

Palm Beach County, Florida

Annual Comprehensive Financial Report

Fiscal Year Ended September 30, 2022

Prepared by the Clerk of the Circuit Court & Comptroller



ABOUT THE OFFICE

The Florida Constitution established the Clerk of the Circuit Court & Comptroller as a public trustee, independently elected to safeguard your public records and public money.

Nearly every payment, court document or public record in Palm Beach County passes through our office.

CHIEF FINANCIAL OFFICER, TREASURER, CLERK OF THE BOARD OF COUNTY COMMISSIONERS

- Monitor the County government's budget, revenue, debt and spending
- Pay County bills
- Manage the county's investment portfolio to earn investment income on taxpayer funds
- Document and maintain the minutes, records and activities of government meetings

CLERK OF THE CIRCUIT COURT

- Process and file all civil and criminal court documents
- Protect evidence
- Provide the public with access to court records in paper and online
- Manage the County's jury system

COUNTY RECORDER

- Maintain the Official Records of the County dating back to 1909
- Record documents such as mortgages, deeds, liens, judgments and marriage licenses

INSPECTOR GENERAL/ AUDITOR

- Provide independent and objective auditing and investigative services to the County
- Ensure the efficiency of operations
- Audit court-appointed guardianships to detect and deter financial abuse and mismanagement
- Audit all County expenditures

TRANSPARENCY IN GOVERNMENT

One of the Clerk of the Circuit Court & Comptroller's most important duties is providing clear, concise and transparent information about County revenue and spending. You can find detailed information about the Clerk of the Circuit Court & Comptroller finances by visiting our website, mypalmbeachclerk.com.



JOSEPH ABRUZZO
CLERK OF THE CIRCUIT COURT & COMPTROLLER
PALM BEACH COUNTY

PALM BEACH COUNTY, FLORIDA

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

FISCAL YEAR ENDED SEPTEMBER 30, 2022

**Prepared By
JOSEPH ABRUZZO**

**Clerk of the Circuit Court & Comptroller
Palm Beach County
Finance Department**



PALM BEACH COUNTY, FLORIDA

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

Fiscal Year Ended September 30, 2022

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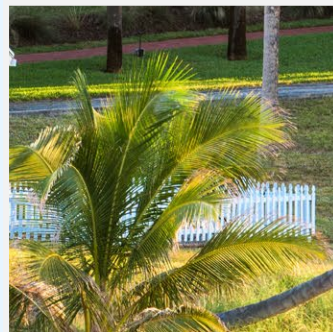
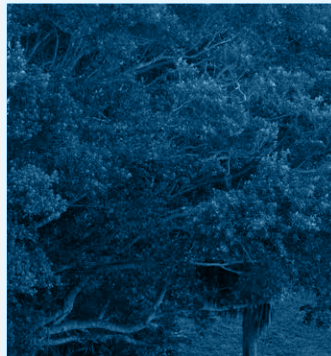
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INTRODUCTORY SECTION

The Introductory Section contains the letter of transmittal, which provides an overview of Palm Beach County's finances, economic prospects, and achievements.

Also included in this section is the Certificate of Achievement for Excellence in Financial Reporting awarded by the Government Finance Officers Association. It is the highest form of recognition in governmental financial reporting.





JOSEPH ABRUZZO
CLERK OF THE CIRCUIT COURT & COMPTROLLER
PALM BEACH COUNTY

Governmental Center
301 N. Olive Ave, 9th Floor
West Palm Beach, FL 33401
P: (561) 355-2996

March 27, 2023

To the residents of Palm Beach County, Florida, the
Honorable Mayor Gregg K. Weiss, and the Members of the
Board of County Commissioners:

The Palm Beach County, Florida, Annual Comprehensive Financial Report for the fiscal year ended September 30, 2022 is a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States (GAAP) and audited by independent Certified Public Accountants in accordance with auditing standards generally accepted in the United States (GAAS) and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States (GAGAS).

The Annual Comprehensive Financial Report was prepared by the Finance Department of the Clerk of the Circuit Court & Comptroller of Palm Beach County (the "Clerk") in accordance with Section 218.32 and 218.39, Florida Statutes. Responsibility for both the accuracy of the data presented, and the completeness and fairness of the presentation, including all disclosures, rests with the Clerk's Office. Palm Beach County has established a comprehensive set of internal controls designed to ensure that the County's assets are protected from loss, theft or misuse, and that sufficient, reliable accounting information is compiled to allow for financial statement preparation in conformity with GAAP. Since the cost of internal control should not exceed its expected benefit, the County's internal control structure has been designed to provide reasonable, but not absolute, assurance that the financial statements will be free from material misstatement. To the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

In accordance with Sections 11.45 and 125.01, Florida Statutes, the Palm Beach County financial statements were audited by an independent Certified Public Accounting firm. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended September 30, 2022 are free of material misstatements. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. Based on their audit, the independent Certified Public Accountants concluded that there was a reasonable basis for rendering an unmodified opinion stating that the County's financial statements for the fiscal year ended September 30, 2022 were fairly presented in all material respects in conformity with GAAP.

Main Courthouse

205 N. Dixie Hwy.
West Palm Beach, FL

North County Courthouse

3188 PGA Blvd.
Palm Beach Gardens, FL

Midwestern Service Center

200 Civic Center Way, Suite 500
Royal Palm Beach, FL

West County Courthouse

2950 State Road 15, Room S-100
Belle Glade, FL

South County Courthouse

200 W. Atlantic Ave.
Delray Beach, FL

Management's Discussion and Analysis (MD&A) is a narrative required to accompany the basic financial statements. It provides an objective and easy to read analysis of the County's financial activities based on currently known facts, decisions, or conditions. This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The MD&A can be found immediately following the Independent Certified Public Accountants' report.

PROFILE OF THE GOVERNMENT

Palm Beach County is a political subdivision of the State of Florida governed by the State Constitution and general laws of the State of Florida.

The legislative and governing body of the County is the seven-member Board of County Commissioners (BOCC). Commissioners are elected to a maximum of 2 four-year terms by voters in the district in which they reside. Commissioners annually elect a Mayor to preside over meetings and serve as ceremonial head of the County. A Vice Mayor is also selected to assume these duties in the absence of the Mayor.

The Clerk's Office is responsible for safeguarding public records and public funds. The Clerk is independently elected by and accountable to Palm Beach County residents. In addition to the roles of Chief Financial Officer, Treasurer and Auditor for Palm Beach County, the Clerk is the Clerk of the Circuit Court, County Recorder, Clerk of the Board of County Commissioners and Value Adjustment Board.

As a result of a County-wide general election on November 6, 1984, Palm Beach County became a Home Rule Charter County on January 1, 1985, operating under a "County Manager" form of government with separation of legislative and executive functions. The County Administrator is responsible for the operations of all departments of the County except for the elected Constitutional Officers, the joint State/County agencies, and the staff departments that report directly to the Commission.

The County and its independently elected constitutional officers provide a full range of services, including law enforcement, tourist development, fire rescue, conservation and resource management, public improvements, human services, parks and recreation, cultural facilities, planning and zoning, public transportation, economic development, property tax assessments and collections, official recordkeeping, court-related support functions, and financial services, including the investment of public funds and financial reporting. The County also operates two business enterprise activities: The Department of Airports and the Water Utilities Department. The separately elected members of the BOCC and the Constitutional Officers together are the elected officials who are accountable to the residents of Palm Beach County. The officials holding these offices as of September 30, 2022 are identified on the page immediately following this letter. The organizations of the BOCC and the Constitutional Officers together comprise the Palm Beach County primary government.

This report covers the Palm Beach County reporting entity which includes the primary government as well as the component units. Component units are legally separate entities for which the primary government is financially accountable. Component units are either classified as blended component units or discretely presented component units, depending on the nature of the entity's relationship

with the primary government. The blended component units are included as a part of the primary government because although they are legally separate entities, in substance they are considered to be a part of the primary government's operations. Palm Tran is a blended component unit.

The discretely presented component units are reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the primary government. The Housing Finance Authority of Palm Beach County, the Westgate/Belvedere Homes Community Redevelopment Agency and the Solid Waste Authority are reported as discretely presented component units.

More information on the financial reporting entity may be obtained in Note 1 of the Notes to the Financial Statements.

The County's annual budget is prepared pursuant to Chapter 129, Florida Statutes, and represents the legal authority to levy taxes and expend funds for all County purposes. Florida Statutes also require that the County have a balanced budget. The County has complied with this requirement after inclusion of re-appropriated beginning fund balances, in accordance with Florida Statutes. The Office of Financial Management and Budget (OFMB) initiates the budget process by reviewing revenue and expenditure projections for the coming year. Based on the County Administrator's direction, OFMB prepares and distributes specific instructions to the various department heads and to the elected Constitutional Officers to guide them in the preparation of their budget requests. The County Administrator's tentative budget is prepared by OFMB and presented to the County Commission in July. The BOCC reviews the budget and makes changes as necessary. A summary of the tentative budget is advertised and publicly reviewed and revised prior to approval and adoption by the County Commission. For managerial purposes, the Board has delegated its authority to approve intradepartmental transfers to the Director of OFMB. All other amendments to the adopted budget must be approved by Board action at a regularly scheduled Board meeting.

LOCAL ECONOMY

Located on the southeast coast, Palm Beach County is the largest of Florida's 67 counties. As part of Florida's Gold Coast, Palm Beach County is bordered on the east by the Atlantic Ocean with 47 miles of shoreline. It is located just 50 miles north of Ft. Lauderdale, 70 miles north of Miami, and 150 miles south of Orlando. The County's 2,385 square miles include 1,977 square miles of land and 408 square miles of surface water, making it one of the largest counties east of the Mississippi River. The surface water areas include the Intracoastal Waterway and approximately one third of Lake Okeechobee. Lake Okeechobee is the largest freshwater lake in the state and the largest in the United States, other than the Great Lakes.

Palm Beach County's climate has enhanced its image as a location that provides a high quality of life to its residents. The average temperature is 75 degrees with an average of 89 degrees in the summer and 74 degrees in the winter. The wet season extends from June through October, with an average annual rainfall of 62 inches.

There are 39 municipalities within the County, encompassing a total of 337 square miles or approximately 17% of the County's area. An estimated 56% of the County's population resides within the municipalities. The change in population since the FY 2021 reporting reflects an increase of 36,001 with a municipal growth of 21,827 and a concurrent increase of approximately 14,174 in the unincorporated area. West Palm Beach remains the largest city in population with approximately 117,415 residents within 53.81 square miles. Palm Beach Gardens is the largest city in land area with approximately 59,182 residents within 56.72 miles. Cloud Lake and Briny Breezes are the smallest in land area, with approximately 134 and 502 people, respectively, living within about 0.05 and 0.06 square miles each. In addition, 14 municipalities are less than one square mile each.

Tourism – In FY 2022, the tourism industry had a robust recovery from the COVID-19 pandemic as the leisure traveler had pent-up demand to visit Palm Beach County. After enduring two years of restrictions and compromised events due to the pandemic, the Florida drive market and Sports Tourism industry has shown an incredible resolve, expecting to have 8.5 million visitors to Palm Beach County by year end. These numbers are bolstered by visitors wanting to experience paradise in Palm Beach County. The additional visitors have created a surge in hotel and non-hotel (Airbnb/VRBO) bookings throughout Palm Beach County and played a key role in reaching new heights with collections. Tourist Development Tax collections for FY 2022 are \$77.8 million, up 44% from our 2019 pre-pandemic collections of \$54.2 million. An estimated 92,300 people employed in the Leisure and Hospitality industry as of August 2022 puts Palm Beach County in a position to serve the additional visitors. Business travel in FY 2023 is estimated to increase as companies look to resume in-person meetings and conferences in hotels and the Palm Beach County Convention Center.

Agriculture – The USDA 2019 Census of Agriculture documents Palm Beach County agriculture cropland at 438,911 acres. Market value revenue from agricultural sales are roughly \$1.4 billion. The County continues to lead the state of Florida in agricultural proceeds, as well as all counties east of the Mississippi River for agricultural crop income. Palm Beach County also leads the nation in sugarcane and fresh sweet corn production. The County is also Florida's top producer of sweet bell peppers, rice, lettuce, radishes, Chinese vegetables, specialty leaf crops, celery, eggplant, herbs and sod.

Land under agriculture represents 35% of the total County land area. According to a 2016 University of Florida analysis of Florida's environmental horticulture industry, the Palm Beach County nursery industry ranked third in the state, employing roughly 2,600 people, while garnering \$375 million per year in economic activity from greenhouse, nursery, and floriculture businesses. Bagasse is the fibrous by-product that remains after sugarcane stalks have been milled to extract sugar. The sugarcane industry re-purposes this bagasse as a "green fuel" for water boilers that generate the electricity to power the mill machinery and adjacent office complex. Bagasse is also the agricultural raw material used in a "green manufacturing facility" that produces 100% compostable plates, bowls, and takeout containers. Bagasse, along with other plant-based products, serve as the fuel source for the largest agriculturally based biomass co-generation (electricity) in North America.

Bioscience – Scripps Research Institute and the Max Planck Florida Institute are anchors to an eight million square feet bioscience cluster in northern Palm Beach County. A "cluster" of related biotechnology businesses will form a hub to strengthen the County's position as a leader in this industry. The sector includes over 700 companies from small to large, with recent growth primarily in Research

& Development, providing strong opportunities to expand the Pharmaceutical and Medicine manufacturing industry and keep production within the County. In April 2022, the Florida campus of Scripps Biomedical Research integrated with and is now part of the University of Florida's (UF) academic health center as UF Scripps Biomedical Research. It is expected that additional employment growth will occur in 2023.

Construction – During FY 2022, the total number of permits issued decreased to 74,963 from 82,990 in FY 2021, or by 10%. Building Permit revenues also decreased by 2% to \$31.5 million as compared to \$32.1 million in the prior year. In residential construction, 1,003 multi-family and 1,600 single-family unit starts occurred in FY 2022, as compared to 1,011 multi-family and 2,614 single-family unit starts in FY 2021. The total value of new residential construction was 33% lower at \$748 million in FY 2022, as compared to \$1.117 billion in FY 2021. The total value of all construction permitted decreased by 6.2%, from just under \$2.4 billion in FY 2021 to just over \$2.25 billion in FY 2022.

Financial and Professional Services – The County continues to be one of the wealthiest in the nation due to the prevalence of a number of high wage industries resulting from marketing efforts and increased migration of industries from high tax states. Industries that are continuing to show annual wage increases include Finance & Insurance, Utilities, Financial Activities, Wholesale Trade, and Information Services. In addition, plans were announced to bring a University of Florida expansion to downtown West Palm Beach, which would focus on graduate studies in financial services, financial technology, and Artificial Intelligence. In August 2022, the Board of County Commissioners approved an agreement for the creation of a 12-acre graduate campus, featuring five acres of county-owned land. This will further bolster efforts to attract high wage industries, while helping to retain local talent who have historically relocated out of state to attain higher education in these fields.

