS, FLORIDA**

BUDGETARY COMPARISON SCHEDULE  
COMMUNITY DEVELOPMENT BLOCK GRANT FUND  
NON-MAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Grant revenue	\$ 1,198,586	\$ 1,496,987	\$ 1,413,752	\$ (83,235)
Other income	-	-	21,650	21,650
Total revenues	<u>1,198,586</u>	<u>1,496,987</u>	<u>1,435,402</u>	<u>(61,585)</u>
<b>Expenditures:</b>				
Operating	448,586	991,942	806,664	185,278
Physical environment	-	-	-	-
Capital outlay	<u>750,000</u>	<u>505,045</u>	<u>323,962</u>	<u>181,083</u>
Total expenditures	<u>1,198,586</u>	<u>1,496,987</u>	<u>1,130,626</u>	<u>366,361</u>
Excess of revenues over expenditures	<u>-</u>	<u>-</u>	<u>304,776</u>	<u>304,776</u>
<b>Other financing sources (uses):</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 304,776</u>	<u>\$ 304,776</u>

**CITY OF MIAMI GARDENS, FLORIDA**

**BUDGETARY COMPARISON SCHEDULE  
DEVELOPMENT SERVICES FUND  
NON-MAJOR GOVERNMENTAL FUNDS**

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Licenses & permits	\$ 2,329,224	\$ 2,329,224	\$ 6,505,996	\$ 4,176,772
Charges for services	419,937	570,937	1,131,277	560,340
Other income	11,759	11,759	16,159	4,400
Total revenues	<u>2,760,920</u>	<u>2,911,920</u>	<u>7,653,432</u>	<u>4,741,512</u>
Expenditures:				
Development services:				
Building services	2,506,589	2,772,278	2,773,606	(1,328)
Capital outlay	88,388	96,126	96,120	6
Total expenditures	<u>2,594,977</u>	<u>2,868,404</u>	<u>2,869,726</u>	<u>(1,322)</u>
Excess of revenues over expenditures	<u>165,943</u>	<u>43,516</u>	<u>4,783,706</u>	<u>4,740,190</u>
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	(2,238,572)	(2,238,572)	(2,238,572)	-
Total other financing sources (uses)	<u>(2,238,572)</u>	<u>(2,238,572)</u>	<u>(2,238,572)</u>	<u>-</u>
Net change in fund balances	<u>\$ (2,072,629)</u>	<u>\$ (2,195,056)</u>	<u>\$ 2,545,134</u>	<u>\$ 4,740,190</u>

**CITY OF MIAMI GARDENS, FLORIDA**

**BUDGETARY COMPARISON SCHEDULE  
IMPACT FEES  
NON-MAJOR GOVERNMENTAL FUNDS**

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	
<b>Revenues:</b>				
Impact fees	\$ -	\$ -	\$ 1,577,835	\$ 1,577,835
Other income	-	-	-	-
Interest	_____ -	_____ -	3,632	3,632
<b>Total revenues</b>	<b>_____ -</b>	<b>_____ -</b>	<b>1,581,467</b>	<b>1,581,467</b>
<b>Expenditures:</b>				
Public safety	-	-	-	-
Physical environment	-	-	-	-
Capital outlay	_____ -	_____ -	_____ -	_____ -
<b>Total expenditures</b>	<b>_____ -</b>	<b>_____ -</b>	<b>_____ -</b>	<b>_____ -</b>
<b>Excess of revenues over expenditures</b>	<b>_____ -</b>	<b>_____ -</b>	<b>1,581,467</b>	<b>1,581,467</b>
<b>Other financing sources (uses):</b>				
Transfers in	-	-	-	-
Transfers out	_____ -	_____ -	_____ -	_____ -
<b>Total other financing sources (uses)</b>	<b>_____ -</b>	<b>_____ -</b>	<b>_____ -</b>	<b>_____ -</b>
<b>Net change in fund balances</b>	<b>\$ _____ -</b>	<b>\$ _____ -</b>	<b>\$ 1,581,467</b>	<b>\$ 1,581,467</b>

# CITY OF MIAMI GARDENS, FLORIDA

## BUDGETARY COMPARISON SCHEDULE SPECIAL TAXING DISTRICT NON-MAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget -</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Special assessment-charges for public service	\$ 724,493	\$ 724,493	\$ 751,169	\$ 26,676
Other income	-	-	-	-
Interest	-	-	-	-
<b>Total revenues</b>	<b>724,493</b>	<b>724,493</b>	<b>751,169</b>	<b>26,676</b>
<b>Expenditures:</b>				
Police	-	-	-	-
Electricity	724,493	724,493	587,023	137,470
Repairs & maintenance service	-	-	-	-
Financial & administrative services	-	-	8,078	(8,078)
Physical environment	-	-	-	-
Capital outlay	-	-	-	-
<b>Total expenditures</b>	<b>724,493</b>	<b>724,493</b>	<b>595,101</b>	<b>129,392</b>
<b>Excess of revenues over expenditures</b>	<b>-</b>	<b>-</b>	<b>156,068</b>	<b>156,068</b>
<b>Other financing sources (uses):</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 156,068</b>	<b>\$ 156,068</b>

# CITY OF MIAMI GARDENS, FLORIDA

## BUDGETARY COMPARISON SCHEDULE DEBT SERVICE NON-MAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Ad Valorem Taxes	\$ 3,963,080	\$ 3,963,080	\$ 3,957,988	\$ (5,092)
Total revenues	<u>3,963,080</u>	<u>3,963,080</u>	<u>3,957,988</u>	<u>(5,092)</u>
<b>Expenditures:</b>				
Principal	6,140,210	6,140,210	6,140,342	(132)
Professional service	107	107	-	107
Interests	<u>5,152,400</u>	<u>5,152,400</u>	<u>5,144,702</u>	<u>7,698</u>
Total expenditures	<u>11,292,717</u>	<u>11,292,717</u>	<u>11,285,044</u>	<u>7,673</u>
Excess of revenues over expenditures	<u>(7,329,637)</u>	<u>(7,329,637)</u>	<u>(7,327,056)</u>	<u>2,581</u>
<b>Other financing sources (uses):</b>				
Transfers in	7,329,637	7,329,637	7,329,637	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>7,329,637</u>	<u>7,329,637</u>	<u>7,329,637</u>	<u>-</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,581</u>	<u>\$ 2,581</u>

**CITY OF MIAMI GARDENS, FLORIDA**

**BUDGETARY COMPARISON SCHEDULE  
COMMUNITY REDEVELOPMENT AGENCY  
NON-MAJOR GOVERNMENTAL FUNDS**

FOR THE YEAR ENDED SEPTEMBER 30, 2021

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>Revenues:</b>				
Ad Valorem Taxes	\$ -	\$ -	\$ -	\$ -
Miscellaneous revenues	<u>325,277</u>	<u>325,277</u>	<u>325,277</u>	<u>-</u>
Total revenues	<u>325,277</u>	<u>325,277</u>	<u>325,277</u>	<u>-</u>
<b>Expenditures:</b>				
Economic and physical development	<u>808,728</u>	<u>808,728</u>	<u>2,230</u>	<u>806,498</u>
Total expenditures	<u>808,728</u>	<u>808,728</u>	<u>2,230</u>	<u>806,498</u>
Excess of revenues over expenditures	<u>(483,451)</u>	<u>(483,451)</u>	<u>323,047</u>	<u>806,498</u>
<b>Other financing sources (uses):</b>				
Transfers in	483,451	483,451	483,451	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>483,451</u>	<u>483,451</u>	<u>483,451</u>	<u>-</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 806,498</u>	<u>\$ 806,498</u>

---

## **STATISTICAL SECTION**

---

This page is intentionally left blank.

# CITY OF MIAMI GARDENS, FLORIDA

## STATISTICAL SECTION

This part of the City of Miami Garden's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

<u>Contents</u>	<u>Page</u>
<b>Financial Trends</b> .....	<b>90-94</b>
<i>These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.</i>	
<b>Revenue Capacity</b> .....	<b>95-98</b>
<i>These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.</i>	
<b>Debt Capacity</b> .....	<b>99-103</b>
<i>These schedules contain information to help the reader assess the affordability of the city's current levels of outstanding debt and the city's ability to issue additional debt in future.</i>	
<b>Demographic and Economic Information</b> .....	<b>104-105</b>
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the city's financial activities take place.</i>	
<b>Operating Information</b> .....	<b>106-108</b>
<i>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.</i>	

*Sources: Unless otherwise noted, the information in these schedules is derived from the Annual Comprehensive Financial Reports for the relevant years.*



# CITY OF MIAMI GARDENS, FLORIDA

## NET POSITION BY COMPONENT

### LAST TEN FISCAL YEARS

(accrual basis of accounting)

	Fiscal Year									
	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
<b>Governmental activities</b>										
Invested in capital assets	\$ 265,675,780	\$ 261,783,392	\$ 255,314,939	\$ 250,167,614	\$ 237,824,806	\$ 225,805,423	\$ 224,300,737	\$ 231,676,291	\$ 222,916,123	\$ 216,713,149
Restricted	6,111,104	6,121,430	6,796,767	9,757,585	12,535,914	15,398,419	18,814,666	22,548,555	32,462,314	33,181,468
Unrestricted	4,845,868	2,179,405	(2,432,679)	(39,687,115)	(34,858,744)	(34,554,179)	(36,351,017)	(40,378,178)	(38,548,746)	(19,805,371)
Total governmental activities net position	<u>\$ 276,632,752</u>	<u>\$ 270,084,227</u>	<u>\$ 259,679,027</u>	<u>\$ 220,238,084</u>	<u>\$ 215,501,976</u>	<u>\$ 206,649,663</u>	<u>\$ 206,764,386</u>	<u>\$ 213,846,668</u>	<u>\$ 216,829,691</u>	<u>\$ 230,089,246</u>
<b>Business-type activities</b>										
Invested in capital assets	\$ 9,140,724	\$ 9,132,867	\$ 9,702,322	\$ 9,346,633	\$ 9,720,254	\$ 9,755,595	\$ 9,965,166	\$ 11,473,761	\$ 12,760,368	\$ 13,281,422
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	1,225,840	1,422,103	1,708,955	2,362,274	2,691,155	3,494,631	5,569,255	5,933,163	6,658,425	8,065,648
Total business-type activities net position	<u>\$ 10,366,564</u>	<u>\$ 10,554,970</u>	<u>\$ 11,411,277</u>	<u>\$ 11,708,907</u>	<u>\$ 12,411,409</u>	<u>\$ 13,250,226</u>	<u>\$ 15,534,421</u>	<u>\$ 17,406,924</u>	<u>\$ 19,418,793</u>	<u>\$ 21,347,070</u>
<b>Primary government</b>										
Invested in capital assets	\$ 274,816,504	\$ 270,916,259	\$ 265,017,261	\$ 259,514,247	\$ 247,545,060	\$ 235,561,018	\$ 234,265,903	\$ 243,150,052	\$ 235,676,491	\$ 229,994,571
Restricted	6,111,104	6,121,430	6,796,767	9,757,585	12,535,914	15,398,419	18,814,666	22,548,555	32,462,314	33,181,468
Unrestricted	6,071,708	3,601,508	(723,724)	(37,324,841)	(32,167,589)	(31,059,548)	(30,781,762)	(34,445,015)	(31,890,321)	(11,739,723)
Total primary government net position	<u>\$ 286,999,316</u>	<u>\$ 280,639,197</u>	<u>\$ 271,090,304</u>	<u>\$ 231,946,991</u>	<u>\$ 227,913,385</u>	<u>\$ 219,899,889</u>	<u>\$ 222,298,807</u>	<u>\$ 231,253,592</u>	<u>\$ 236,248,484</u>	<u>\$ 251,436,316</u>

# CITY OF MIAMI GARDENS, FLORIDA

## CHANGES IN NET POSITION

### LAST TEN FISCAL YEARS

(accrual basis of accounting)

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>EXPENSES</b>										
<b>Governmental activities:</b>										
General government	\$ 16,076,550	\$ 16,525,346	\$ 20,174,685	\$ 17,423,449	\$ 24,890,226	\$ 22,342,383	\$ 22,811,697	\$ 25,470,459	\$ 35,809,577	\$ 26,397,168
Public safety	34,564,704	37,298,100	37,768,451	37,250,605	37,327,259	40,627,044	41,203,580	51,502,510	53,753,151	41,250,123
Public works	14,477,703	15,161,302	15,564,664	16,511,565	16,246,746	16,225,866	16,656,467	18,494,408	18,011,618	15,616,845
Parks and recreation	6,964,532	6,801,697	7,065,966	6,514,054	6,864,744	6,786,784	6,149,189	7,727,705	7,936,930	7,920,416
Economic environment	5,038,712	2,341,655	1,725,248	1,546,074	1,460,882	1,133,556	843,430	1,221,889	1,568,157	1,163,942
Human Services	-	-	28,555	176,605	396,981	136,161	148,373	699,832	713,606	944,063
Interest on long-term debt	5,674,415	5,543,197	6,013,090	7,603,784	7,460,875	7,435,209	6,940,156	6,685,444	5,963,167	5,108,381
Total governmental activities	<u>82,796,616</u>	<u>83,671,297</u>	<u>88,340,659</u>	<u>87,026,136</u>	<u>94,647,713</u>	<u>94,687,003</u>	<u>94,752,892</u>	<u>111,802,247</u>	<u>123,756,206</u>	<u>98,400,938</u>
<b>Business-type activities:</b>										
Stormwater	3,122,946	2,894,787	2,559,364	2,437,432	2,389,114	2,305,965	2,533,311	2,878,155	2,961,894	2,855,169
Total business-type activities	<u>3,122,946</u>	<u>2,894,787</u>	<u>2,559,364</u>	<u>2,437,432</u>	<u>2,389,114</u>	<u>2,305,965</u>	<u>2,533,311</u>	<u>2,878,155</u>	<u>2,961,894</u>	<u>2,855,169</u>
Total primary government expenses	<u>85,919,562</u>	<u>86,566,084</u>	<u>90,900,023</u>	<u>89,463,568</u>	<u>97,036,827</u>	<u>96,992,968</u>	<u>97,286,203</u>	<u>114,680,402</u>	<u>126,718,100</u>	<u>101,256,107</u>
<b>PROGRAM REVENUES</b>										
<b>Governmental activities:</b>										
Charges for services:										
General government	7,618,723	8,370,005	8,678,486	9,614,573	7,286,561	8,384,564	12,167,217	11,611,956	9,202,668	11,188,528
Public safety	5,143,350	5,963,644	5,680,283	6,813,911	9,016,281	9,009,862	8,019,450	10,019,622	9,230,487	9,617,061
Public works	60,829	89,437	83,287	110,435	203,383	239,869	547,857	1,152,121	817,474	1,024,543
Parks & Recreation	1,217,539	1,158,323	1,000,675	1,121,882	1,202,311	656,725	628,293	1,222,047	902,678	1,209,675
Operating grants and contributions	7,047,517	3,159,475	3,296,282	2,896,185	2,639,895	2,923,990	2,158,862	18,792,772	9,906,507	3,832,120
Capital grants and contributions	2,780,862	3,478,683	1,983,665	236,335	1,500,167	223,711	182,134	113,200	287,492	1,121,856
Total governmental activities										
program revenues	<u>23,868,820</u>	<u>22,219,567</u>	<u>20,722,678</u>	<u>20,793,321</u>	<u>21,848,598</u>	<u>21,438,721</u>	<u>23,703,813</u>	<u>42,911,718</u>	<u>30,347,306</u>	<u>27,993,783</u>
<b>Business-type activities:</b>										
Charges for services:										
Stormwater	3,714,835	3,498,210	3,804,604	3,464,069	3,395,975	3,474,179	5,094,141	4,886,154	4,934,886	5,181,712
Capital grants and contributions	<u>701,670</u>	<u>-</u>	<u>38,650</u>	<u>34,000</u>	<u>129,887</u>	<u>87,640</u>	<u>-</u>	<u>214,632</u>	<u>476,175</u>	<u>80,272</u>
Total business-type activities										
program revenues	<u>4,416,505</u>	<u>3,498,210</u>	<u>3,843,254</u>	<u>3,498,069</u>	<u>3,525,862</u>	<u>3,561,819</u>	<u>5,094,141</u>	<u>5,100,786</u>	<u>5,41,061</u>	<u>5,261,984</u>
Total primary government revenues	<u>28,285,325</u>	<u>25,717,777</u>	<u>24,565,932</u>	<u>24,291,390</u>	<u>25,374,460</u>	<u>25,000,540</u>	<u>28,797,954</u>	<u>48,012,504</u>	<u>35,758,367</u>	<u>33,255,767</u>
Net (expense)/revenue										
Governmental activities	(58,927,796)	(61,451,730)	(67,617,981)	(66,232,815)	(72,799,115)	(73,248,282)	(71,049,079)	(68,890,529)	(93,408,900)	(70,407,155)
Business-type activities	<u>1,293,559</u>	<u>603,423</u>	<u>1,283,890</u>	<u>1,060,637</u>	<u>1,136,748</u>	<u>1,255,854</u>	<u>2,560,830</u>	<u>2,222,631</u>	<u>2,449,167</u>	<u>2,406,815</u>
Total primary government net expenses	<u>(57,634,237)</u>	<u>(60,848,307)</u>	<u>(66,334,091)</u>	<u>(65,172,178)</u>	<u>(71,662,367)</u>	<u>(71,992,428)</u>	<u>(68,488,249)</u>	<u>(66,667,898)</u>	<u>(90,959,733)</u>	<u>(68,000,340)</u>
<b>General Revenues and Other</b>										
<b>Changes in Net Position</b>										
<b>Governmental activities:</b>										
Taxes	21,340,234	19,653,871	21,757,058	26,268,558	27,332,192	29,299,174	32,504,999	34,759,128	37,057,237	39,139,771
Property taxes	10,467,536	10,525,589	10,411,425	11,361,010	10,395,944	10,489,627	10,750,222	10,830,781	11,267,300	11,538,441
Utility taxes	4,504,778	4,239,521	3,477,303	3,398,916	3,537,910	3,076,242	3,801,953	3,682,186	2,469,387	7,124,194
Franchise fees on gross receipts	23,346,113	17,360,797	17,762,556	18,811,366	19,202,180	19,819,628	20,364,978	20,471,779	18,020,881	20,621,436
Intergovernmental (unrestricted)	118,307	84,489	225,284	464,725	272,071	521,128	657,553	1,040,949	554,597	126,245
Investment income (unrestricted)	-	-	25,287	358,452	285,002	540,853	851,259	1,095,953	547,118	214,515
Investment income (restricted)	-	-	-	-	-	-	-	-	-	-
Miscellaneous	2,852,207	3,426,225	3,122,865	3,179,810	6,593,687	3,267,134	3,599,172	3,609,580	25,978,473	4,390,270
Loss on sale of capital assets	-	-	-	-	(3,072,575)	-	-	-	-	-
Transfers	381,101	422,553	431,004	435,314	444,022	454,759	468,403	482,455	496,930	511,838
Total governmental activities	<u>63,010,276</u>	<u>55,713,045</u>	<u>57,212,782</u>	<u>64,278,151</u>	<u>68,063,008</u>	<u>64,395,970</u>	<u>72,998,539</u>	<u>75,972,811</u>	<u>96,391,923</u>	<u>83,666,710</u>
<b>Business-type activities:</b>										
Investment income	3,226	3,401	3,421	5,469	9,776	37,722	91,798	131,721	59,632	7,979
Miscellaneous	41,506	4,135	-	-	-	-	105,799	606	-	25,321
Transfers	(381,101)	(422,553)	(431,004)	(435,314)	(444,022)	(454,759)	(468,403)	(482,455)	(496,930)	(511,838)
Total business-type activities	<u>(336,369)</u>	<u>(415,017)</u>	<u>(427,583)</u>	<u>(429,845)</u>	<u>(434,246)</u>	<u>(417,037)</u>	<u>(270,806)</u>	<u>(350,128)</u>	<u>(437,298)</u>	<u>(478,538)</u>
Total primary government	<u>62,673,907</u>	<u>55,298,028</u>	<u>56,785,199</u>	<u>63,848,306</u>	<u>67,628,762</u>	<u>63,978,933</u>	<u>72,727,733</u>	<u>75,622,683</u>	<u>95,954,625</u>	<u>83,188,172</u>
<b>Change in Net Position</b>										
Governmental activities	4,082,480	(5,738,685)	(10,405,200)	(1,954,665)	(4,736,108)	(8,852,313)	1,949,460	7,082,282	2,983,023	13,259,555
Business-type activities	957,190	188,406	856,307	630,792	702,502	838,817	2,290,024	1,872,503	2,011,869	1,928,277
Total primary government	<u>\$ 5,039,670</u>	<u>\$ (5,550,279)</u>	<u>\$ (9,548,893)</u>	<u>\$ (1,323,873)</u>	<u>\$ (4,033,606)</u>	<u>\$ (8,013,496)</u>	<u>\$ 4,239,484</u>	<u>\$ 8,954,785</u>	<u>\$ 4,994,892</u>	<u>\$ 15,187,832</u>