LONG-TERM FINANCIAL PLANNING

The Countywide millage rate of 4.7815 has been in effect since FY 2012 and is 4.13% above the roll back rate of 4.5917. This was the eleventh consecutive year that the county-wide operating millage rate remained the same.

A significant impact on the FY 2022 General Fund budget was the Sheriff's budget request, which was a net ad valorem increase of \$33.1 million.

Other major impacts on the FY 2022 budget include:

- 3% pay increase for employees - \$7.0 million
- Compensation Study Phase 2 - \$3.0 million
- Increase in reserves above policy level of 8% - \$14.0 million

General Fund Undesignated reserves for FY 2022 increased \$19.9 million to \$175.6 million, or 11.3% of the total fund budget. This is within the County's preferred policy level. The availability of reserves for use in a financial emergency is one indication that a government is financially strong. Reserves provide the flexibility to fund special opportunities and emergencies and are a key consideration when

rating agencies evaluate future borrowings. The County, one of only 51 in the country, maintains AAA ratings from all three rating agencies.

RELEVANT FINANCIAL POLICIES

The County's Policy is that the Annual Budget shall be balanced; that is, the total estimated receipts, including balances brought forward, shall equal the total appropriations and reserves. The Annual Budget is adopted at the fund level.

The County maintains unassigned fund balance in the General Fund between 15% and 20% of prior year audited expenditures and transfers to other funds. To the extent that the year-end audited fund balance falls outside of this range, corrective action shall be taken over a three-year period to bring the balance into conformity with County policy.

The adopted unassigned reserves in the General Fund shall not be less than 8% of the total General Fund budget. The FY 2022 budget is 11.3%, in line with the policy.

The County will use debt financing when it is appropriate, which will be implemented through procedures provide in County policy CW-F-074. Debt financing will be used only when (1) non continuous capital improvements are desired, and (2) when it can be determined that current and/or future citizens will receive a benefit from the improvement.

MAJOR INITIATIVES

Public Safety – In order to ensure a safe, secure, and peaceful community for its residents, the FY 2022 budget includes \$685.7 million in net Ad Valorem funding for the Sheriff. The Fire-Rescue Main MSTU has also adopted an appropriation budget of \$399.2 million (net of reserves), which is funded by a separate millage rate.

Environmental Protection – The Environmental Resources Management Department includes \$4.0 million in Ad Valorem funding natural areas management. This funding, as well as \$750,000 for the manatee protection program are intended to protect, preserve, and enhance our natural resources and develop a climate of resilience.

Infrastructure – The County has provided \$41 million in Ad Valorem funding for the Capital Improvement Program to provide the needed infrastructure required to enhance the quality of life for every resident. The County also provides \$50 million in Ad Valorem funding as an operating subsidy for the County's public bus service (Palm Tran) and an additional \$3.6 million for the Palm Tran vehicle replacement program. In addition to these programs, the County is also managing the infrastructure Surtax Program that was approved by voters during the November 8, 2016 election. This program includes over \$700 million of backlogged infrastructure projects that were put on hold during the Great Recession, and it is funded by the County's portion of the additional one-cent infrastructure surtax.

Housing/Homelessness – The Community Services Department includes approximately \$13.5 million in Ad Valorem funding for homeless resource centers in multiple locations throughout the County. The Department of Housing and Economic Development includes \$5 million in Ad Valorem funding for the affordable housing initiative. The programs are intended to address the housing and homelessness needs of its residents.

Economic Development – The Department of Housing and Economic Development includes approximately \$3 million in Ad Valorem funding for Economic Development Incentives that are intended to create employment opportunities, while reducing disparities and improving the quality of life for everyone.

Substance Use and Behavior Disorder – The Community Services Department’s Office on Substance Use Disorders was created to address and implement Palm Beach County’s Opioid Response Plan. This office is funded with \$2.6 million in Ad Valorem funding and is responsible for improving the quality of care and outcomes to address the needs of the affected population. The County also provides approximately \$6 million in Ad Valorem dollars for behavioral health and substance use disorder services through Financially Assisted Agencies.

AWARDS AND ACKNOWLEDGMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Palm Beach County, Florida, for the Annual Comprehensive Financial Report prepared by the Clerk for the fiscal year ended September 30, 2021. This was the 33rd consecutive year that the government achieved 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. This report must satisfy both accounting principles generally accepted in the United States and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that 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 another certificate.

The GFOA has also given an Award for Outstanding Achievement in Popular Annual Financial Reporting to Palm Beach County, Florida, for the Popular Annual Financial Report (PAFR) prepared by the Clerk’s Office for the fiscal year ended September 30, 2021. The Award for Outstanding Achievement in Popular Annual Financial Reporting is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government popular reports. In order to receive an Award for Outstanding Achievement in Popular Annual Financial Reporting, a government unit must publish a Popular Annual Financial Report, whose contents conform to program standards of creativity, presentation, understandability, and reader appeal. An Award for Outstanding Achievement in Popular Annual Financial Reporting is valid for a period of one year only. Palm Beach County has received a Popular Award for the last 16 consecutive years.

In addition, Palm Beach County also received the GFOA’s Award for Distinguished Budget Presentation for its annual adopted budget for the fiscal year beginning October 1, 2021. This was the 36th time

that Palm Beach County received this prestigious award. Also, the Clerk's Office received the GFOA's Award for Distinguished Budget Presentation for its annual adopted budget for the fiscal year beginning October 1, 2021. This was the 10th time that the Clerk's Office received this award. In order to qualify for the Distinguished Budget Presentation Award, the budget document was judged to be proficient in several categories including policy documentation, financial planning and organization.

The preparation of this Annual Comprehensive Financial Report on a timely basis was made possible by the dedicated services of the entire Clerk's Finance Department with special acknowledgment to the Accounting and Financial Reporting staff.

Our appreciation is also extended to the Board of County Commissioners, Constitutional Officers, County Administrator, Office of Financial Management and Budget and their respective staffs, as well as our external auditors RSM US LLP for making preparation of this report possible.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'JA', with a long horizontal flourish extending to the right.

Joseph Abruzzo
Clerk of the Circuit Court & Comptroller
Palm Beach County, Florida

PALM BEACH COUNTY, FLORIDA
PRINCIPAL OFFICIALS
AS OF SEPTEMBER 30, 2022

BOARD OF COUNTY COMMISSIONERS

ROBERT S. WEINROTH
County Commission Mayor
District #4

MARIA G. MARINO
County Commissioner
District #1

MARIA SACHS
County Commissioner
District #5

GREGG K. WEISS
County Commissioner
District #2

MELISSA MCKINLAY
County Commissioner
District #6

DAVE KERNER
County Commissioner
District #3

MACK BERNARD
County Commissioner
District #7

APPOINTED OFFICIALS

COUNTY ADMINISTRATOR Verdenia C. Baker

COUNTY ATTORNEY Denise Coffman

COMMISSION AUDITOR Joseph F. Bergeron

CONSTITUTIONAL OFFICERS

Joseph Abruzzo
CLERK OF THE CIRCUIT COURT & COMPTROLLER

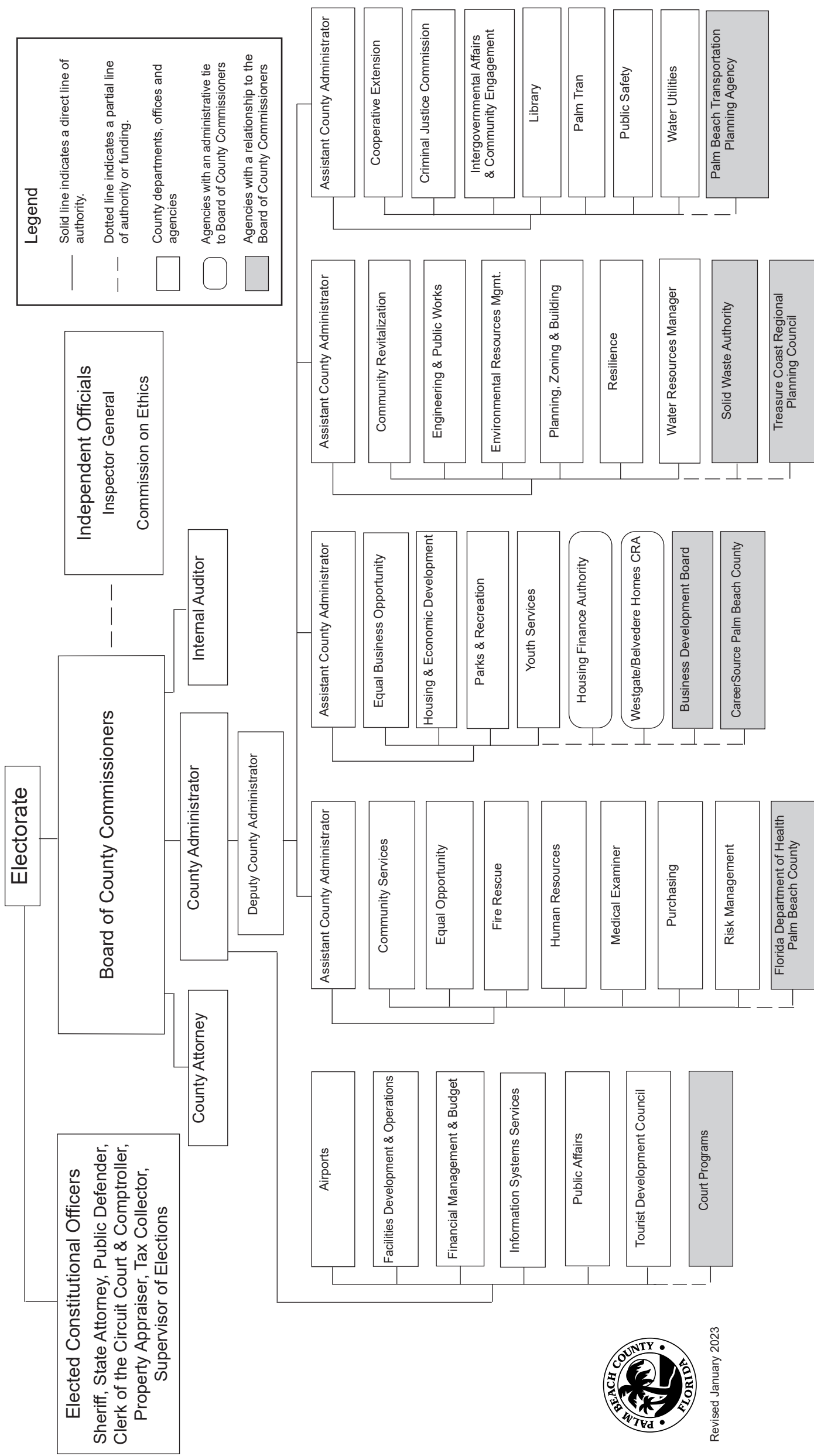
Wendy Sartory Link
SUPERVISOR OF ELECTIONS

Dorothy Jacks
PROPERTY APPRAISER

Anne Gannon
TAX COLLECTOR

Ric Bradshaw
SHERIFF

Palm Beach County Board of County Commissioners Organizational Structure FY 2021-2022



Revised January 2023



Government Finance Officers Association

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For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