**CITY OF MIAMI GARDENS, FLORIDA**

GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE

LAST TEN FISCAL YEARS

(accrual basis of accounting)

(amounts expressed in thousands)

<b>Fiscal Year</b>	<b>Ad-Valorem Taxes General Purpose</b>	<b>Local Option Gas Tax</b>	<b>State Revenue Sharing Tax</b>	<b>Alcoholic Beverage Tax</b>	<b>Half Cent Sales Tax</b>	<b>Utility Tax</b>	<b>Franchise Tax</b>	<b>Total</b>
2012	\$ 19,979	\$ 2,142	\$ 3,442	\$ 14	\$ 6,955	\$ 10,468	\$ 4,505	\$ 47,505
2013	17,943	2,101	3,487	21	7,338	10,526	4,240	45,656
2014	21,063	2,133	3,554	25	7,657	10,411	3,525	48,368
2015	21,655	2,219	3,657	22	8,031	11,362	3,399	50,345
2016	22,854	2,199	3,625	19	8,298	10,395	3,538	50,928
2017	24,222	2,283	3,787	25	8,425	10,490	3,076	52,308
2018	27,090	2,253	3,776	23	8,837	10,750	3,802	56,531
2019	29,376	2,301	3,769	21	8,993	10,831	3,595	58,886
2020	31,489	2,003	3,612	21	7,750	11,268	2,469	58,612
2021	33,899	2,060	3,710	23	9,362	11,370	7,293	67,717

# CITY OF MIAMI GARDENS, FLORIDA

## FUND BALANCES OF GOVERNMENTAL FUNDS

### LAST TEN FISCAL YEARS

(modified accrual basis of accounting)

	Fiscal Year										
	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	
<b>General fund</b>											
Non-Spendable											
Prepays	\$ 653,356	\$ 545,371	\$ 308,471	\$ 246,671	\$ 254,560	\$ 331,478	\$ 310,132	\$ 446,652	\$ 377,152	\$ 640,280	
Committed to:											
Capital Outlay	-	-	-	-	-	-	-	-	-	-	
Assigned to:											
Disaster Recovery	-	-	-	-	323,723	323,723	323,723	323,723	323,723	323,723	
General Maintenance	-	-	-	500,000	750,000	1,000,000	1,000,000	1,000,000	3,242,541	4,000,000	
Economic Development	-	-	-	-	-	-	-	-	-	2,500,000	
Debt Reduction	-	-	-	-	-	-	-	-	-	2,611,152	
Subsequent year's budget	946,437	-	2,455	363,621	35,257	4,469,702	196,994	750,000	431,551	1,254,161	
Unassigned	<u>\$ 11,224,091</u>	<u>\$ 11,240,358</u>	<u>\$ 10,241,094</u>	<u>\$ 11,945,942</u>	<u>\$ 13,154,884</u>	<u>\$ 14,794,245</u>	<u>\$ 19,787,782</u>	<u>\$ 21,618,969</u>	<u>\$ 34,193,257</u>	<u>\$ 35,575,091</u>	
Total general fund	<u><u>\$ 12,823,884</u></u>	<u><u>\$ 11,785,729</u></u>	<u><u>\$ 10,552,020</u></u>	<u><u>\$ 13,056,234</u></u>	<u><u>\$ 14,194,701</u></u>	<u><u>\$ 20,919,148</u></u>	<u><u>\$ 21,618,631</u></u>	<u><u>\$ 24,139,344</u></u>	<u><u>\$ 38,568,224</u></u>	<u><u>\$ 46,904,407</u></u>	
<b>All other governmental funds</b>											
Non-Spendable											
Prepays	\$ -	\$ 450	\$ 390	\$ -	\$ -	\$ 9,758	\$ 8,750	\$ 9,583	\$ 9,583	\$ 9,583	
Restricted for:											
Housing	1,808	121,916	108,908	119,059	4,850	265,013	528,045	448,159	510,840	91,935	
Law Enforcement	341,762	141,200	152,182	266,608	363,973	305,413	586,258	1,025,821	1,742,162	2,257,568	
Transportation	3,711,984	4,604,466	5,298,838	7,335,122	9,984,147	12,743,690	15,512,834	17,749,465	17,186,811	16,528,984	
Parks & Recreation	1,341,994	1,205,129	1,126,872	1,395,418	1,851,897	1,904,120	1,964,974	2,765,743	3,619,854	4,301,361	
General Administration								102,669	148,307	283,856	
Public Services								88,699	123,323	279,391	
City Hall Project	39,489,995	10,933,917	11,935	32,035	1,911,609	1,908,947	1,803,687	1,430,491	1,009,766	1,200,288	
Debt Service	-	-	-	155,082	73,926	8,885	8,885	107,772	146,715	146,715	
General Obligation Bond projects	-	-	66,122,224	65,718,426	63,814,163	59,433,257	53,097,265	47,681,432	41,039,784	31,644,849	
Capital Projects	-	-	-	-	-	-	-	-	-	1,438,878	
Community Development Block Grant	526,027	48,719	109,967	486,296	257,121	171,298	213,669	260,227	486,637	791,412	
Development Services Fund	-	-	-	-	-	-	-	-	-	-	
Committed to:											
Debt Service	4,083,426	2,218,076	1,051,162	61,487	325,729	517,297	475,120	421,243	8,497,665	8,500,246	
City Hall Project	-	-	-	-	-	-	-	-	-	-	
Stormwater Fund (1)	-	-	-	-	-	-	-	-	-	-	
Assigned to:											
Capital Projects	1,064,595	1,396,696	709,740	-	-	-	-	145,169	-	-	
Debt Payment	-	-	-	-	3,500,000	-	-	-	-	-	
Subsequent year's budget	-	-	-	-	-	-	-	257,716	-	-	
Brick Pavers	-	-	-	833	933	933	933	933	933	933	
Development Services Fund	-	-	-	-	-	-	-	7,690,278	9,676,739	12,221,874	
Unassigned:											
Community Development Block Grant	-	-	-	-	-	-	-	-	-	-	
Capital Projects Fund	-	-	-	(1,955,609)	228,990	514,921	112,401	-	-	-	
Development Services Fund	(318,128)	(459,483)	(451,453)	(110,533)	95,270	697,841	4,217,413	-	-	-	
Total all other governmental funds	<u><u>\$ 50,243,462</u></u>	<u><u>\$ 20,211,086</u></u>	<u><u>\$ 74,240,765</u></u>	<u><u>\$ 73,504,224</u></u>	<u><u>\$ 82,412,608</u></u>	<u><u>\$ 78,481,373</u></u>	<u><u>\$ 78,530,234</u></u>	<u><u>\$ 80,185,400</u></u>	<u><u>\$ 84,199,119</u></u>	<u><u>\$ 79,697,873</u></u>	

# CITY OF MIAMI GARDENS, FLORIDA

## CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

### LAST TEN FISCAL YEARS

	Fiscal Year										
	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
<b>REVENUES</b>											
Taxes and franchise fees	\$ 23,603,978	\$ 25,845,012	\$ 23,893,392	\$ 25,234,361	\$ 29,667,474	\$ 30,870,102	\$ 32,375,416	\$ 36,306,952	\$ 38,441,314	\$ 39,526,624	\$ 46,263,966
Charges for services	4,985,825	5,950,208	7,170,038	7,602,354	8,824,499	7,388,494	7,620,153	9,363,148	9,620,836	7,270,171	7,513,959
Utility taxes	11,135,661	10,467,536	10,525,589	10,411,425	11,361,010	10,395,944	10,489,627	10,750,222	10,830,781	11,267,300	11,538,441
Intergovernmental	12,655,535	23,346,113	17,186,317	17,721,789	18,522,102	18,868,282	19,359,532	20,022,338	20,379,746	18,020,881	20,621,436
Licenses and permits	3,549,846	3,926,916	3,506,129	3,595,612	3,834,908	3,645,956	4,163,151	6,801,757	7,067,560	6,533,283	8,132,306
Fines and forfeitures	3,413,252	3,846,554	4,752,650	4,157,295	4,612,169	6,083,000	6,327,724	5,157,762	6,527,321	5,695,769	6,263,873
Impact fee	281,929	307,680	152,592	87,470	386,406	586,898	179,992	333,806	1,195,610	1,028,326	1,572,050
Grant revenue	12,007,847	9,949,640	6,812,638	5,320,714	2,963,403	4,473,960	3,607,797	2,388,315	18,590,548	9,818,515	3,556,976
Interest	227,749	118,307	84,489	160,087	547,172	281,068	757,967	1,508,812	2,111,041	1,075,854	312,118
Miscellaneous	2,284,773	3,217,257	3,426,225	3,122,865	3,182,629	6,597,875	3,267,134	3,600,837	3,611,459	17,913,889	5,344,889
Total revenues	<u>74,146,395</u>	<u>86,975,223</u>	<u>77,510,059</u>	<u>77,413,972</u>	<u>83,901,772</u>	<u>89,191,579</u>	<u>88,148,493</u>	<u>96,233,949</u>	<u>118,376,216</u>	<u>118,150,612</u>	<u>111,120,014</u>
<b>EXPENDITURES</b>											
General government	11,411,053	11,145,965	12,486,845	13,517,593	14,733,506	17,032,690	16,057,625	16,642,779	18,056,832	16,998,845	17,660,848
Human services	-	-	-	28,555	176,605	396,981	136,161	148,373	699,832	713,606	944,063
Public safety	34,371,296	32,530,993	34,993,256	35,945,956	35,556,280	35,631,038	35,819,337	37,080,474	42,143,433	44,322,526	44,622,990
Public works	2,619,674	2,589,782	3,139,109	3,082,935	3,402,650	3,657,628	3,440,243	3,917,364	5,481,879	4,926,629	5,050,541
Parks and recreation	6,236,622	5,565,777	5,586,301	5,879,496	5,313,861	5,621,490	5,429,777	4,845,575	6,197,961	6,287,649	6,725,603
Economic and physical environment	5,009,478	5,038,712	2,341,655	1,725,248	1,546,074	1,460,882	1,133,556	843,430	1,221,889	1,568,157	1,163,942
Non-departmental	3,591,447	3,923,874	4,102,095	4,259,919	3,620,615	3,563,202	3,509,180	3,630,786	4,086,410	4,119,430	3,207,193
Debt service:											
Principal retirement	5,019,979	3,889,705	4,925,259	4,431,378	5,254,807	11,796,744	9,428,384	11,929,037	12,161,038	10,270,306	6,140,342
Interest and fiscal charges	4,368,382	5,712,392	5,581,708	5,480,843	7,562,808	7,500,935	7,477,375	7,168,291	7,044,989	6,600,939	5,144,702
Bond issuance cost	865,111	-	-	459,547	-	-	-	-	49,000	535,088	-
Capital outlay:											
General government	2,982,676	7,288,312	33,168,928	10,010,512	4,679,551	629,244	1,122,390	570,200	720,092	437,264	420,575
Public safety	308,667	175,000	653,370	60,005	45,594	552,309	210,121	451,413	14,679,891	602,012	873,771
Public works	2,663,150	2,293,567	3,350,589	2,978,435	1,464,777	1,827,830	1,297,991	1,562,619	1,885,626	4,571,180	3,972,252
Economic and physical development	-	-	-	-	-	-	-	-	6,502,315	1,874,050	323,962
Parks and recreation	<u>3,587,815</u>	<u>1,344,923</u>	<u>2,374,029</u>	<u>2,133,182</u>	<u>451,752</u>	<u>2,283,777</u>	<u>4,975,325</u>	<u>7,163,668</u>	<u>656,604</u>	<u>7,244,803</u>	<u>9,303,590</u>
Total expenditures	<u>83,035,350</u>	<u>81,499,002</u>	<u>112,703,144</u>	<u>89,993,604</u>	<u>83,808,880</u>	<u>91,954,751</u>	<u>90,037,465</u>	<u>95,954,009</u>	<u>121,587,791</u>	<u>111,072,484</u>	<u>105,554,374</u>
Excess(deficiency) of revenues over expenditures	(8,888,955)	5,476,221	(35,193,085)	(12,579,632)	92,892	(2,763,172)	(1,888,972)	279,940	(3,211,575)	7,078,128	5,565,640
Other financing (uses) sources:											
Transfers in	11,952,349	12,029,443	14,822,384	15,479,624	13,936,975	22,336,131	19,979,850	21,511,523	15,154,678	30,232,450	16,406,311
Transfers out	(11,643,288)	(11,648,342)	(14,399,831)	(15,048,620)	(13,501,661)	(21,892,109)	(19,525,091)	(21,043,120)	(14,672,223)	(29,735,520)	(15,894,473)
Proceeds from capital lease	-	-	3,700,000	-	-	-	-	-	-	-	-
Proceeds from bond	55,000,000	-	-	60,000,000	-	12,366,000	4,227,425	-	6,905,000	8,625,000	-
Premiums on bond issuance	-	-	-	6,184,065	-	-	-	-	-	-	-
Discounts on bond issuance	(775,830)	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>54,533,231</u>	<u>381,101</u>	<u>4,122,553</u>	<u>66,615,069</u>	<u>435,314</u>	<u>12,810,022</u>	<u>4,682,184</u>	<u>468,403</u>	<u>7,387,455</u>	<u>9,121,930</u>	<u>511,838</u>
Net change in fund balances	<u>\$ 45,644,276</u>	<u>\$ 5,857,322</u>	<u>\$ (31,070,532)</u>	<u>\$ 54,035,437</u>	<u>\$ 528,206</u>	<u>\$ 10,046,850</u>	<u>\$ 2,793,212</u>	<u>\$ 748,343</u>	<u>\$ 4,175,880</u>	<u>\$ 16,200,058</u>	<u>\$ 6,077,478</u>
Debt service as a percentage of noncapital expenditures	14.0%	13.6%	14.4%	13.2%	16.6%	22.3%	20.5%	22.2%	19.8%	18.1%	12.4%