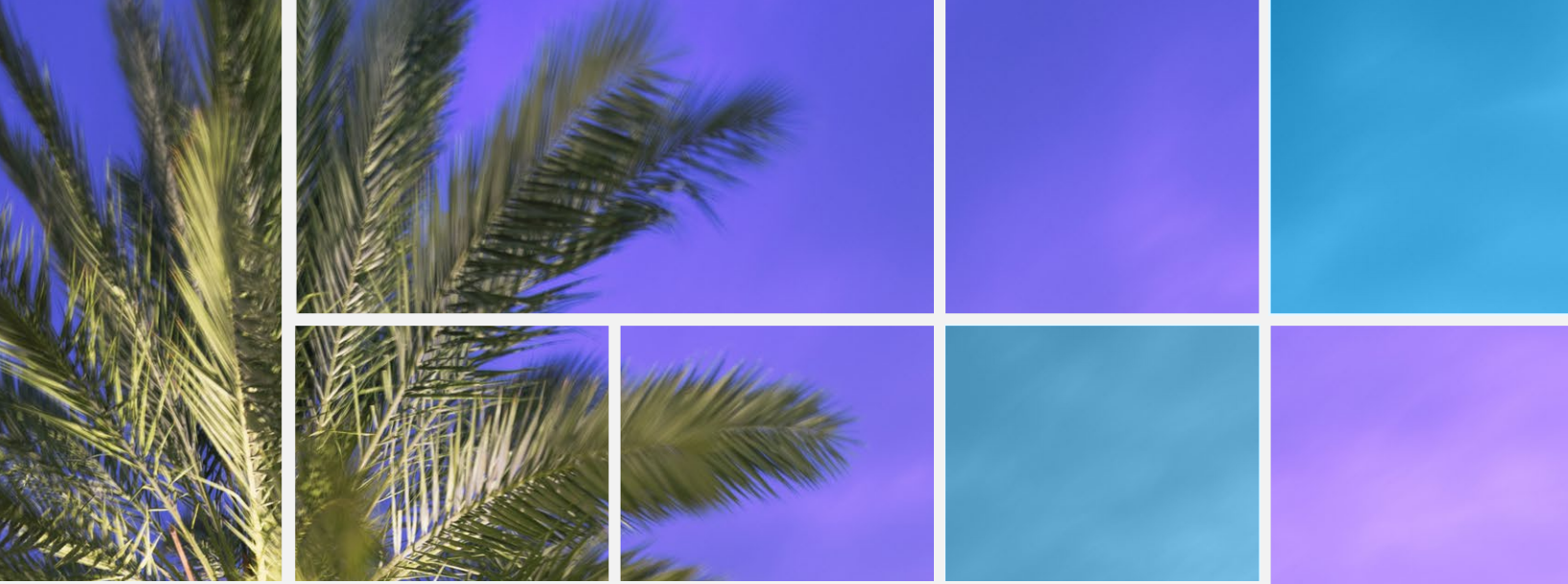
September 30, 2021

Christopher P. Morill

Executive Director/CEO

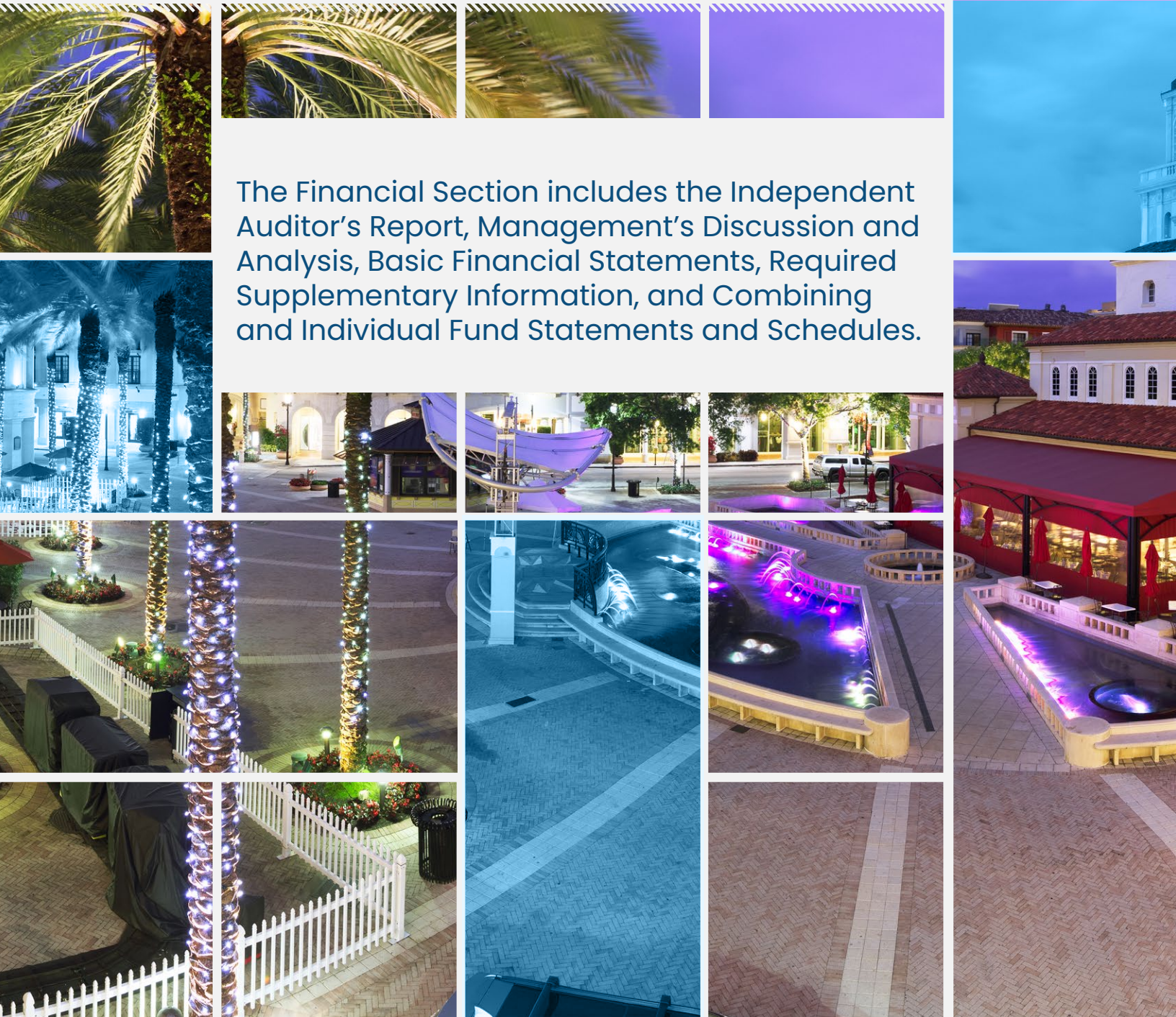


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FINANCIAL SECTION

The Financial Section includes the Independent Auditor's Report, Management's Discussion and Analysis, Basic Financial Statements, Required Supplementary Information, and Combining and Individual Fund Statements and Schedules.





RSM US LLP

Independent Auditor's Report

Honorable Chair and Members of the
Board of County Commissioners
Palm Beach County, Florida

Honorable Ric L. Bradshaw
Sheriff

Honorable Joseph Abruzzo
Clerk and Comptroller

Honorable Wendy Sartory Link
Supervisor of Elections

Honorable Dorothy Jacks
Property Appraiser

Honorable Anne Gannon
Tax Collector

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Palm Beach County, Florida (the County), as of and for the year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the reports of the other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County as of September 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund, Palm Tran, Fire Rescue and COVID-19 special revenue fund, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Solid Waste Authority, the Westgate/Belvedere Homes Community Redevelopment Agency, and the Housing Finance Authority, discretely presented component units, which collectively represent 100% of the total assets, net position and revenue of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Solid Waste Authority, Westgate/Belvedere Homes Community Redevelopment Agency, and Housing Finance Authority, are based solely on the reports of the other auditors.

Basis for Opinions

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

Emphasis of Matter

As discussed in Note 19 to the financial statements, the County adopted Governmental Accounting Standards Board (GASB) Statement No. 87, *Leases* as of October 1, 2021. The County also adopted GASB Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period* as of October 1, 2021. As a result of the adoption, the County restated beginning net position of the Business-Type Activities, Proprietary Fund financial statements and the aggregate discretely presented component units, and the beginning assets and liabilities of the Governmental activities, Business-type activities, and the aggregate discretely presented component units and recorded other lease-related items in the financial statements. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

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

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 27, 2023, on our consideration of the County'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 County'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 County's internal control over financial reporting and compliance.

RSM US LLP

West Palm Beach, Florida
March 27, 2023



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MANAGEMENT'S DISCUSSION & ANALYSIS

The Management's Discussion and Analysis subsection provides a narrative introduction to and overview and analysis of the basic financial statements.

It includes a description of the government-wide and fund financial statements, as well as an analysis of Palm Beach County's overall financial position and results of operations.

Management's Discussion and Analysis

Our discussion and analysis provide an overview of the financial activities of Palm Beach County, Florida (the "County") for the fiscal year ended September 30, 2022. We encourage reading this narrative in conjunction with the additional information provided in the transmittal letter (beginning on page i) and the accompanying financial statements (beginning on page 2).

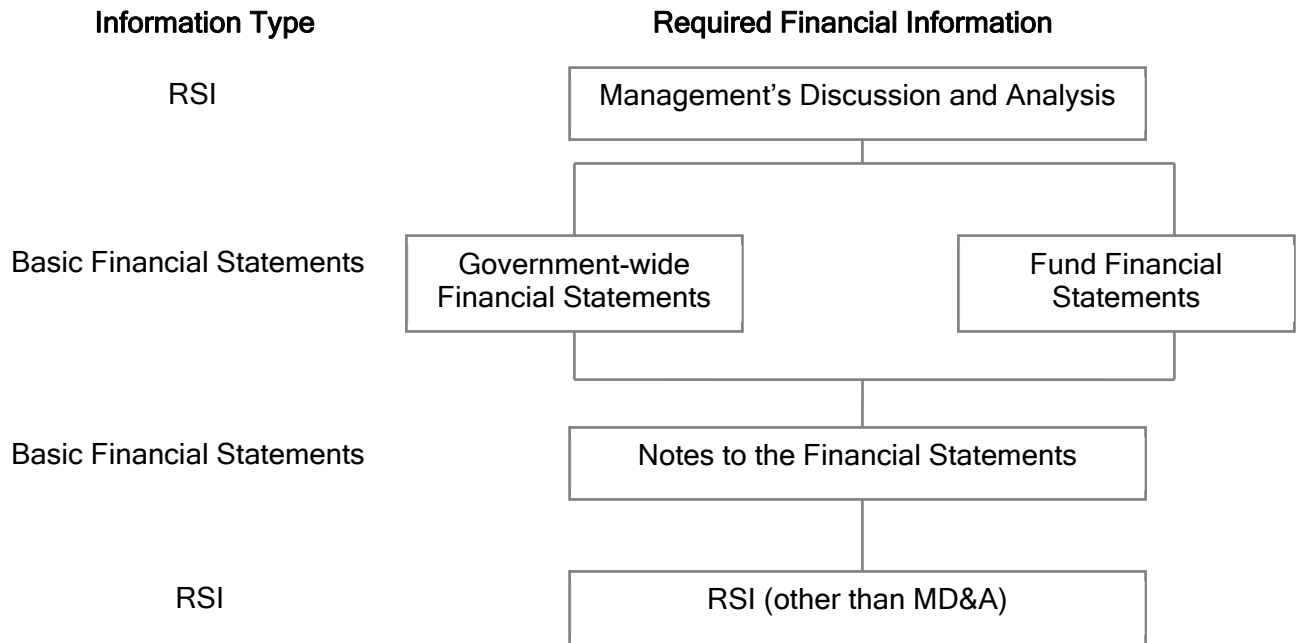
Financial Highlights

- The County's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources (net position) by approximately \$4.565 billion and \$3.902 billion at the close of fiscal years 2022 and 2021, respectively. Of these amounts, \$3.437 billion and \$3.344 billion were the net investment in capital assets. In addition, \$1.641 million and \$1.228 million were restricted by law, grant agreements, debt covenants, or for capital projects. As a result, (\$513) million and (\$670) million were available at year-end to meet the County's ongoing obligations to residents, creditors, and enterprise fund customers.
- The County's total liabilities at September 30, 2022 and 2021 were \$3.594 billion and \$2.877 billion, respectively.
- During the year, the County's total net position increased by \$663 million, compared to an increase of \$541 million during the previous fiscal year. Business-type activities increased by \$100 million, and governmental activities increased by \$563 million.
- As of September 30, 2022, the County's governmental funds reported a combined ending fund balance of \$2.409 billion, an increase of \$484.3 million or approximately 25% from the previous year.
- As of September 30, 2022, the fund balance for the General Fund, including Constitutional Officers, was \$453.8 million, an increase of \$65.2 million from the previous year.
- The County's two enterprise funds had a combined increase in net position of \$98 million. The Department of Airports increase was \$33 million, and the Water Utilities Department had an increase of \$65 million.
- The County implemented GASB Statement No. 87, "*Leases*" during fiscal year 2022. This Statement establishes a single approach to accounting for and reporting leases by state and local governments. Refer to Notes 8 and 19 for additional information.

Overview of the Financial Statements

This Annual Comprehensive Financial Report consists of the Basic Financial Statements and other statements. The County’s basic financial statements contain three components: government-wide financial statements, fund financial statements, and notes to the financial statements.

Minimum Financial Reporting Requirements



Government-wide Financial Statements

The government-wide financial statements provide an overview of the County’s financial position using the accrual basis of accounting, which is similar to the accounting used by private-sector businesses. The Statement of Net Position shows the County’s assets plus deferred outflows less its liabilities plus deferred inflows as of September 30, 2022. The difference between these assets and deferred outflows and liabilities and deferred inflows is reported as net position. Changes in net position may serve as an indicator of whether the financial position of the County is improving or deteriorating. The Statement of Activities follows the Statement of Net Position and presents information showing how the County’s net position changed during the fiscal year. Changes in net position are reported as soon as the underlying economic transactions occur, regardless of when cash is received or paid. Therefore, some of the revenues or expenses reported in the statement of activities will have cash flows in future fiscal periods. For example, certain sales taxes are shown as revenues although cash receipts will occur early in the following fiscal year. Alternatively, an increase in unused vacation leave is recorded as an expense although related cash outflows will occur in the future.

The government-wide financial statements show a distinction between activities that are supported primarily by taxes and intergovernmental revenues (governmental activities) and activities that are

supported by the recovery of all or most of their costs through user fees and charges (business-type activities). The governmental activities of the County include general government, public safety, physical environment, transportation, economic environment, human services, and culture and recreation functions. The business-type activities of the County are the Department of Airports and the Water Utilities Department.

The government-wide financial statements include not only the County itself (known as the *primary government*), but also the legally separate entities for which the County is financially accountable (known as *component units*). The discretely presented component units of the County are the Housing Finance Authority of Palm Beach County, the Westgate/Belvedere Homes Community Redevelopment Agency, and the Solid Waste Authority. The financial activity of these component units is reported separately from the financial information of the primary government.

To obtain the separately issued financial statements of the discretely presented component units, see *Note 1 – Summary of Significant Accounting Policies*, in the Notes to the Financial Statements for contact information.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County uses fund accounting to ensure and demonstrate compliance with legal, legislative, contractual, and other finance-related provisions. All of the County's funds can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds

Most of the County's basic services are reported in governmental funds, which focus on the inflow and outflow of money or other spendable resources and on the level of balances remaining at year-end that are available for expenditure. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the County's general governmental operations to account for available financial resources and demonstrate fiscal accountability. Governmental fund information helps illustrate the extent of financial resources that are available for expenditure on County programs. Reconciliations of the differences between the government-wide and fund financial statements are provided immediately after the *Balance Sheet-Governmental Funds* and *Statement of Revenues, Expenditures, and Changes in Fund Balances-Governmental Funds*, respectively, in the *Basic Financial Statements*.

Funds that are significant in terms of revenues, expenditures, assets or liabilities are identified as *major* funds in the *Basic Financial Statements* and reported separately. Budget and actual comparison statements are also presented in this section for the General Fund and each major special revenue fund with an annually adopted budget. The County's nonmajor funds, and budget and actual comparisons schedules for any nonmajor funds with annually appropriated budgets are presented in the *Combining and Individual Fund Statements and Schedules* section of this report.

Proprietary funds

The County uses both types of proprietary funds, Enterprise and Internal Service Funds. *Enterprise funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for its Airports and Water Utilities operations. Both of these operations are considered to be major proprietary funds of the County. *Internal Service funds* are used to accumulate and allocate costs internally among the County's other functions. The County uses internal service funds to account for its Fleet Management and Risk Management programs. These programs are included within governmental activities in the government-wide financial statements because they predominantly benefit governmental rather than business-type functions. The three internal service funds are combined into a single presentation in the proprietary fund financial statements. Individual fund data for the internal service funds are provided in the *Combining and Individual Fund Statements and Schedules* section of this report. The proprietary fund financial statements can be found in the *Basic Financial Statements*.

Fiduciary funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Custodial funds are the only type of fiduciary fund used by the County. The amounts in these custodial funds are not included in the government-wide financial statements because the resources of these funds are not available to support the County's own programs. However, the *Statement of Fiduciary Net Position – Custodial Funds* and the *Statement of Changes in Fiduciary Net Position – Custodial Funds* in the *Basic Financial Statements* is provided for information on the custodial funds. In addition, the individual custodial funds are presented in the *Combining and Individual Fund Statements and Schedules* section of this report.

Notes to the financial statements

The notes provide additional information that is essential for a more complete understanding of the data provided in the government-wide and fund financial statements.

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information containing pension and other post-employment benefits (OPEB) data as listed in the table of contents. The combining statements for the nonmajor funds, internal service funds, fiduciary funds, as well as individual fund budget and actual comparison schedules are found in the *Combining and Individual Fund Statements and Schedules* section of this report.