# CITY OF MIAMI GARDENS, FLORIDA

## ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Real Property</u>	<u>Personal Property</u>	<u>Total Assessed Value</u>	<u>Less: Tax Exempt Property</u>	<u>Taxable Value</u>	<u>Total Direct Tax Rate</u>	<u>Estimated Actual Value</u>	<u>Taxable Assessed Value as a Percentage of Estimated Actual Value<sup>(1)</sup></u>
2012	\$ 4,541,068,996	\$ 430,140,872	\$ 4,971,209,868	\$ 1,504,385,885	\$ 3,466,823,983	6.5616	\$ 3,467,200,467	99.99%
2013	4,473,851,995	409,206,426	4,883,058,421	1,492,163,302	3,390,895,119	6.3620	3,381,045,528	100.29%
2014	4,389,292,826	384,000,304	4,773,404,000	1,472,932,907	3,300,471,093	6.9363	3,315,149,071	99.56%
2015	4,510,205,108	379,130,957	4,889,447,567	1,467,469,874	3,421,977,693	8.2363	3,451,480,819	98.15%
2016	4,684,612,172	392,207,255	5,076,922,932	1,487,649,804	3,589,273,128	8.1761	3,626,944,476	98.96%
2017	4,949,652,518	409,750,134	5,359,506,509	1,539,992,799	3,819,513,710	8.0934	3,822,908,533	99.91%
2018	5,437,119,005	412,243,766	5,849,461,004	1,627,169,554	4,222,291,450	7.9928	4,067,707,040	103.80%
2019	5,852,088,086	438,322,180	6,290,521,874	1,718,762,896	4,571,758,978	7.9072	4,521,533,157	101.11%
2020	6,287,354,027	437,238,843	6,724,703,922	1,779,826,215	4,944,877,707	7.8325	4,917,388,335	100.56%
2021	6,669,596,424	457,134,707	7,126,731,131	1,839,598,598	5,287,132,533	7.7166	5,264,692,671	100.43%

*Note: Property in the City is reassessed each year. State law requires the Property Appraiser to appraise property at 100% of market value. The Florida Constitution was amended, effective January 1, 1995, to limit annual increases in assessed value of property with homestead exemption to 3 percent per year or the amount of the Consumer Price index, whichever is less. The increase is not automatic since no assessed value shall exceed market value. Tax rates are per \$1,000 of assessed value.*

(1) Includes tax-exempt property.

Sources: Miami-Dade County Department of Property Appraisal -DR-420

# CITY OF MIAMI GARDENS, FLORIDA

## PROPERTY TAX RATES DIRECT AND OVERLAPPING GOVERNMENTS (1)

### LAST TEN FISCAL YEARS

<b>OVERLAPPING RATES</b>														
<b>Fiscal Year</b>	<b>City (2)</b>			<b>County</b>			<b>School Board</b>			<b>Other Authorities/Special Districts</b>				<b>Total Direct &amp; Overlapping Rates</b>
	<b>City Operating</b>	<b>City Debt</b>	<b>Total City</b>	<b>County Operating</b>	<b>County Debt</b>	<b>Total County</b>	<b>School Operating</b>	<b>School Debt</b>	<b>Total School</b>	<b>Fire</b>	<b>Library</b>	<b>State</b>	<b>Children's Trust</b>	
2012	6.5616	-	6.5616	4.8050	0.2850	5.0900	7.7650	0.2400	8.0050	2.4627	0.1795	0.4708	0.5000	23.2696
2013	6.3620	-	6.3620	4.7035	0.2850	4.9885	7.7650	0.2330	7.9980	2.4627	0.1725	0.4634	0.5000	22.9471
2014	6.9363	-	6.9363	4.7035	0.4220	5.1255	7.6440	0.3330	7.9770	2.4623	0.1725	0.4455	0.5000	23.6191
2015	6.9363	1.3000	8.2363	4.6669	0.4500	5.1169	7.7750	0.1990	7.9740	2.4321	0.2840	0.2610	0.5000	24.8043
2016	6.9363	1.2398	8.1761	4.6669	0.4500	5.1169	7.4130	0.1990	7.6120	2.4293	0.2840	0.2412	0.5000	24.3595
2017	6.9363	1.1571	8.0934	4.6669	0.4000	5.0669	7.1380	0.1840	7.3220	2.4282	0.2840	0.2268	0.5000	23.9213
2018	6.9363	1.0565	7.9928	4.6669	0.4000	5.0669	6.7740	0.2200	6.9940	2.4282	0.2840	0.2145	0.4673	23.4477
2019	6.9363	0.9709	7.9072	4.6669	0.4644	5.1313	6.5040	0.2290	6.7330	2.4207	0.2840	0.3256	0.4415	23.2433
2020	6.9363	0.8962	7.8325	4.6669	0.4780	5.1449	7.0250	0.1230	7.1480	2.4207	0.2840	0.3115	0.4680	23.6096
2021	6.93	0.7803	7.7166	4.669	0.4780	5.1449	6.1860	0.9430	7.1290	2.4207	0.2840	0.2995	0.4507	23.4454

(1) Overlapping rates are those of local and county governments that apply to property owners within the City of Miami Gardens

(2) City of Miami Gardens only levy operating millage and Debt millage begins in FY 2016

Additional information:

Property tax rates are assessed per \$1,000 of Taxable Assessed Valuation

Tax rate limits:

City 10.000 Mills

County 10.000 Mills

School 10.000 Mills

State 10.000 Mills

Source: Miami-Dade County Department of Property Appraisal

# CITY OF MIAMI GARDENS, FLORIDA

## PRINCIPAL PROPERTY TAXPAYERS

CURRENT YEAR AND NINE YEARS AGO

(amounts expressed in thousands)

<u>Taxpayer</u>	2021				<u>Taxpayer</u>	2012				<u>Percentage Total Assessed Valuation</u>
	<u>Assessed Valuation</u>	<u>Industry or Business Type</u>	<u>Rank</u>	<u>Percentage Total Assessed Valuation</u>		<u>Assessed Valuation</u>	<u>Industry or Business Type</u>	<u>Rank</u>		
HARD ROCK STADIUM	\$ 261,700	Sports & Entertainment	1	4.9%	SUNLIFE STADIUM	\$ 164,251	Sports & Entertainment	1	3.4%	
MG EAST LLC	65,018	Sports & Entertainment	2	1.2%	CALDER RACE COURSE, INC	65,168	Sports & Entertainment	2	1.3%	
CALDER RACE COURSE, INC.	58,110	Retail	3	1.1%	WALMART	38,819	Retail	3	0.8%	
WALMART STORES EAST LP	50,697	Real Estate	4	1.0%	CONTINENTAL EQUITIES INC	35,705	Real Estate	4	0.7%	
MDH MIAMI SSIP LLC	45,259	Real Estate	5	0.9%	CAN AM ASSOCIATES	34,282	Real Estate	5	0.7%	
DORSAN DEVELOPMENT	41,496	Real Estate	6	0.8%	DORSAN DEVELOPMENT	27,042	Real Estate	6	0.6%	
GARDENS AND 27 LLC	32,772	Real Estate	7	0.6%	CRYSTAL LAKES INVESTMENTS	20,567	Real Estate	7	0.4%	
CEREBUS SFR HOLDINGS	31,521	Real Estate	8	0.6%	DIVINE SQUARE LW LLC	20,402	Real Estate	8	0.4%	
491 UNITS MIAMI GARDENS INVESTMENTS	26,933	Real Estate	9	0.5%	BHI ELLINGTON LLC	18,967	Real Estate	9	0.4%	
PARK PLAZA APARTMENT HOLDINGS LLC	26,060	Real Estate	10	0.5%	LAKES EDGE PARTNERS L.P.	18,900	Real Estate	10	0.4%	
	<u>\$ 639,566</u>			<u>12.0%</u>		<u>\$ 444,103</u>			<u>9.1%</u>	

*Sources: Miami-Dade County Tax Assessors' Office 2018 Tax Roll.*

# CITY OF MIAMI GARDENS, FLORIDA

## PROPERTY TAX LEVIES AND COLLECTION

### LAST TEN FISCAL YEARS

(amounts expressed in thousands)

<u>Fiscal Year Ended September 30,</u>	<u>Total Taxes Levied for Fiscal Year</u>	<u>Collected within the Fiscal Year of Levy</u>		<u>Total Collections to Date</u>	
		<u>Amount</u>	<u>Percent of Levy</u>	<u>Amount</u>	<u>Percent of Levy</u>
2012	\$ 21,510	\$ 19,979	92.9%	\$ 19,979	92.9%
2013	20,528	17,943	87.4%	17,943	87.4%
2014	22,049	21,063	95.5%	21,063	95.5%
2015	22,935	21,655	94.4%	21,655	94.4%
2016	24,453	22,854	93.5%	22,854	93.5%
2017	25,983	24,222	93.2%	24,222	93.2%
2018	29,048	27,090	93.3%	27,090	93.3%
2019	31,307	29,376	93.8%	29,376	93.8%
2020	33,786	31,489	93.2%	31,489	93.2%
2021	36,160	33,899	93.7%	33,899	93.7%