Government-wide Financial Analysis

Palm Beach County's net investment in capital assets such as land, roads, parks, buildings, machinery and equipment, as a percentage of net position, amounts to 75% and 86% as of September 30, 2022 and 2021, respectively. These asset values are presented less any outstanding debt related to the acquisition and accumulated depreciation of those assets. The County uses

capital assets to provide services to the citizens and consequently, these assets are not available for future spending. Although the investment in capital assets is reported net of related debt, the capital assets themselves cannot be used to liquidate that liability, and other resources will be needed to repay any associated debt.

Another portion of the County’s net position is *restricted* net position which represents resources that are subject to constraints such as debt covenants, grantors, laws or regulations. *Unrestricted* net position is that portion of County resources that are available to meet the ongoing obligations to residents, creditors, and enterprise fund customers.

The following table provides a comparative analysis of the County’s net position for the fiscal years ended September 30, 2022 and 2021.

| Palm Beach County, Florida | | | | | | |
|---|--------------------------------|-----------------|---------------------------------|-----------------|---------------------------------|-----------------|
| Net Position at Year-End (in millions) | | | | | | |
| | Governmental Activities | | Business-type Activities | | TOTAL PRIMARY GOVERNMENT | |
| | 2022 | 2021 * | 2022 | 2021 * | 2022 | 2021 |
| Assets | | | | | | |
| Current and other assets | \$ 2,855 | \$ 2,456 | \$ 814 | \$ 739 | \$ 3,669 | \$ 3,195 |
| Capital assets | 2,593 | 2,602 | 1,650 | 1,612 | 4,243 | 4,214 |
| Total assets | <u>5,448</u> | <u>5,058</u> | <u>2,464</u> | <u>2,351</u> | <u>7,912</u> | <u>7,409</u> |
| Total deferred outflows of resources | | | | | | |
| | 599 | 483 | 22 | 19 | 621 | 502 |
| Liabilities | | | | | | |
| Current | 348 | 458 | 72 | 55 | 420 | 513 |
| Long-term debt due in more than one year | 1,043 | 1,149 | 196 | 207 | 1,239 | 1,356 |
| Net pension liability | 1,491 | 555 | 49 | 18 | 1,540 | 573 |
| Net OPEB liability | 393 | 434 | 2 | 1 | 395 | 435 |
| Total liabilities | <u>3,275</u> | <u>2,596</u> | <u>319</u> | <u>281</u> | <u>3,594</u> | <u>2,877</u> |
| Total deferred inflows of resources | | | | | | |
| | 315 | 1,051 | 59 | 81 | 374 | 1,132 |
| Net Position | | | | | | |
| Net investment in capital assets | 2,009 | 1,955 | 1,428 | 1,389 | 3,437 | 3,344 |
| Restricted | 1,559 | 1,157 | 82 | 71 | 1,641 | 1,228 |
| Unrestricted (deficit) | (1,111) | (1,218) | 598 | 548 | (513) | (670) |
| Total net position | <u>\$ 2,457</u> | <u>\$ 1,894</u> | <u>\$ 2,108</u> | <u>\$ 2,008</u> | <u>\$ 4,565</u> | <u>\$ 3,902</u> |
| * Revised for GASB 87 implementation | | | | | | |

The (\$513) million unrestricted deficit in net position reflects the shortfall the County would face in the event it would have to liquidate all of its non-capital liabilities, including insurance claims payable, compensated absences, pensions, and other post-employment benefits at September 30, 2022. Consequently, these long-term considerations have a significant impact on the resulting net

position. The unrestricted deficit of (\$513) million resulted primarily from the implementation of GASB Statements No. 68 and 71 in fiscal year 2015 and GASB Statement No. 75 in fiscal year 2018. These GASB Statements required the County to record its proportionate share of net pension liabilities for its various defined benefit retirement plans for County employees as well its liabilities for its various other post-employment benefits and the related deferred outflows and inflows for each. The increase in the unrestricted deficit was directly related to the increase in the net pension liability and the net OPEB liability. Net pension liabilities and OPEB liabilities represent the amounts to be paid in the future when employees retire and will be funded through future contributions to the retirement plans. A deficit in unrestricted net position should not be considered, solely, as evidence of economic financial difficulties.

Governmental activities

Significant changes in the Statement of Net Position are as follows:

- Total assets for Governmental activities increased by \$390 million. This was due primarily to overall higher cash, cash and cash equivalents, and investment balances on hand at the end of the fiscal year. These higher balances are partially attributable to additional property tax revenue received, CARES Act and American Rescue Plan Act (ARPA) funding, as well as receipts from the one-cent infrastructure surtax.
- The decrease of \$106 million in long-term debt for Governmental activities is directly attributable to regularly scheduled debt service payments along with no new bonded debt issued during fiscal year 2022.
- The net pension liability for Governmental activities increased \$936 million. This increase is attributed to the recording of the County's proportionate share of net pension liabilities for its various defined benefit retirement plans for County employees as determined by the plans' actuaries. The majority of this increase is related to the Florida Retirement System (FRS) and was caused primarily by decreases in investment returns during fiscal year 2022. The FRS realized an overall investment loss of 6.27 percent for fiscal year 2022, compared with an investment return of 29.46 percent for fiscal year 2021.

Governmental activities were responsible for a \$563 million increase in the County's net position during fiscal year 2022, as compared with a \$446 million increase during the previous fiscal year. This year's increase in net position from governmental activities is attributed to several factors:

Operating grants and contributions revenue increased by \$21 million or 5% from the previous fiscal year. Most of this increase was the result of the additional revenue received from the CARES Act that was used for individual and business assistance related to COVID-19 as well as ARPA funding.

Ad-valorem tax revenue increased approximately \$75 million to a record high of \$1.4 billion, or 6% from the previous fiscal year. The increase is due to higher overall taxable values. Fiscal year 2022 was the 11th straight year that the County's operating millage remained at 4.7815.

State shared revenues increased approximately \$51 million, or 19% from the previous fiscal year. This increase was primarily attributable to higher receipts of regular sales tax and the one-cent infrastructure surtax due to hefty increases in consumer spending after the negative impact COVID-19 had during the last two fiscal years.

Investment income increased \$7 million or 30% from the previous fiscal year due to higher overall portfolio balances as well as higher investment rates of return.

Human services expenses increased \$38 million or 34% over the previous fiscal year. This is attributable primarily to increased spending for COVID-19 related programs as well as a 4% increase in spending for community and social development programs.

Public safety expenses increased slightly by \$13 million or 1% over the previous fiscal year. This is attributable primarily to the increased costs overall for the Sheriff and Fire Rescue departments.

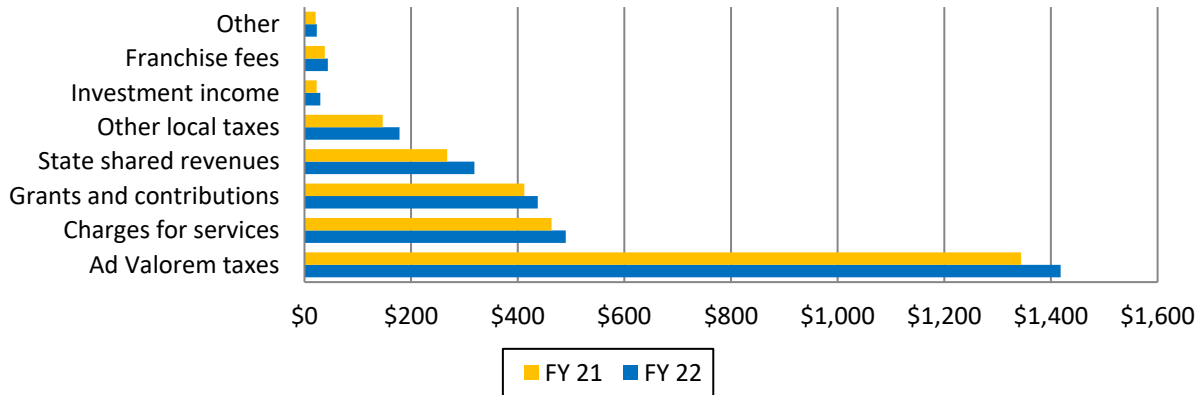
Transportation expenses increased \$10 million or 5% over the previous fiscal year due in part to higher fuel costs for the County's motor pool fleet as well for Palm Tran, the County's public bus transportation system.

Interest expense decreased \$5 million, or approximately 23% from the previous fiscal year. This is a result of the County's overall reduction in debt which translates into fewer annual debt service payments and related interest payments.

The net pension liability increased by \$936 million. This increase was caused primarily by actual plan year investment returns being lower which impacted the fiduciary net position of the plan as well as changes in actuarial assumptions including future earnings projections.

The County's governmental activities had net expenses of \$1.447 billion. These services are intended to be primarily funded by taxes and other general revenues as opposed to charges for services and grants. Total revenues (program and general revenues) were greater than total expenses by \$564 million.

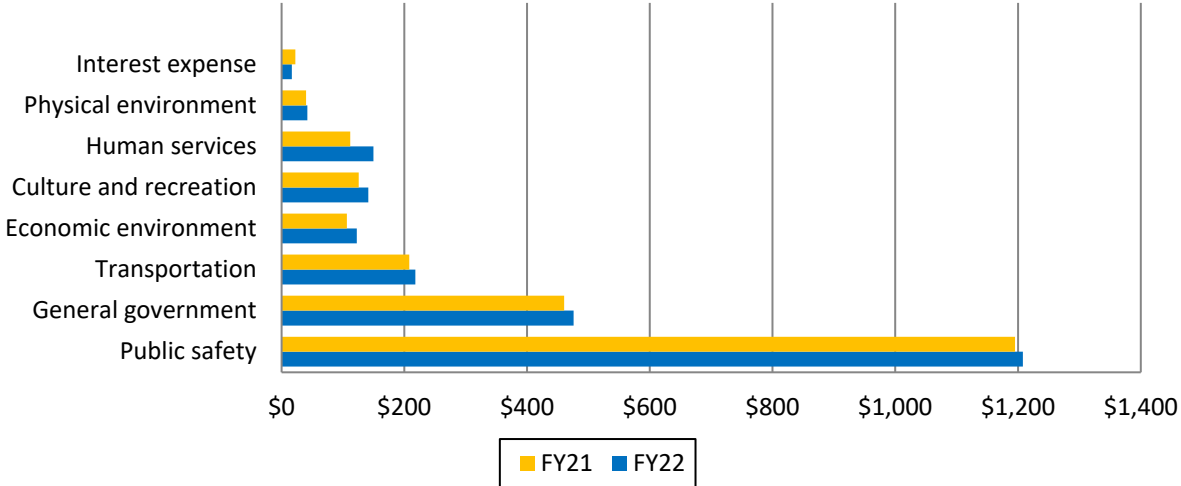
REVENUES BY SOURCE
Governmental Activities
Fiscal Years 2022 and 2021
 (Amounts in millions)



Business-type activities

The County’s business-type activities reported total revenues of \$384 million which exceeded total expenses by \$99 million (refer to the **Proprietary funds** section of **Financial Analysis of the Government’s Funds** which follows for more information on the changes in the County’s business-type activities). Significant changes in the business-type activities Statement of Net Position included an increase in current and other assets of \$75 million, an increase in capital assets of \$38 million and a significant increase in the net pension liability of \$31 million.

EXPENDITURES BY FUNCTION
Governmental Activities
Fiscal Years 2022 and 2021
 (Amounts in millions)



Palm Beach County, Florida
Changes in Net Position (in millions)