*Source: City of Miami Gardens, Finance department and the Miami-Dade County Tax Collector's Office Total Adjusted Tax Levy is based on final assessed property values by Miami-Dade County.*

*Note: Department of Property Appraisal office after the Property Appraisal Adjustment Board has completed hearings on the tax roll; and before discounts.*

*Discounts Allowed:*

November	4%
December	3%
January	2%
February	1%
April Taxes delinquent	

# CITY OF MIAMI GARDENS, FLORIDA

## RATIOS OF OUTSTANDING DEBT BY TYPE

### LAST TEN FISCAL YEARS

(amounts expressed in thousands, except per capita)

Fiscal Year	Governmental Activities				Business-Type Activities			Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	General Obligation Bonds	Revenue Bonds	Interlocal Debt	Capital Leases	Interlocal Debt	Revenue Bonds	Capital Leases			
2012	\$ -	\$ 93,008	\$ 6,242	\$ -	\$ 7,542	\$ 39	\$ -	\$ 106,831	n/a	\$ 997.05
2013	-	89,084	5,566	3,700	7,245	20	-	105,615	n/a	983.39
2014	66,122	85,388	4,877	2,979	7,302	-	-	166,668	n/a	1,540.94
2015	64,544	82,572	4,525	2,249	6,924	-	-	160,814	n/a	1,473.32
2016	62,867	85,703	4,158	1,509	6,532	-	-	160,769	n/a	1,445.79
2017	61,135	78,916	3,777	759	6,126	-	-	150,713	n/a	1,331.38
2018	59,358	69,697	3,383	-	5,705	-	-	138,143	n/a	1,215.75
2019	57,550	66,437	2,973	-	5,270	-	-	132,230	n/a	1,157.03
2020	56,490	58,239	2,547	-	4,820	-	-	122,096	n/a	1,067.62
2021	54,087	55,136	2,104	-	4,354	-	-	115,681	n/a	1,028.20

*Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.*

*(1) See the Schedule of Demographic and Economic Statistics on page 102 for the personal income and population data.*

*N/A- Information not available*

# CITY OF MIAMI GARDENS, FLORIDA

## DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

### FOR THE YEAR ENDED SEPTEMBER 30, 2021

(amounts expressed in thousands)

<u>Jurisdiction</u>	<u>Net Debt Outstanding</u>	<u>Estimated Percentage Applicable (1)</u>	<u>Amount Applicable to Miami Gardens</u>
Miami-Dade County Schools (2)	\$ 912,173	1.65%	\$ 15,035
Miami-Dade County (3)	<u>2,350,765</u>	1.65%	<u>38,746</u>
Subtotal overlapping debt	3,262,938		53,781
City of Miami Gardens direct debt	<u>115,681</u>	100.0%	<u>115,681</u>
Total direct and overlapping debt	<u>\$ 3,378,619</u>		<u>\$ 169,462</u>

*Sources: (1) The percentage of overlapping debt applicable is estimated using taxable property values. Applicable percentages were estimated by determining the portion of the county's taxable property value that is within the city's boundaries and dividing it by the county's total taxable property value.*

*(2) Miami-Dade County Schools, General Finance Department*

*(3) Miami-Dade County, Finance Department*

# CITY OF MIAMI GARDENS, FLORIDA

## OUTSTANDING DEBT, LEGAL DEBT LIMIT AND COVENANTS FOR THE YEAR ENDED SEPTEMBER 30, 2021

<b><u>Amount of debt outstanding:</u></b>	<b>Governmental Activities</b>	<b>Enterprise Activities</b>
Land Acquisition Revenue Bonds, Series 2005	\$ 3,125,368	\$ -
Miami Dade County Public Service Tax Revenue Bonds	2,104,375	-
Miami Dade County Stormwater Utility Bond	-	4,354,053
Land Acquisition and Improvement Revenue Bonds, Series 2007	-	-
Land Acquisition Revenue bond, Series 2009	2,050,132	-
Taxable Land Acquisition Revenue Bond, Series 2009B	-	-
Certificate of Participation Series A-1 + A-2	43,850,000	-
General Obligation Bond Series 2014	7,560,000	-
Capital Improvement Revenue Bonds, Series 2016	1,404,298	-
Taxable Refunding Revenue Bond Series 2019	5,200,000	-
General Obligation Bond Series 2020	<u>49,540,000</u>	<u>-</u>
Total outstanding debt	<u>\$ 114,834,173</u>	<u>\$ 4,354,053</u>

### **Legal Debt Limit**

Neither the State of Florida Constitution or Statutes, nor the City of Miami Gardens' City Charter or Code of Ordinances limit the amount of debt the City can issue.

The City is also governed by the covenants of individual revenue bonds if the city plans to issue additional parity bonds. The covenants are as follows for the following bonds:

*Land Acquisition Revenue Bonds, Series 2005*  
*Land Acquisition and Improvement Revenue Bonds, Series 2007*  
*Taxable Refunding Revenue Bond Series 2019 (Refunding Land Acquisition and Improvement Revenue Bonds, Series 2007)*

Additional parity bonds payable from the pledged revenues may be issued only if pledged revenues for the preceding two fiscal years equal at least 200% of the maximum debt service requirements on all existing and proposed parity bonds.

# CITY OF MIAMI GARDENS, FLORIDA

## RATIOS OF GENERAL BONDED DEBT

### LAST EIGHT FISCAL YEARS

<u>Fiscal Year</u>	<u>General Obligation Bonds</u>	<u>Total</u>	<u>Percentage of Estimated Actual Taxable Value</u>	<u>Per Capita</u>
2014	\$ 66,122,224	\$ 66,122,224	1.99%	\$ 611
2015	64,544,862	64,544,862	1.87%	591
2016	62,867,500	62,867,500	1.73%	565
2017	61,135,137	61,135,137	1.60%	540
2018	59,357,774	59,357,774	1.46%	522
2019	57,550,420	57,550,420	1.27%	504
2020	56,489,583	56,489,583	1.15%	494
2021	57,100,000	57,100,000	1.08%	508

*Note: There were no General Obligation Bonds outstanding prior to fiscal year 2014.*

# CITY OF MIAMI GARDENS, FLORIDA

## PLEDGED REVENUE BOND COVERAGE

### LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Net Revenues Available</u>				<u>Debt Service Requirements</u>		
	<u>Half Cent Sales Tax</u>	<u>Communications Service Tax</u>	<u>Total Revenues</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Coverage</u>
2012	\$ 6,955,225	\$ 3,669,763	\$ 10,624,988	\$ 2,606,837	\$ 1,153,974	\$ 3,760,811	2.83
2013	7,337,557	3,438,720	10,776,277	2,715,833	1,060,134	3,775,967	2.85
2014	7,657,123	2,757,382	10,414,505	1,736,371	974,965	2,711,336	3.84
2015	8,030,951	3,734,526	11,765,477	1,389,374	774,275	2,163,649	5.44
2016	8,297,899	2,419,177	10,717,076	1,442,387	758,174	2,200,561	4.87
2017	8,424,917	2,239,034	10,663,951	1,336,356	816,536	2,152,892	4.95
2018	8,836,779	2,207,815	11,044,595	1,382,559	723,414	2,105,973	5.24
2019	8,992,931	2,110,164	11,103,095	8,281,970 ***	704,709	8,986,680	1.24
2020	7,750,253	2,082,686	9,832,939	3,601,679	392,284	3,993,963	2.46
2021	9,362,121	2,116,730	11,478,851	1,034,938	305,555	1,340,494	8.56

<u>Fiscal Year</u>	<u>Electricity Utility Tax</u>	<u>Total Revenues</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Coverage</u>
2012	5,578,789	5,578,789	455,634	622,668	1,078,302	5.17
2013	5,915,587	5,915,587	478,895	599,121	1,078,016	5.49
2014	6,444,502	6,444,502	190,456	594,042	784,497	8.21
2015	6,363,753	6,363,753	302,421	241,818	544,240	11.69
2016	6,568,238	6,568,238	6,622,555 *	207,468	6,830,024	0.96
2017	6,839,846	6,839,846	491,113	221,544	712,657	9.60
2018	7,139,948	7,139,948	6,336,115 **	167,261	6,503,376	1.10
2019	7,196,740	7,196,740	324,388	212,887	537,275	13.39
2020	7,395,375	7,395,375	3,242,877	233,726	3,476,604	2.13
2021	7,776,857	7,776,857	662,754	163,871	826,624	9.41

*Source: City of Miami Gardens Finance department.*

*\*The City refinanced Series 2009 resulted in a higher Principal payment.*

*\*\* The City paid off Series 2016 from sale of 15-acre parcel.*

*\*\*\*The City refinanced Land Acquisition Revenue Bonds Series 2007 in FY 2019 resulting in higher principal payment*

# CITY OF MIAMI GARDENS, FLORIDA

## DEMOGRAPHIC AND ECONOMIC STATISTICS

### LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Personal Income (Amounts Expressed in Thousands)</u>	<u>Per Capita Personal Income (2)</u>	<u>Unemployment Rate (3)</u>
2012	107,147	n/a	n/a	12.4
2013	107,399	n/a	n/a	13.0
2014	108,160	n/a	n/a	5.5
2015	109,151	n/a	n/a	5.0
2016	111,198	n/a	n/a	4.9
2017	113,201	n/a	n/a	4.1
2018	113,628	n/a	n/a	6.1
2019	114,284	n/a	n/a	4.0
2020	114,363	n/a	n/a	10.2
2021	112,508	n/a	n/a	8.2

*Sources:* (1) *State of Florida and University of Florida Bureau of Economic Research*

(2) *Represents Income Per Capita for Miami-Dade County as provided by the U.S. Department of Commerce, Bureau of Economic Analysis*

(3) *Florida Agency for Workplace Innovation, Office of Workforce Information Services, Labor Market Statistics for Miami Metro area as of December 2020*

*n/a – Information not available*

# CITY OF MIAMI GARDENS, FLORIDA

## PRINCIPAL EMPLOYERS

CURRENT YEAR AND NINE YEARS AGO

<u>EMPLOYER</u>	<u>2021</u>			<u>2012</u>		
	<u>EMPLOYEES</u>	<u>RANK</u>	<u>% OF TOTAL</u>	<u>EMPLOYEES</u>	<u>RANK</u>	<u>% OF TOTAL</u>
HARD ROCK STADIUM	1,542	1	29.95%	1,460	2	17.37%
WALMART	932	2	18.10%	753	3	8.96%
CITY OF MIAMI GARDENS	472	3	9.17%	557	5	6.63%
UAIC	463	4	8.99%	430	6	5.12%
ST THOMAS UNIVERSITY	329	5	6.39%	396	7	4.71%
CALDER RACE TRACK	308	6	5.98%	709	4	8.44%
US POST OFFICE	297	7	5.77%	134	12	1.59%
LEHMAN DEALERSHIPS	285	8	5.54%	362	8	4.31%
BRANDSMART USA	271	9	5.26%	286	9	3.40%
FLORIDA MEMORIAL UNVIVERSITY	250	10	4.86%	275	10	3.27%
MIAM DADE SCHOOL BOARD				2,853	1	33.94%
COMCAST				<u>190</u>	<u>11</u>	<u>2.26%</u>
	<u>5,149</u>		<u>100.00%</u>	<u>8,405</u>		<u>100.00%</u>

*Source: City of Miami Gardens*

# CITY OF MIAMI GARDENS, FLORIDA

## FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION

### LAST TEN FISCAL YEARS

	<u>FULL-TIME EQUIVALENT EMPLOYEES AS OF SEPTEMBER 30</u>									
	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
<b><u>Function</u></b>										
General government	67.0	68.0	79.0	72.0	68.0	58.5	68.0	70.0	90.0	68.5
Public safety										
Police	259.0	265.0	263.0	249.0	257.0	251.0	254.0	258.0	266.0	239.0
School Crossing Guard	30.5	30.5	25.5	24.5	24.5	24.5	21.5	22.0	20.0	20.0
Code Enforcement	21.0	20.0	20.0	13.0	21.0	18.0	18.0	22.0	19.0	17.0
Building & Planning	22.0	20.0	20.0	26.0	16.0	20.0	20.0	26.0	24.5	22.0
Public Works	28.0	30.0	30.0	33.0	36.0	36.0	42.0	40.0	41.0	40.0
Culture and recreation	80.7	86.0	45.0	57.5	67.5	64.0	68.0	68.0	64.0	62.5
Stormwater	<u>14.0</u>	<u>13.0</u>	<u>10.0</u>	<u>9.0</u>	<u>9.0</u>	<u>8.0</u>	<u>7.0</u>	<u>6.0</u>	<u>5.0</u>	<u>3.0</u>
	<u>522.2</u>	<u>532.5</u>	<u>492.5</u>	<u>484.0</u>	<u>499.0</u>	<u>480.0</u>	<u>498.5</u>	<u>512.0</u>	<u>529.5</u>	<u>472.0</u>

Source: City of Miami Gardens Finance Department

# CITY OF MIAMI GARDENS, FLORIDA

## OPERATING INDICATORS BY FUNCTION

### LAST TEN FISCAL YEARS

<u>Function/Program</u>	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>Public Safety</b>										
Police:										
Number of emergency calls for service	22,788	20,655	23,077	22,034	21,879	22,039	21,922	21,730	25,566	25,728
Number of non-emergency calls for service	115,422	102,578	94,570	47,368	89,942	86,860	97,492	92,603	90,368	50,257
Number of arrests	5,170	4,871	4,209	4,534	2,406	1,873	2,146	2,322	1,676	1,867
Number of uniformed officers	198	207	202	201	201	231	294	205	234	204
Building & Zoning:										
Number of building permits issued	5,547	4,313	5,273	4,949	5,959	6,305	7,740	9,694	7,385	8,492
Certificates of Use Permits issued	1,171	1,484	849	2,059	1,502	2,481	1,355	1,452	2,089	2,410
Occupational licenses issued	1,382	1,709	1,039	2,311	1,729	2,938	1,895	2,021	1,678	1,858
<b>Transportation</b>										
Sidewalks repaired (linear feet)	11,201	8,132	9,018	5,501	10,236	6,147	6,679	7,072	5,933	9,460
Roads resurfaced (miles)	-	7	28	50	60	11	60	65	65	26
Number of trees planted	98	539	12	124	236	278	619	53	282	110
Number of potholes repaired	136	132	157	92	118	113	86	119	178	1,016
<b>Culture and recreation</b>										
Number of sports programs	4	4	4	6	16	16	2	3	3	5

*Sources: Various city departments*

*Note: Indicators are not available for the general government function.*

# CITY OF MIAMI GARDENS, FLORIDA

## CAPITAL ASSET STATISTICS BY FUNCTION/ PROGRAM

### LAST TEN FISCAL YEARS

<u>Function/Program</u>	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>Public Safety</b>										
Police										
Police stations	1	1	1	1	1	1	1	1	1	1
Police vehicles	229	274	269	264	270	254	243	234	236	236
<b>Public works</b>										
Streets (Miles-paved)	351.5	352.14	356.46	357.91	357.9	357.9	357.9	357.9	357.36	369.24
Streets (Miles-unpaved)	-	-	-	-	-	-	-	-	-	-
Miles of canals	44	44	44	44	27	27	27	27	27	27
<b>Culture and recreation</b>										
Parks	17	17	19	20	20	20	18	18	18	20
Swimming pools	5	5	4	2	1	1	2	3	5	5
Tennis courts	14	14	14	14	14	14	11	10	12	12
Playgrounds	14	14	13	14	14	14	12	14	14	14
Basketball courts	20	20	21	21	21	21	17	19	19	19
Football/soccer fields	-	-	6	7	7	7	5	5	5	5
Baseball fields	-	-	6	6	6	6	5	5	5	5
Cricket pitches	-	-	3	3	3	3	3	3	3	3

Sources: Various city departments



---

## **COMPLIANCE SECTION**

---

This page is intentionally left blank.



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

To the Honorable Mayor and Members of the City Council  
City of Miami Gardens, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Miami Gardens, Florida, (the "City") as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated March 31, 2022.

### **Internal Control over Financial Reporting**

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

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

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



## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

## **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Miami, Florida

March 31, 2022



## INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND STATE PROJECT AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH THE UNIFORM GUIDANCE

To the Honorable Mayor and Members of the City Council  
City of Miami Gardens, Florida

### Report on Compliance for Each Major Federal Program

We have audited City of Miami Gardens, Florida's (the "City") compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget ("OMB") *Compliance Supplement* and the requirements described in the Department of Financial Services State Projects Compliance Supplement that could have a direct and material effect on each of the City's major federal programs for the year ended September 30, 2021. The City's major federal programs identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

### Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its federal programs and state projects.

### Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

## **Opinion on Each Major Federal Program**

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2021.

## **Report on Internal Control over Compliance**

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

## Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated March 31, 2022, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance, and is 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 financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

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



Miami, Florida  
March 31, 2022

This page is intentionally left blank.

**CITY OF MIAMI GARDENS**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

---

**Section I - Summary of Auditors' Results**

*Financial Statements*

Type of auditors' report issued: **Unmodified**

- Material weakness(es) identified?  Yes  No
- Significant deficiency(ies) identified that are not considered to be a material weakness?  Yes  None Reported
- Noncompliance material to financial statements noted?  Yes  No

**Federal Awards and State Financial Assistance**

Internal control over major Federal programs and State projects:

- Material weakness(es) identified?  Yes  No
- Significant deficiency(ies) identified that are not considered to be a material weakness?  Yes  None Reported

**Type of Auditors' Report issued on Compliance for Major Federal Programs and State Projects:**

**Unmodified**

Any audit findings disclosed that are required to be reported in accordance with Section 516 of the Uniform Guidance ?