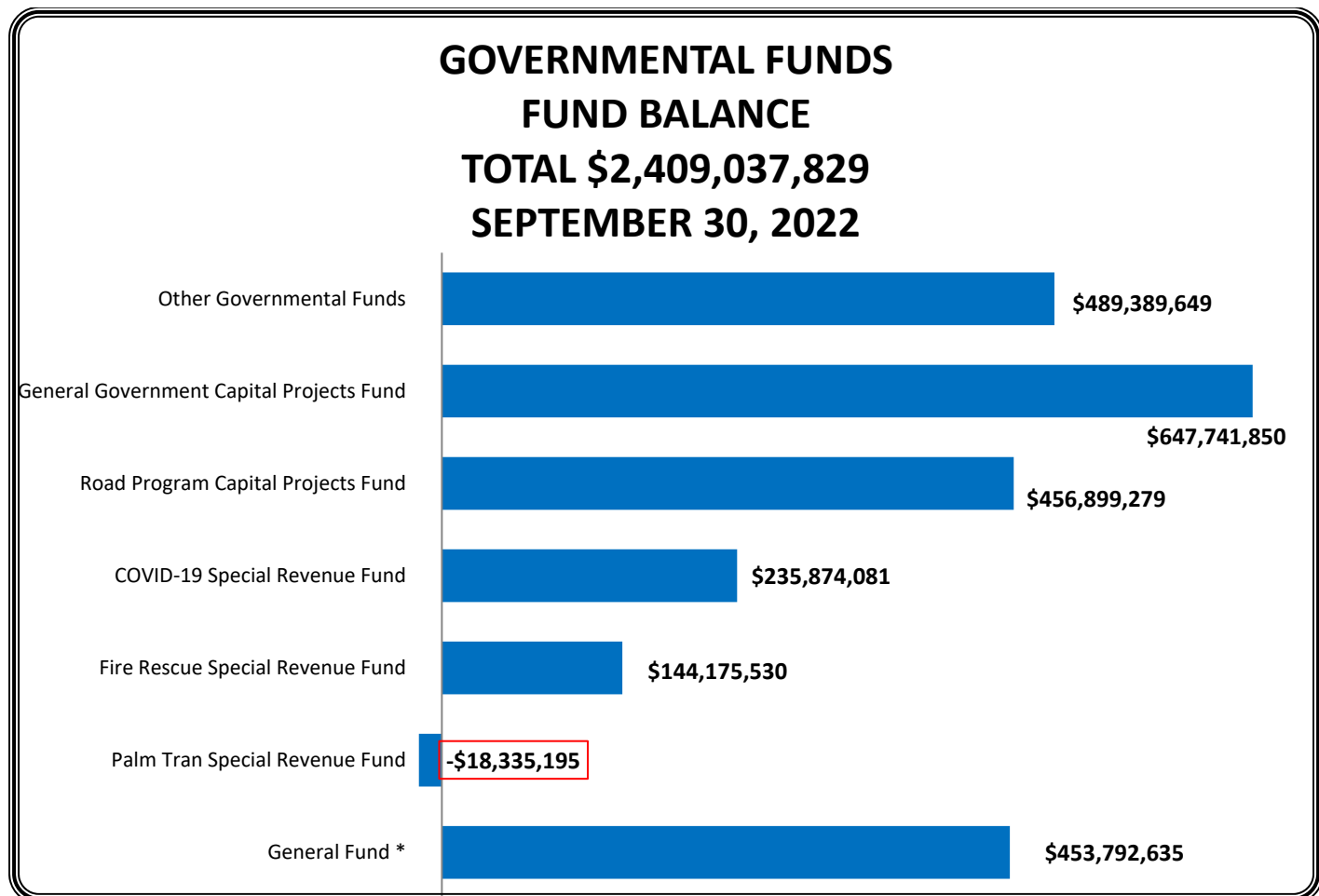
| | Governmental Activities | | Business-type Activities | | TOTAL PRIMARY GOVERNMENT | |
|---|-------------------------|-----------------|--------------------------|-----------------|--------------------------|-----------------|
| | 2022 | 2021 * | 2022 | 2021 * | 2022 | 2021 |
| Revenues | | | | | | |
| Program Revenues: | | | | | | |
| Charges for services | \$ 490 | \$ 464 | \$ 313 | \$ 293 | \$ 803 | \$ 757 |
| Operating grants and contributions | 431 | 410 | 13 | 10 | 444 | 420 |
| Capital grants and contributions | 6 | 2 | 52 | 54 | 58 | 56 |
| | <u>927</u> | <u>876</u> | <u>378</u> | <u>357</u> | <u>1,305</u> | <u>1,233</u> |
| General Revenues: | | | | | | |
| Ad valorem taxes | 1,419 | 1,344 | - | - | 1,419 | 1,344 |
| Other local taxes | 178 | 147 | - | - | 178 | 147 |
| State shared revenues | 319 | 268 | - | - | 319 | 268 |
| Franchise fees | 44 | 38 | - | - | 44 | 38 |
| Investment income | 30 | 23 | 6 | 5 | 36 | 28 |
| Other | 21 | 20 | - | - | 21 | 20 |
| Total revenues | <u>2,938</u> | <u>2,716</u> | <u>384</u> | <u>362</u> | <u>3,322</u> | <u>3,078</u> |
| Expenses | | | | | | |
| General government | 476 | 461 | - | - | 476 | 461 |
| Public safety | 1,207 | 1,194 | - | - | 1,207 | 1,194 |
| Physical environment | 42 | 40 | - | - | 42 | 40 |
| Transportation | 218 | 208 | - | - | 218 | 208 |
| Economic environment | 123 | 107 | - | - | 123 | 107 |
| Human services | 150 | 112 | - | - | 150 | 112 |
| Culture and recreation | 141 | 126 | - | - | 141 | 126 |
| Interest expense | 17 | 22 | - | - | 17 | 22 |
| Department of Airports | - | - | 80 | 76 | 80 | 76 |
| Water Utilities Department | - | - | 205 | 191 | 205 | 191 |
| Total expenses | <u>2,374</u> | <u>2,270</u> | <u>285</u> | <u>267</u> | <u>2,659</u> | <u>2,537</u> |
| Excess of revenues over (under) expenses | | | | | | |
| | 564 | 446 | 99 | 95 | 663 | 541 |
| Transfers In (Out) | (1) | - | 1 | - | - | - |
| Change in net position | <u>563</u> | <u>446</u> | <u>100</u> | <u>95</u> | <u>663</u> | <u>541</u> |
| Beginning net position | 1,894 | 1,448 | 2,008 | 1,913 | 3,902 | 3,361 |
| Ending net position | <u>\$ 2,457</u> | <u>\$ 1,894</u> | <u>\$ 2,108</u> | <u>\$ 2,008</u> | <u>\$ 4,565</u> | <u>\$ 3,902</u> |

* Revised for GASB 87 implementation

Financial Analysis of the Government's Funds

As mentioned earlier, the County uses fund accounting to ensure and demonstrate compliance with legal, legislative, contractual, and other finance-related provisions.

Governmental funds. The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. This information is useful in determining the County's financing resources.

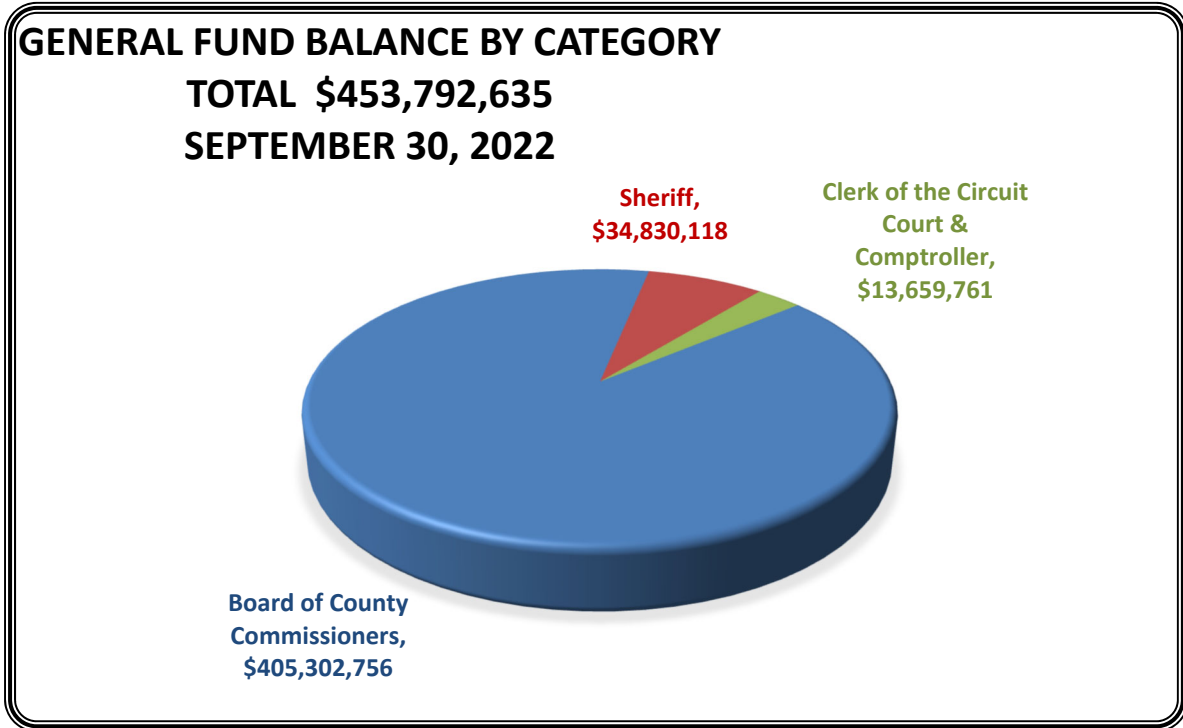


* Includes the Board of County Commissioners, Sheriff, and the Clerk of the Circuit Court & Comptroller

Changes in Fund Balance – Governmental Funds

At September 30, 2022, the County's governmental funds reported combined ending fund balances of \$2.409 billion, an increase of \$484.3 million from the previous year. Below are highlights of the change in fund balance.

- The increase of \$65.2 million in the General Fund’s fund balance is comprised of revenues outpacing expenditures and transfers out in the Board of County Commissioner’s (BOCC) General Fund. Overall, the BOCC portion of the General Fund increased \$63.1 million during fiscal year 2022. The Sheriff’s General Fund had overall revenues and transfers in outpace expenditures and transfers out by \$1.6 million. Total revenues in the BOCC General Fund were \$1.622 billion, an increase of \$344 million over the previous year. A large part of this increase was due to the receipt of ARPA funds.
- The decrease in the Palm Tran Special Revenue Fund of \$10.0 million is due primarily to an increase in costs of running the County’s public transit system, which were \$1.8 million or higher due in part to higher fuel costs. Transfers in from other funds were down by \$4.8 million or 10% from the prior year.
- The slight decrease in the Fire Rescue Special Revenue Fund of \$.6 million is attributable to an increase in current year public safety expenditures (excluding capital outlay) which went up \$22 million over the previous year. However, this was offset by a \$21 million increase in total revenues. The increase in revenues was primarily from ad-valorem taxes and charges for services. Total expenditures in this category were \$368 million.
- The increase in the COVID-19 Special Revenue Fund of \$233.2 million is attributable primarily to the receipt of additional federal dollars for ARPA response replacement funding.
- The increase of \$30.7 million in the Road Program Capital Projects Fund is primarily due to a slight increase in total revenues, which went up from \$52.7 million in fiscal year 2021 to \$69.4 million or by 32% in fiscal year 2022. One of the main reasons for this growth was due to increased revenue from Special Assessments, which went up from fiscal year 2021 by \$13.6 million to \$50.1 million. However, this was offset by an 8% decrease in capital outlay expenditures, which went from \$35.7 million in fiscal year 2021 to \$2.8 million in fiscal year 2022.
- The increase of \$85.9 million in the General Government Capital Projects Fund is primarily due to revenues outpacing expenditures. This year’s total revenue in this fund reached \$132 million, up 21% or \$23.3 million from the previous year. This increase was mainly due to higher receipts of the one-cent infrastructure surtax. This was the fifth full year of collecting this surtax which is used primarily for infrastructure type projects. Overall intergovernmental revenues were \$119.9 million for this fiscal year, compared with \$99.2 million in fiscal year 2021.
- The increase of \$79.9 million in Other Governmental Funds is due primarily to several factors; Total tax revenue was up \$32.3, or 26% to a \$158.9 million. This is attributable to overall higher tax values bringing in this additional revenue. Total revenue for Other Governmental Funds was \$384.9 million, or 11% higher than the previous fiscal year. One of the largest changes was in economic environment expenditures, which went up by \$17.2 million or 39% from the previous year. This can be attributed to additional spending on programs for individuals and businesses from the CARE and ARPA funds received by the federal government during the past three (3) fiscal years.



Proprietary funds. The proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Financial highlights of each of the County’s enterprise funds are as follows:

Department of Airports:

- ➔ The Department’s net position increased by \$33 million in fiscal year 2022, compared to an increase of \$18 million in fiscal year 2021.
- ➔ Compared to the prior year, operating revenues increased to \$79 million, an increase of \$12.8 million.
- ➔ Compared to the prior year, operating expenses increased 8% or \$3.9 million. Contracted security costs increased by 1% for a total cost of \$9.5 million. Contracted Fire-Rescue services increased by 4% for a total cost of \$7.5 million.
- ➔ The Department was awarded approximately \$24 million in FAA ARPA funding. Under the FAA ARPA funding, an airport owner/sponsor may use these funds for costs related to operating and maintenance to combat the spread of pathogens at the Airport, as well as debt service payments.
- ➔ Investment earnings increased by \$370k (26% decrease) for a total of \$1.8 million. Investments are managed by the Clerk of the Circuit Court & Comptroller under County approved guidelines.

Water Utilities Department:

- ◆ The Department's net position increased by \$65.3 million in fiscal year 2022, compared to an increase of \$75.9 million in fiscal year 2021.
- ◆ Long-term debt (net of the current portion) decreased by \$7.8 million, or 5.4%, during the year. This decrease was due to the annual debt service payments being made in accordance with the debt service schedules.
- ◆ Operating revenues in fiscal year 2022 totaled \$232.4 million, an increase of \$5.8 million or 2.6% from fiscal year 2021. Fiscal year 2022 included the effect of rate indexing and a .99% increase in the customer base.
- ◆ Operating expenses before depreciation and amortization and equity interest in net loss of joint venture totaled \$149.6 million, an increase of \$12.8 million or 9.4%.
- ◆ Non-operating income increased by \$1.1 million in fiscal year 2022, compared to a fiscal year 2021 decrease of \$2.5 million.
- ◆ The Department showed net income before capital contributions and transfers of \$30.6 million for fiscal year 2022, a decrease of \$6.9 million from fiscal year 2021.

Budgetary Highlights

Budget and actual comparison statements are presented in the Basic Financial Statements for the General Fund and all major special revenue funds with annually appropriated budgets. Budget and actual comparison schedules are also provided in the Combining and Individual Fund Statements and Schedules section for all nonmajor funds with annually appropriated budgets. The budget and actual comparison statements and schedules show the original adopted budget, the final revised budget, actual results and a variance between the final budget and actual results. There were no funds with total actual expenditures in excess of the final revised budget.

After the original budget is approved, it may be revised for a variety of reasons such as unforeseen circumstances, corrections of errors, new bond or loan proceeds, new grant awards and other revenues. During FY 2022, supplemental appropriations to the Board of County Commissioners' budget for all funds, excluding component units, were approximately \$774.6 million, or 13% of the original adopted budget.

Differences between the original budget for FY 2022 and the final amended budget for the General Fund can be summarized as follows:

- On March 22, 2022, the Board amended the budget to reflect the "true up" of the original budgeted beginning fund balance to the actual fund balance, which accounts for a \$37.710 million adjustment to the reserves for balances forward in the General Government budget, and other miscellaneous adjustments.

- The remaining amendments were primarily associated with new grants and carry forward of existing grant funds.

Budget to Actual Revenues

- Ad valorem tax collections were 96.2% of budget, in line with the historical collection rate. Florida Statutes require revenues to be budgeted at 95% of reasonably anticipated receipts. Palm Beach County budgets a negative 5% statutory reserve to accomplish this. Allowing for the reserve, ad valorem taxes were actually over collected by \$12.5 million.
- Major Revenues
 - ✓ Actual Electric Utility Service Tax and Franchise Fee revenues were 5.5% over budget. This revenue source is based on usage and is affected by area temperatures. Actual revenues are difficult to project. However, actual FY 2022 revenues were 10.2% above actual FY 2021.
 - ✓ Actual Communications Services Tax revenue was 9.9% over budget. These revenues have been steadily declining in recent years, as a result, the FY 2022 Budget remained relatively flat compared to the FY 2021 Budget. Actual Communications Services Tax revenue for FY 2022 was 5.9% over FY 2021.
 - ✓ Sales Tax collections were over budget by 16.0%, actual collections for FY 2022 were 18.2% over the FY 2021 amounts.
 - ✓ Overall, the major revenues budget was set at a total of \$241.5 million, or 0.3% greater than the actual FY 2021 collections. FY 2022 actual collections came in at \$279.2, or 15.9% above FY 2021 actual.
- Sheriff actual revenues were \$4.8 million, or 5.4%, over budget. Revenue estimates were kept flat with FY 2021 due to the uncertainty of post-pandemic services.
- Investment income was approximately \$2.4 million over budget. While interest income is reasonably estimable, GASB 31 has made it difficult to project investment income that will be recognized. Fair market gains and losses cannot be projected as they are driven by real time market conditions, resulting in possible variances in recognized income. In addition, interest rates have been steadily rising over the past year, which is not consistent with the prior few years of results. Future budget years will be adjusted to reflect current rate of return.
- The remaining variance is primarily associated with Department specific revenues.

Budget to Actual Expenditures

- The year-end General Fund reserves budget was \$221.1 million, which represents 75.3% of the total unexpended appropriations in the fund. These unexpended funds will be carried over into FY 2023 and re-appropriated.
- The Property Appraiser's and Tax Collector's net cost was \$2.3 million under budget primarily due to higher-than-expected excess fees returned to the County.
- The actual interfund transfer to the Office of Inspector General Fund was down \$542 thousand. This is due to position vacancies and unexpended operating expenses and reserves.
- General Government Utilities expenses were \$384 thousand over budget. The FY 2023 Budget was increased based on the FY 2022 results.
- The remaining unspent funds can be primarily attributed to County departments spending less than budgeted. Actual expenses were \$35.3 million, or 11.0%, under budget.

Budget to Actual – Other financing sources

- Transfers-In
 - ✓ Actual excess fees received from the Sheriff, Supervisor of Elections, and the Clerk amounted to \$27.8 million, \$26.3 million more than the budget, primarily due to the Sheriff returning more than budgeted.
- Transfers-out
 - ✓ The remaining unspent funds can be primarily attributed to County departments spending less than budgeted and other available funding sources.

Capital Assets and Debt Administration

Capital assets. The County's capital assets for its governmental and business-type activities as of September 30, 2022, amounts to \$4.243 billion (net of accumulated depreciation). This investment in capital assets includes a broad range of capital assets, including land, buildings and improvements, improvements other than buildings, equipment, infrastructure, and construction in progress. The County's capital assets for FY 2022 increased by \$29 million; governmental activities decreased by \$9 million over the previous fiscal year, while business-type activities increased by \$38 million.

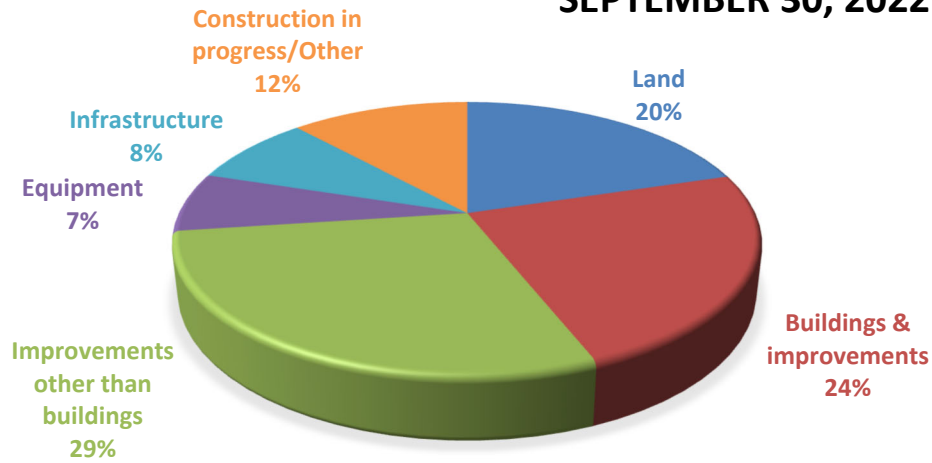
| Palm Beach County, Florida | | | | | | | |
|--|-------------------------|-----------------|--------------------------|-----------------|--------------------------|-----------------|--|
| Capital Assets, net of Accumulated Depreciation/Amortization at Year-End (in millions) | | | | | | | |
| | Governmental Activities | | Business-type Activities | | TOTAL PRIMARY GOVERNMENT | | |
| | 2022 | 2021 * | 2022 | 2021 | 2022 | 2021 | |
| Land | \$ 720 | \$ 719 | \$ 140 | \$ 139 | \$ 860 | \$ 858 | |
| Buildings & improvements | 772 | 787 | 234 | 249 | 1,006 | 1,036 | |
| Improvements other than buildings | 179 | 192 | 1,048 | 1,067 | 1,227 | 1,259 | |
| Equipment | 269 | 276 | 28 | 31 | 297 | 307 | |
| Infrastructure | 352 | 381 | - | - | 352 | 381 | |
| Intangible - easement rights | - | - | 8 | 8 | 8 | 8 | |
| Right-to-use assets | 6 | 9 | - | - | 6 | 9 | |
| Construction in progress | 295 | 238 | 192 | 118 | 487 | 356 | |
| TOTALS | \$ 2,593 | \$ 2,602 | \$ 1,650 | \$ 1,612 | \$ 4,243 | \$ 4,214 | |

* Revised for GASB 87 implementation

Major capital asset events during the fiscal year include the following:

- The balance of Governmental activities Net Capital Assets was \$2.593 billion at the end of fiscal year 2022. Completed projects of \$28 million were transferred to their respective category. Included in those completed projects was the Tax Collector’s Westlake Service Center (\$12.8 million) and Okeehetee South Park Boating Center (\$.5 million). Projects that are currently underway include roadway improvements on Haverhill Road north of Caribbean Boulevard to the Bee Line Highway (\$2.7 million) and construction of the new Supervisor of Elections Service Center (\$10.3 million).
- Business-type activities Net Capital Assets increased overall by \$38 million to \$1.650 billion, partially attributable to a \$74 million (net) increase in *Construction in progress*. This increase is the direct result of increased projects related to renovations of various facilities occurring in both the County Water Utilities Department as well as the Department of Airports.
- Major capital asset additions by the Water Utilities Department in fiscal year 2022 included improvements to the Water Treatment Plant No. 8 for \$2.4 million and Wellfield Rehabilitations for \$10.1 million.
- The Department of Airports expended \$25.1 million on capital activities. Completed projects during 2022 totaling \$1.2 million were transferred from *Construction in Progress* to their respective capital accounts. Major projects completed in FY 2022 included improvements to the West Common Properties (\$735k), improvements to the long-term parking garage at Palm Beach International Airport (\$223k) and various Airport systems (\$183k).

**CAPITAL ASSETS, NET
TOTAL PRIMARY GOVERNMENT
SEPTEMBER 30, 2022**



See Note 3, *Capital Assets*, in the *Notes to the Financial Statements* for additional information.

Long-term liabilities. At September 30, 2022, the primary government had 24 issues of bonded debt totaling \$833 million. Of this amount, \$29 million comprises debt backed by the full faith and credit of the government, \$608 million is special obligation debt secured by dedicated revenue sources, and \$196 million is secured by specified enterprise revenue sources. Other obligations consist primarily of self-insurance liabilities and compensated absences. (See chart below for more information).

Palm Beach County, Florida
Long-Term Liabilities at Year-End (in millions)

| | Governmental Activities | | Business-type Activities | | TOTAL PRIMARY GOVERNMENT | |
|--|-------------------------|-----------------|--------------------------|---------------|--------------------------|-----------------|
| | 2022 | 2021 * | 2022 | 2021 | 2022 | 2021 |
| General obligation bonds | \$ 29 | \$ 40 | \$ - | \$ - | \$ 29 | \$ 40 |
| Non-ad valorem revenue bonds | 565 | 615 | - | - | 565 | 615 |
| Notes from direct borrowings and direct placements | 43 | 50 | - | - | 43 | 50 |
| Revenue bonds | - | - | 196 | 207 | 196 | 207 |
| Notes and loans payable | 17 | 18 | 5 | 5 | 22 | 23 |
| Other obligations | 488 | 513 | 5 | 5 | 493 | 518 |
| Lease liability | 6 | 9 | - | - | 6 | 9 |
| Net pension liability | 1,491 | 555 | 49 | 18 | 1,540 | 573 |
| Net OPEB liability | 393 | 434 | 2 | 1 | 395 | 435 |
| TOTALS | \$ 3,032 | \$ 2,234 | \$ 257 | \$ 236 | \$ 3,289 | \$ 2,470 |

* Revised for GASB 87 implementation

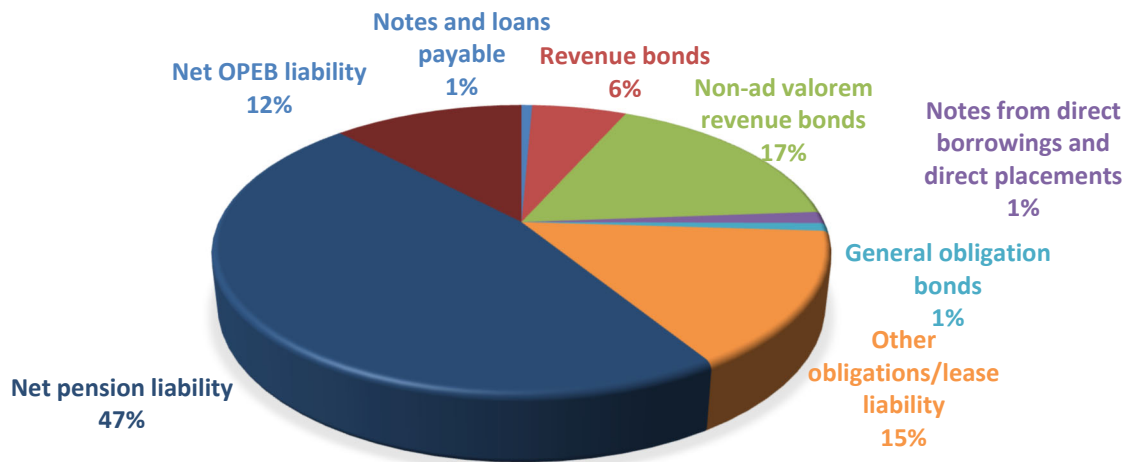
Bonded Debt. The County's bond issues are rated by three primary bond rating agencies: Moody's Investors Service, Standard & Poor's, and Fitch Ratings. These ratings, which are listed in the following chart, are indicative of the County's strong management team, broad-based economy, continually well-performing tax base, increasingly strong financial position, minimal debt requirements and high-quality residential tax base. At September 30, 2022, the County's non-ad-valorem revenues were 7.03 times the debt service required in the current or any future fiscal year.

Palm Beach County, Florida, Debt Ratings at September 30, 2022

| <u>Type of Debt Issue</u> | <u>Moody's</u> | <u>Fitch Ratings</u> | <u>S&P</u> |
|--|----------------|----------------------|----------------|
| General obligation bonds | Aaa | AAA | AAA |
| Non-ad valorem revenue bonds | Aa1 | AA+ | AAA |
| Water and Sewer System Enterprise revenue bonds | Aaa | AAA | AAA |
| Water and Wastewater System Enterprise revenue bonds | Aaa | AAA | AAA |
| Airport System Enterprise revenue bonds | A1 | A+ | A+ |

Note: Highest rating: AAA/Aaa, Investment grade ratings: AAA/Aaa through BBB/Baa, Lowest Rating: C

**LONG-TERM LIABILITIES
TOTAL PRIMARY GOVERNMENT
SEPTEMBER 30, 2022**



See Note 13, *Long-Term Debt*, in the *Notes to the Financial Statements* for additional information.

Economic Factors

Local, national, and international economic factors influence the County's revenues in a variety of ways. Positive economic growth is correlated with increased revenues from property taxes, sales taxes, fuel taxes, charges for services, state revenue sharing as well as state and federal grants. Economic growth may be measured by a variety of indicators such as job growth, employment,

tourism, new construction and assessed values, diversification of the property tax base, and Enterprise Fund revenue and net position growth.

- The County’s population increased from 1,502,495 in 2021 to 1,518,152 in 2022, an increase of 15,657 or approximately 1%.
- The civilian labor force for Palm Beach County increased from 747,157 at September 30, 2021 to 762,722 at September 30, 2022. The County’s unemployment rate decreased from 4.4% in fiscal year 2021 to 2.7% in fiscal year 2022.
- Gross property taxes levied increased from \$1.394 billion in 2021 to \$1.472 billion for 2022, an increase of \$78 million or 6%.
- Palm Beach County has a diversified property tax base. The ten largest property taxpayers in the County represent 12% of the total ad valorem property taxes levied. Florida Power & Light remains at the top of the list, paying just over \$120 million in property taxes.
- The median sales price for a single-family home in Palm Beach County rose from \$525,000 in 2021 to \$545,000 in 2022, an increase of 4%. Statewide, the median sales prices for a single-family home rose from \$374,000 to \$395,000, an increase of 6%.
- Palm Beach County’s local economy continued to recover after the effects of the COVID-19 pandemic. Sales tax revenue for fiscal year 2022 totaled \$121 million, which was an increase of \$18 million from fiscal year 2021. In addition, the local government infrastructure one-cent surtax rose from \$99 million in fiscal year 2021 to \$119 million for fiscal year 2022. Both of these sales taxes were up a total of \$38 million, or 19% from the prior year. Fiscal year 2022 was the fifth full year of receiving this additional infrastructure surtax revenue. Local Option Gas Tax revenues also grew 5% in fiscal year 2022 to just under \$52 million.
- Property Tax revenues for the County reached a record high for fiscal year 2022 at \$1.4 billion. This was an increase of approximately \$75 million from fiscal year 2021, or 6%. The primary reasons contributing to higher property tax revenues was due to higher overall taxable property values as well as the effects of new construction.
- The County’s tourism industry has shown great recovery after being impacted by the COVID-19 pandemic. Tourist Development Tax revenues increased from \$51 million in fiscal year 2021 to just under \$78 million in fiscal year 2022, or by 53%. Fiscal year 2022 is the new record high year, surpassing the previous record high year in fiscal year 2019 where revenue from this tax reached \$54 million.

More information on economic factors is provided in the *Statistical Section*.