Yes  No

**Identification of Major Federal Programs and State Projects:**

**CFDA Numbers**      **Name of Federal Programs**

93-738      Racial and Ethnic Approaches to Community Health (REACH)

Dollar threshold used to distinguish between Type A and Type B programs:

**\$750,000**

Auditee qualified as a low-risk auditee?  Yes  No

**CITY OF MIAMI GARDENS**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

---

**Section II - Financial Statement —Current Year Findings and Questioned Costs**

There were no findings and questioned costs noted during the current year.

**Section III - Financial Statement —Prior Year Findings**

There were no findings during the prior year.

**Section IV - Federal Award —Current Year Findings and Questioned Costs**

There were no findings and questioned costs noted during the current year.

**Section V - Federal Award —Prior Year Findings and Questioned Costs**

There were no findings and questioned costs noted during the prior year.

**CITY OF MIAMI GARDENS**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

---

	<u>CDFA</u>	<u>Contract Number/ Pass-Through Entity Identifying Number</u>	<u>Passed Through to Expenditures Sub-Recipients</u>	
<b>Direct Programs:</b>				
<b><u>U.S. Department of Justice</u></b>				
Edward Byrne Memorial Competitive Grant Program	16.751	2018-DJ-BS-0643	\$ 25,664	\$ -
<b><i>Total U.S. Department of Justice</i></b>			<u>25,664</u>	<u>-</u>
<b><u>U.S. Department of Health and Human Services</u></b>				
Racial and Ethnic Approaches to Community Health (REACH)	93.738	18NU58DP006601	804,002	-
Racial and Ethnic Approaches to Community Health (REACH) COVID 19	93.738	18NU58DP006601C5	<u>127,367</u>	<u>-</u>
<b><i>Total U.S. Department of Health and Human Services</i></b>			<u>931,369</u>	<u>-</u>
<b>Indirect Programs:</b>				
<b><u>U.S. Department of Housing and Urban Development</u></b>				
Passed Through State of Florida Department of Community Affairs				
Community Development Block Grants	14.218	B-18-MC-12-0052	45,141	-
Community Development Block Grants	14.218	B-19-MC-12-0052	21,836	-
Community Development Block Grants	14.218	B-20-MC-12-0052	1,062,675	290,586
Community Development Block Grants /NSP	14.218	B-08-MN-12-0017	<u>974</u>	<u>-</u>
<b><i>Total U.S. Department of Housing &amp; Urban Development</i></b>			<u>1,130,626</u>	<u>290,586</u>
<b><u>U.S. Department of Justice</u></b>				
Passed Through the State of Florida, Office of the Attorney General:				
Crime Victim Assistance	16.575	VOCA-2018-CITY OF MIAMI GARDENS-00603	131,800	-
Coronavirus Emergency Supplemental Funding Program	16.034	2020-VD-BX-1260	48,631	-
Passed Through the Florida Department of law Enforcement (FDLE)				
Project Safe Neighborhoods	16.609	Federal: 2018-GP-BX- 0014/subgrant: 2020-PSNS-DADE- 1-U5-003	<u>3,068</u>	<u>-</u>
<b><i>Total U.S. Department of Justice</i></b>			<u>183,499</u>	<u>-</u>
<b><u>U.S. Treasury Department</u></b>				
American Rescue Plan Act (ARPA)	221.019	T19-2-2	7,738	-
Passed Through the Miami-Dade County				
Coronavirus Relief Fund	221.019	N/A2020-MIAMIGA-1191-3360	497,774	-
Passed Through the State Housing Initiative Program and Florida Housing Finance Corporation				
Coronavirus Relief Fund	21.019	128-20220	106,321	-
<b><i>Total U.S. Treasury Department</i></b>			<u>611,833</u>	<u>-</u>
<b><u>U.S. Department of Homeland Security</u></b>				
Homeland Security Grant Program	97.067	19-DS-04-11-23-02-319	<u>36,663</u>	<u>-</u>
<b><i>Total U.S. Department of Homeland Security</i></b>			<u>36,663</u>	<u>-</u>
<b>Total Expenditures of Federal Awards</b>			<u>\$ 2,919,654</u>	<u>\$ 290,586</u>

**CITY OF MIAMI GARDENS**  
**SCHEDULE OF STATE FINANCIAL ASSISTANCE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

---

<b><u>State Grantor/ Pass Through Grantor Programs</u></b>	<b>CSFA Number</b>	<b>State Grant / Contract Number</b>	<b>Passed Through to Expenditures Sub-Recipients</b>	
			<b>40.901</b>	<b>N/A</b>
<b><i>Florida Housing Finance Corporation</i></b>				
State Housing Initiative Partnership Program (SHIP)	40.901	N/A	\$ 224,264	\$ _____ -
<b><i>Total State Housing Initiative Program</i></b>			<u>224,624</u>	<u>_____ -</u>
<b><i>Florida Department of Transportation (FDOT)</i></b>				
Local Transportation Projects	55.039	G0T88	<u>28,642</u>	<u>_____ -</u>
<b><i>Total Florida Department of Transportation</i></b>			<u>28,642</u>	<u>_____ -</u>
<b>Total Expenditures of State Financial Assistance</b>			<u>\$ 252,906</u>	<u>\$ _____ -</u>

**CITY OF MIAMI GARDENS**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**AND STATE FINANCIAL ASSISTANCE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

---

**Note 1 - General**

The accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance presents the activity of all federal awards programs and state projects of City of Miami Gardens, Florida, (the "City") for the year ended September 30, 2021. All federal awards and state projects expended from federal and state agencies are included in these Schedules.

**Note 2 - Basis of Presentation**

The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance include the federal and state grant activities of the City and is presented on the accrual basis of accounting. The information in these Schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance), Audits of States, Local Governments, and Non-Profit Organizations and Chapter 10.650, Rules of the Auditor General. Therefore, some amounts presented in these Schedules may differ from amounts presented in, or used in the preparation of, the financial statements.

**Note 3 - Indirect Cost Rate**

The City has elected to use the 10 percent de minimis cost rate.

This page is intentionally left blank.



# ANTHONY BRUNSON P.A.

CERTIFIED PUBLIC ACCOUNTANTS & BUSINESS ADVISORS

## INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH THE REQUIREMENTS OF SECTION 218.415 FLORIDA STATUTES

To the Honorable Mayor and Member of the City Council  
City of Miami Gardens, Florida

We have examined the City of Miami Gardens (the "City") compliance with the requirements of Section 218.415, Florida Statutes during the period ended September 30, 2021. Management is responsible for the City's compliance with the specified requirements. Our responsibility is to express an opinion on the City's compliance with the specified requirements based on our examination.

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

Our examination does not provide a legal determination on the City's compliance with specified requirements.

In our opinion, the City complied, in all material respects, Section 218.415 Florida Statutes compliance requirements; during the period of October 1, 2020 to September 30, 2021.

This report is intended solely for the information and use of Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, the Honorable Mayor, Members of the City Council and officials of the City, and is not intended to be and should not be used by anyone other than these specified parties.

Miami, Florida  
March 31, 2022

- 119 -



CLIENT FOCUSED: SOLUTION DRIVEN

[info@abcpasolutions.com](mailto:info@abcpasolutions.com)

**Miramar Office**  
3350 SW 148<sup>th</sup> Avenue | Suite 110  
Miramar, FL 33027  
(954) 874-1721

**Miami Office**  
801 Brickell Avenue | Suite 800  
Miami, FL 33131  
(305) 789-6673

This page is intentionally left blank.



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

To the Honorable Mayor and Member of the City Council  
City of Miami Gardens, Florida

#### **Report on the Financial Statements**

We have audited the financial statements of the City of Miami Gardens, Florida, as of and for the fiscal year ended September 30, 2021, and have issued our report thereon dated March 31, 2022.

#### **Auditor's Responsibility**

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

#### **Other Reporting Requirements**

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*; Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control over Compliance; Schedule of Findings and Questioned Costs; and Independent Accountant's Report(s) on an examination conducted in accordance with *AICPA Professional Standards*, AT-C Section 315, regarding compliance requirements in accordance with Chapter 10.550, Rules of the Auditor General. Disclosures in those reports and schedule, which are dated March 31, 2022, should be considered in conjunction with this management letter.

#### **Prior Audit Findings**

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

#### **Official Title and Legal Authority**

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



## **Financial Condition and Management**

Sections 10.554(1)(i)5.a. and 10.556(7), Rules of the Auditor General, requires us to apply appropriate procedures and communicate the results of our determination as to whether or not the City has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and to identify the specific condition(s) met. In connection with our audit, we determined that the City did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

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

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

## **Special District Component Units**

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

## **Additional Matters**

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

## **Purpose of this Letter**

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



Miami, Florida  
March 31, 2022