To Obtain Further Information

This financial report was designed to provide an overview of the County's finances. If you have any questions concerning budgets, long-term financial planning, future debt issuances or questions related to the management of County operations, please contact the County Administrator at:

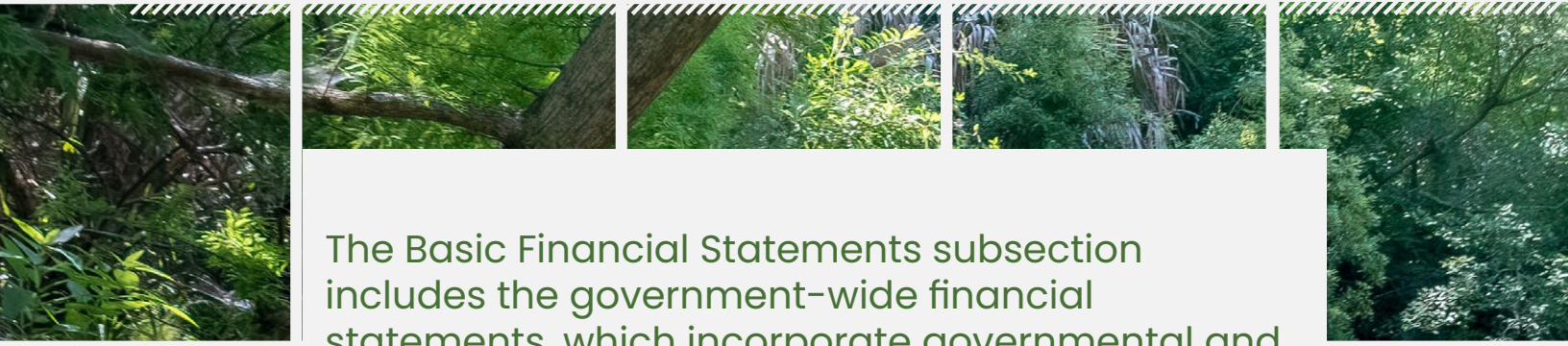
County Administrator
301 North Olive Avenue, 11th Floor
West Palm Beach, FL 33401

If you have any questions concerning the Basic Financial Statements or other accounting information in this report, please contact the Financial Reporting Manager at:

Clerk of the Circuit Court & Comptroller, Palm Beach County
Finance Department
301 North Olive Avenue, 2nd Floor
West Palm Beach, FL 33401

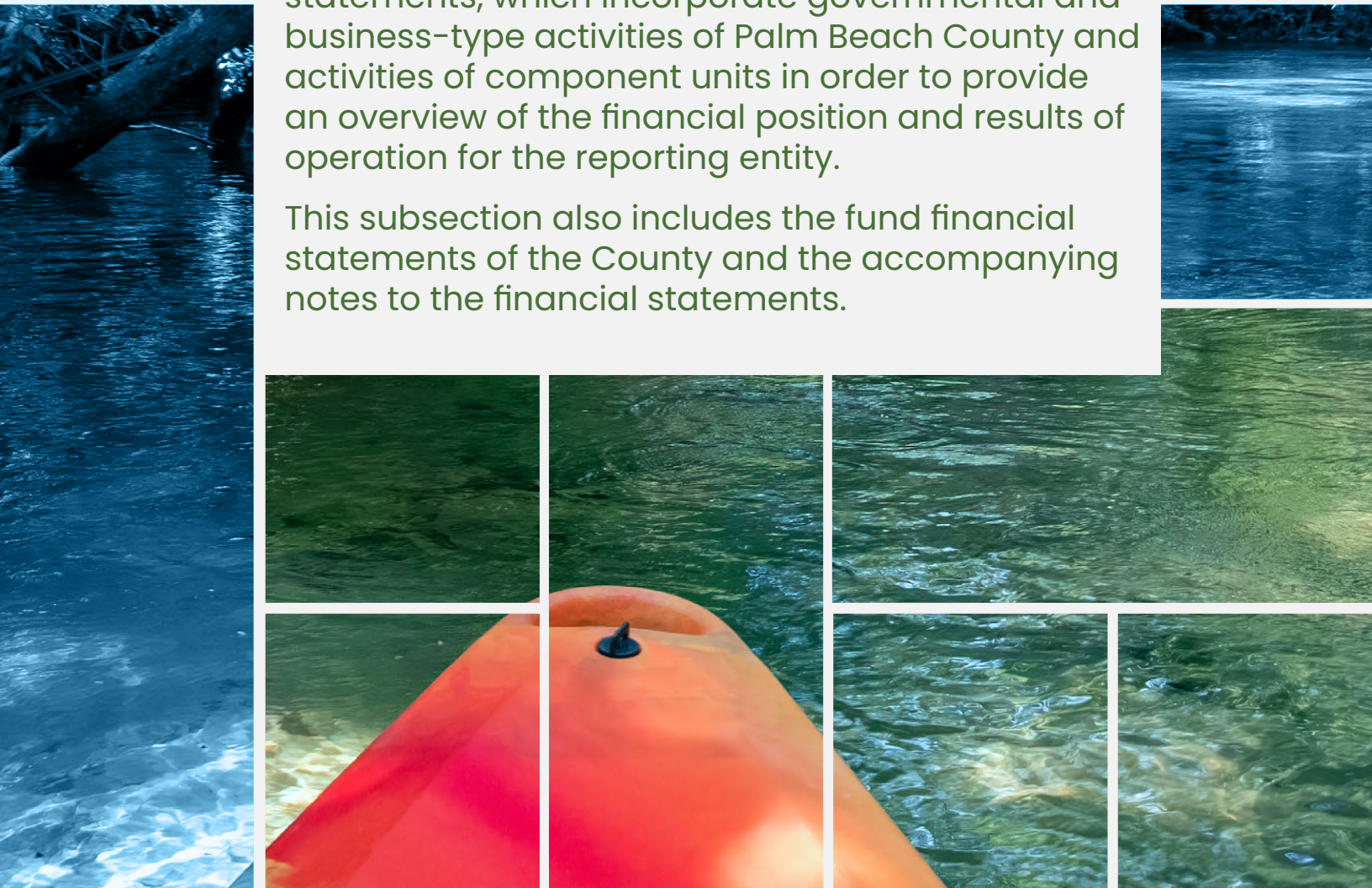


BASIC FINANCIAL STATEMENTS



The Basic Financial Statements subsection includes the government-wide financial statements, which incorporate governmental and business-type activities of Palm Beach County and activities of component units in order to provide an overview of the financial position and results of operation for the reporting entity.

This subsection also includes the fund financial statements of the County and the accompanying notes to the financial statements.





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PALM BEACH COUNTY, FLORIDA
Statement of Net Position
September 30, 2022

Primary Government

| | Governmental Activities | Business-Type Activities | Total |
|--|----------------------------|-----------------------------|-------------------------|
| ASSETS | | | |
| Cash, cash equivalents, and investments | \$ 1,678,402,881 | \$ 530,111,966 | \$ 2,208,514,847 |
| Interest receivable | 126,827 | 205,124 | 331,951 |
| Accounts receivable - net | 29,106,165 | 29,783,069 | 58,889,234 |
| Internal balances | (19,723,205) | 19,723,205 | - |
| Due from primary government | - | - | - |
| Due from other governments | 95,272,733 | 3,476,038 | 98,748,771 |
| Due from component units | 345,729 | - | 345,729 |
| Inventories | 22,767,155 | 14,666,916 | 37,434,071 |
| Other assets | 14,809,933 | 1,394,674 | 16,204,607 |
| Other receivables | 12,191,472 | 6,260,296 | 18,451,768 |
| Investment in joint ventures | - | 67,249,367 | 67,249,367 |
| Lease receivable | 10,123,373 | 58,536,686 | 68,660,059 |
| Noncurrent restricted cash, cash equivalents and investments | 1,011,796,182 | 83,322,962 | 1,095,119,144 |
| Capital assets : | | | |
| Capital assets not being depreciated | 1,014,712,300 | 333,936,471 | 1,348,648,771 |
| Capital assets, net of accumulated depreciation and amortization | 1,578,289,495 | 1,315,660,848 | 2,893,950,343 |
| Total assets | 5,448,221,040 | 2,464,327,622 | 7,912,548,662 |
| DEFERRED OUTFLOWS OF RESOURCES | | | |
| Pension related (Note 10) | 406,731,974 | 12,537,409 | 419,269,383 |
| OPEB related (Note 11) | 173,697,223 | 1,330,932 | 175,028,155 |
| Deferred charges on refunding | 18,311,779 | 4,927,098 | 23,238,877 |
| Goodwill | - | 3,433,138 | 3,433,138 |
| Total deferred outflows of resources | 598,740,976 | 22,228,577 | 620,969,553 |
| LIABILITIES | | | |
| Vouchers payable and accruals | 112,522,961 | 47,762,246 | 160,285,207 |
| Due to primary government | - | - | - |
| Due to other governments | 30,436,904 | 1,140,771 | 31,577,675 |
| Due to component units | 12,740,413 | 104,401 | 12,844,814 |
| Due to individuals | 11,435,991 | 5,844,455 | 17,280,446 |
| Accrued interest payable | 8,279,164 | 3,077,133 | 11,356,297 |
| Unearned revenue | 46,715,652 | 4,314,738 | 51,030,390 |
| Other current liabilities | 20,045,566 | - | 20,045,566 |
| Long-term liabilities | | | |
| Long-term liabilities due within one year | 105,333,870 | 10,515,970 | 115,849,840 |
| Long-term liabilities due in more than one year | 1,043,358,790 | 195,718,683 | 1,239,077,473 |
| Net pension liability due in more than one year | 1,490,829,895 | 48,863,797 | 1,539,693,692 |
| Net OPEB liability due in more than one year | 392,998,291 | 2,324,971 | 395,323,262 |
| Total liabilities | 3,274,697,497 | 319,667,165 | 3,594,364,662 |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Pension related (Note 10) | 111,222,864 | 2,038,493 | 113,261,357 |
| OPEB related (Note 11) | 190,301,834 | 279,267 | 190,581,101 |
| Leases (Note 8) | 10,123,373 | 56,342,949 | 66,466,322 |
| Other | 3,248,194 | 632,326 | 3,880,520 |
| Total deferred inflows of resources | 314,896,265 | 59,293,035 | 374,189,300 |
| NET POSITION | | | |
| Net investment in capital assets | 2,009,092,257 | 1,428,165,514 | 3,437,257,771 |
| Restricted for: | | | |
| Debt service | - | 9,958,753 | 9,958,753 |
| Capital projects | 953,138,403 | 17,074,848 | 970,213,251 |
| Library services | 19,226,535 | - | 19,226,535 |
| Fire rescue services | 117,255,875 | - | 117,255,875 |
| Tourist development programs | 41,174,134 | - | 41,174,134 |
| Grant and economic development programs | 290,759,232 | - | 290,759,232 |
| Environmental protection programs | 15,656,404 | - | 15,656,404 |
| Public safety and judicial programs | 28,176,118 | - | 28,176,118 |
| Other services and programs | 93,205,307 | 54,784,621 | 147,989,928 |
| Unrestricted (deficit) | (1,110,316,011) | 597,612,263 | (512,703,748) |
| Total net position | \$ 2,457,368,254 | \$ 2,107,595,999 | \$ 4,564,964,253 |

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

| Component Units | | |
|---------------------------------|--|-----------------------------|
| Housing Finance Authority | Westgate/ Belvedere Homes Community Redevelopment Agency | Solid Waste Authority |
| \$ 6,314,908 | \$ 917,954 | \$ 350,070,616 |
| 13,610 | - | 675,144 |
| 31,681 | 238,827 | 8,348,628 |
| - | - | - |
| 7,348,388 | - | 5,496,426 |
| - | - | 856,501 |
| - | - | - |
| - | - | 2,841,277 |
| - | 6,867,226 | 3,876,400 |
| 475,140 | - | - |
| - | - | - |
| - | - | 4,061,711 |
| - | - | 108,747,306 |
| - | 3,924,003 | 50,641,007 |
| - | 3,999,597 | 881,019,547 |
| <u>14,183,727</u> | <u>15,947,607</u> | <u>1,416,634,563</u> |
| - | 102,590 | 10,603,634 |
| - | - | 291,000 |
| - | - | - |
| - | - | - |
| <u>-</u> | <u>102,590</u> | <u>10,894,634</u> |
| 51,563 | 133,441 | 16,478,233 |
| - | - | 345,729 |
| - | - | - |
| - | - | - |
| - | - | 1,138,725 |
| - | - | 7,661,609 |
| - | - | - |
| 165,000 | - | 285,600 |
| - | 75,774 | 51,806,223 |
| - | 304,144 | 605,539,422 |
| - | 328,268 | 36,099,291 |
| - | - | 571,000 |
| <u>216,563</u> | <u>841,627</u> | <u>719,925,832</u> |
| - | 48,219 | 1,810,740 |
| - | - | 293,000 |
| - | - | 3,991,570 |
| - | - | 7,099,910 |
| <u>-</u> | <u>48,219</u> | <u>13,195,220</u> |
| - | 7,559,371 | 428,493,461 |
| - | 309,089 | 48,124,942 |
| - | 526,136 | 57,524,186 |
| - | - | - |
| - | - | - |
| - | - | - |
| - | - | - |
| - | - | - |
| - | - | 29,436,977 |
| 13,967,164 | 6,765,755 | 130,828,579 |
| <u>\$ 13,967,164</u> | <u>\$ 15,160,351</u> | <u>\$ 694,408,145</u> |

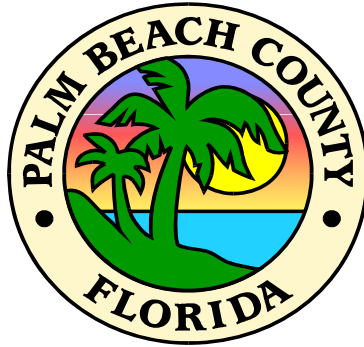
PALM BEACH COUNTY, FLORIDA
Statement of Activities
For the fiscal year ended September 30, 2022

| | Expenses | | Program Revenues | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
|--|--|---------------------|--|---|--|--|------------------|--|------------------------------|--|------------------|--|-----------------------|--|------------------------|--|---------------------------|--|-------------------------------------|--|------------------------------|--|------------------------------------|--|-----------------|--|---|--|------------------------|--|------------------------------------|--|-----------------|--|--------------------------------------|--|-------------------------------------|--|--|--|---|
| | Direct | Indirect | Fines, Fees and Charges for Services | Operating Grants, Contributions and Restricted Interest Income | Capital Grants and Contributions | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| PRIMARY GOVERNMENT | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Governmental Activities | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| General Government | \$ 494,871,061 | \$ (18,929,579) | \$ 221,459,850 | \$ 5,701,227 | \$ 3,139,924 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Public Safety | 1,200,817,081 | 7,074,460 | 185,429,956 | 261,028,313 | 1,009,907 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Physical Environment | 41,970,063 | - | 6,404,171 | 3,883,511 | 1,807,413 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Transportation | 217,926,632 | - | 36,520,850 | 61,799,311 | 510,283 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Economic Environment | 122,196,949 | 423,817 | 6,198,016 | 28,116,119 | - | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Human Services | 149,701,039 | - | 2,583,003 | 68,675,755 | - | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Culture and Recreation | 137,396,530 | 3,896,855 | 31,438,519 | 1,827,645 | - | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Interest Expense | 16,695,208 | - | - | - | - | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Total Governmental Activities | 2,381,574,563 | (7,534,447) | 490,034,365 | 431,031,881 | 6,467,527 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Business Activities | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Department of Airports | 78,820,735 | 1,064,388 | 80,430,966 | 12,792,526 | 18,223,410 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Water Utilities Department | 199,108,893 | 6,470,059 | 232,370,579 | - | 33,232,962 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Total Business Activities | 277,929,628 | 7,534,447 | 312,801,545 | 12,792,526 | 51,456,372 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Total Primary Government | \$ 2,659,504,191 | \$ - | \$ 802,835,910 | \$ 443,824,407 | \$ 57,923,899 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| COMPONENT UNITS | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Housing Finance Authority | \$ 170,047 | \$ - | \$ 792,883 | \$ 129,984 | \$ - | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Westgate/Belvedere Homes CRA | - | 3,470,352 | - | - | 315,077 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Solid Waste Authority | 322,264,666 | - | 348,338,141 | 3,163,737 | - | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Total Component Units | \$ 322,434,713 | \$ 3,470,352 | \$ 349,131,024 | \$ 3,293,721 | \$ 315,077 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 50%;"></td> <td style="width: 50%;">General Revenues</td> </tr> <tr> <td></td> <td>Taxes - levied by the County</td> </tr> <tr> <td></td> <td> Ad-valorem taxes</td> </tr> <tr> <td></td> <td> Utility service taxes</td> </tr> <tr> <td></td> <td> Local option gas taxes</td> </tr> <tr> <td></td> <td> Tourist development taxes</td> </tr> <tr> <td></td> <td>State shared sales tax-unrestricted</td> </tr> <tr> <td></td> <td>Franchise gross receipts fee</td> </tr> <tr> <td></td> <td>State shared revenues-unrestricted</td> </tr> <tr> <td></td> <td>Interest income</td> </tr> <tr> <td></td> <td>Net change in fair value of investments</td> </tr> <tr> <td></td> <td>Other general revenues</td> </tr> <tr> <td></td> <td>Gain on disposal of capital assets</td> </tr> <tr> <td></td> <td>Transfers - net</td> </tr> <tr> <td></td> <td style="border-top: 1px solid black;">Total general revenues and transfers</td> </tr> <tr> <td></td> <td>Increase (decrease) in net position</td> </tr> <tr> <td></td> <td style="border-top: 1px solid black;">Beginning net position (Restated), October 1, 2021</td> </tr> <tr> <td></td> <td style="border-top: 1px solid black; border-bottom: 3px double black;">Ending net position, September 30, 2022</td> </tr> </table> | | | | | | | General Revenues | | Taxes - levied by the County | | Ad-valorem taxes | | Utility service taxes | | Local option gas taxes | | Tourist development taxes | | State shared sales tax-unrestricted | | Franchise gross receipts fee | | State shared revenues-unrestricted | | Interest income | | Net change in fair value of investments | | Other general revenues | | Gain on disposal of capital assets | | Transfers - net | | Total general revenues and transfers | | Increase (decrease) in net position | | Beginning net position (Restated), October 1, 2021 | | Ending net position, September 30, 2022 |
| | General Revenues | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | Taxes - levied by the County | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | Ad-valorem taxes | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | Utility service taxes | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | Local option gas taxes | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | Tourist development taxes | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | State shared sales tax-unrestricted | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | Franchise gross receipts fee | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | State shared revenues-unrestricted | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | Interest income | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | Net change in fair value of investments | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | Other general revenues | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | Gain on disposal of capital assets | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | Transfers - net | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | Total general revenues and transfers | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | Increase (decrease) in net position | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | Beginning net position (Restated), October 1, 2021 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | Ending net position, September 30, 2022 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |

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

Net (Expense) Revenue and Changes in Net Position

| Primary Government | | | Component Units | | |
|---------------------------|--------------------------|---------------------------|---------------------------|--------------------------------|-----------------------|
| Governmental Activities | Business-Type Activities | Total | Housing Finance Authority | Westgate/ Belvedere Homes | Solid Waste Authority |
| | | | | Community Redevelopment Agency | |
| \$ (245,640,481) | \$ - | \$ (245,640,481) | \$ - | \$ - | \$ - |
| (760,423,365) | - | (760,423,365) | - | - | - |
| (29,874,968) | - | (29,874,968) | - | - | - |
| (119,096,188) | - | (119,096,188) | - | - | - |
| (88,306,631) | - | (88,306,631) | - | - | - |
| (78,442,281) | - | (78,442,281) | - | - | - |
| (108,027,221) | - | (108,027,221) | - | - | - |
| (16,695,208) | - | (16,695,208) | - | - | - |
| <u>(1,446,506,343)</u> | <u>-</u> | <u>(1,446,506,343)</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| - | 31,561,779 | 31,561,779 | - | - | - |
| - | 60,024,589 | 60,024,589 | - | - | - |
| - | 91,586,368 | 91,586,368 | - | - | - |
| <u>\$ (1,446,506,343)</u> | <u>\$ 91,586,368</u> | <u>\$ (1,354,919,975)</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| \$ - | \$ - | \$ - | \$ 752,820 | \$ - | \$ - |
| - | - | - | - | (3,155,275) | - |
| - | - | - | - | - | 29,237,212 |
| <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 752,820</u> | <u>\$ (3,155,275)</u> | <u>\$ 29,237,212</u> |
| \$ 1,418,218,061 | \$ - | \$ 1,418,218,061 | \$ - | \$ 2,945,851 | \$ - |
| 48,574,951 | - | 48,574,951 | - | - | - |
| 51,926,373 | - | 51,926,373 | - | - | - |
| 77,817,161 | - | 77,817,161 | - | - | - |
| 240,372,462 | - | 240,372,462 | - | - | - |
| 43,871,152 | - | 43,871,152 | - | - | - |
| 78,398,751 | - | 78,398,751 | - | - | - |
| 31,076,016 | 6,395,862 | 37,471,878 | - | 2,739 | - |
| (1,364,422) | (300,625) | (1,665,047) | - | - | - |
| 21,366,878 | - | 21,366,878 | - | 47,884 | - |
| 1,611,120 | - | 1,611,120 | - | - | - |
| (1,473,882) | 1,473,882 | - | - | - | - |
| <u>2,010,394,621</u> | <u>7,569,119</u> | <u>2,017,963,740</u> | <u>-</u> | <u>2,996,474</u> | <u>-</u> |
| 563,888,278 | 99,155,487 | 663,043,765 | 752,820 | (158,801) | 29,237,212 |
| <u>1,893,479,976</u> | <u>2,008,440,512</u> | <u>3,901,920,488</u> | <u>13,214,344</u> | <u>15,319,152</u> | <u>665,170,933</u> |
| <u>\$ 2,457,368,254</u> | <u>\$ 2,107,595,999</u> | <u>\$ 4,564,964,253</u> | <u>\$ 13,967,164</u> | <u>\$ 15,160,351</u> | <u>\$ 694,408,145</u> |



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DESCRIPTIONS OF MAJOR FUNDS

GOVERNMENTAL FUNDS

General Fund - To account for all financial resources of the general government except those required to be accounted for in other funds. The General Fund is subdivided into the following categories: Board of County Commissioners (BOCC), Sheriff, Clerk & Comptroller, Tax Collector, Property Appraiser and the Supervisor of Elections.

Palm Tran Special Revenue Fund - To account for activities related to the operation of the County-owned public bus transportation system.

Fire Rescue Special Revenue Fund - To account for ad-valorem taxes and other revenues designated for fire rescue services.

COVID-19 Special Revenue Fund - To account for activities related to the funding received from the U.S Treasury and other sources under the CARES Act for COVID-19 as well as the distribution of these funds to individuals and businesses.

Road Program Capital Projects - To account for costs related to the design, acquisition of rights-of-way and construction of improvements to the County's major thoroughfare road system, primarily represented by the County's Five Year Road Program.

General Government Capital Projects - To account for costs of capital improvements not included in any other category.

PROPRIETARY FUNDS

Airports - To account for activities related to the operation of the four County-owned airports - Palm Beach International Airport in West Palm Beach and three general aviation airports located in Lantana, Pahokee and Palm Beach Gardens.

Water Utilities - To account for activities related to the operation of the County-owned water and sewage system, which provides water and sewer services to portions of the unincorporated area of the County, as well as to certain municipalities.

PALM BEACH COUNTY, FLORIDA
Balance Sheet
Governmental Funds
September 30, 2022

| | MAJOR FUNDS | | | |
|---|-----------------------|---|---|-------------------------------------|
| | General Fund | Palm Tran Special Revenue Fund | Fire Rescue Special Revenue Fund | COVID-19 Special Revenue Fund |
| ASSETS | | | | |
| Cash, cash equivalents, and investments | \$ 556,508,904 | \$ 500 | \$ 144,775,371 | \$ 254,385,787 |
| Accounts receivable, net | 15,541,794 | 337,216 | 4,260,652 | 75,841 |
| Due from other county funds | 51,568,012 | 7,439,676 | 5,477,860 | 67,068 |
| Due from other governments | 19,541,702 | 36,531,904 | 3,973,218 | 2,008,828 |
| Due from component unit | 344,081 | - | - | - |
| Inventory | 11,674,162 | 2,977,266 | 3,685,091 | - |
| Lease receivable | 4,526,054 | - | - | - |
| Other assets | 2,849,805 | 5,000 | 38,975 | - |
| Other receivables, noncurrent | - | - | - | - |
| Total assets | \$ 662,554,514 | \$ 47,291,562 | \$ 162,211,167 | \$ 256,537,524 |
| LIABILITIES | | | | |
| Vouchers payable and accrued liabilities | \$ 59,046,480 | \$ 1,851,862 | \$ 15,270,923 | \$ 253,190 |
| Due to other county funds | 46,033,331 | 38,900,005 | 266,664 | 469,468 |
| Due to other governments | 25,716,119 | 3,134,838 | 76,596 | - |
| Due to component unit | 12,737,301 | 260 | - | - |
| Due to individuals | 11,284,829 | 406 | - | - |
| Insurance claims payable | 2,280,875 | - | - | - |
| Unearned revenue | 24,947,877 | - | - | 17,991,766 |
| Other liabilities | 20,044,519 | - | - | - |
| Total liabilities | 202,091,331 | 43,887,371 | 15,614,183 | 18,714,424 |
| DEFERRED INFLOWS OF RESOURCES | | | | |
| Unavailable revenue | 2,144,494 | 22,239,386 | 2,421,454 | 1,949,019 |
| Leases | 4,526,054 | - | - | - |
| FUND BALANCES | | | | |
| Non-Spendable | | | | |
| Inventory | 11,674,162 | 2,977,266 | 3,685,091 | - |
| Prepaid items | 2,394,974 | 5,000 | - | - |
| Spendable | | | | |
| Restricted for: | | | | |
| Debt service | - | - | - | - |
| Capital projects | - | - | - | - |
| Library services | - | - | - | - |
| Fire rescue services | - | - | 140,490,439 | - |
| Tourist development programs | - | - | - | - |
| Grant and economic development programs | - | - | - | 237,633,518 |
| Environmental protection programs | - | - | - | - |
| Public safety and judicial programs | 41,794,929 | - | - | - |
| Other services and programs | - | - | - | - |
| Assigned to: | | | | |
| Capital projects | - | - | - | - |
| Tourist development programs | - | - | - | - |
| Other services and programs | - | - | - | - |
| Unassigned (deficit) | 397,928,570 | (21,817,461) | - | (1,759,437) |
| Total fund balances | 453,792,635 | (18,835,195) | 144,175,530 | 235,874,081 |
| Total liabilities, deferred inflows of resources and fund balances | \$ 662,554,514 | \$ 47,291,562 | \$ 162,211,167 | \$ 256,537,524 |

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

| Road Program Capital Projects | General Government Capital Projects | Other Governmental Funds | Total Governmental Funds |
|--|--|--------------------------------|--------------------------------|
| \$ 459,183,603 | \$ 639,006,470 | \$ 471,852,661 | \$ 2,525,713,296 |
| - | 5,000 | 8,564,074 | 28,784,577 |
| 2,643,888 | 5,199,453 | 23,432,945 | 95,828,902 |
| 1,024,119 | 20,768,750 | 11,107,884 | 94,956,405 |
| - | - | - | 344,081 |
| - | - | 3,181,671 | 21,518,190 |
| - | - | 5,597,319 | 10,123,373 |
| - | - | 7,618,485 | 10,512,265 |
| - | - | 12,191,472 | 12,191,472 |
| <u>\$ 462,851,610</u> | <u>\$ 664,979,673</u> | <u>\$ 543,546,511</u> | <u>\$ 2,799,972,561</u> |
| \$ 3,455,459 | \$ 16,630,580 | \$ 13,743,978 | \$ 110,252,472 |
| 44,789 | 34,425 | 13,989,646 | 99,738,328 |
| 1,782 | 3,122 | 1,418,480 | 30,350,937 |
| - | - | 2,852 | 12,740,413 |
| - | - | 150,756 | 11,435,991 |
| - | - | - | 2,280,875 |
| 2,450,301 | 37,946 | 1,287,762 | 46,715,652 |
| - | - | 1,047 | 20,045,566 |
| <u>5,952,331</u> | <u>16,706,073</u> | <u>30,594,521</u> | <u>333,560,234</u> |
| - | 531,750 | 17,965,022 | 47,251,125 |
| - | - | 5,597,319 | 10,123,373 |
| - | - | 3,181,671 | 21,518,190 |
| - | - | 508,360 | 2,908,334 |
| - | - | 1,958,198 | 1,958,198 |
| 363,566,038 | 447,993,732 | 202,232,648 | 1,013,792,418 |
| - | - | 21,861,795 | 21,861,795 |
| - | - | - | 140,490,439 |
| - | - | 41,174,134 | 41,174,134 |
| - | - | 56,536,032 | 294,169,550 |
| - | - | 15,725,061 | 15,725,061 |
| - | - | 14,582,982 | 56,377,911 |
| - | - | 83,344,832 | 83,344,832 |
| 93,333,241 | 199,748,118 | 21,841,493 | 314,922,852 |
| - | - | 17,602,062 | 17,602,062 |
| - | - | 10,664,072 | 10,664,072 |
| - | - | (1,823,691) | 372,527,981 |
| <u>456,899,279</u> | <u>647,741,850</u> | <u>489,389,649</u> | <u>2,409,037,829</u> |
| <u>\$ 462,851,610</u> | <u>\$ 664,979,673</u> | <u>\$ 543,546,511</u> | <u>\$ 2,799,972,561</u> |

PALM BEACH COUNTY, FLORIDA
 Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Position - Governmental Activities
 September 30, 2022

Fund balances for total of governmental funds (page 9) \$ 2,409,037,829

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

Report internal service funds as governmental activities

Internal service funds are used by management to charge the costs of certain activities, such as insurance, computer services, and vehicles to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.

| | | |
|--|----------------|-------------|
| Net position per fund statements | \$ 141,898,852 | |
| Less amount due to business-type activities for 'look-back' allocation | (20,913,807) | |
| | | 120,985,045 |

Report as a liability general long-term debt obligations

Liabilities that are not due and payable in the current period are not payable from current financial resources and therefore are not reported in the governmental fund statements.

| | | |
|--|---------------|-----------------|
| General obligation bonds payable | (26,250,000) | |
| Notes from direct borrowings and direct placements | (43,386,640) | |
| Non-ad valorem bonds payable | (523,770,000) | |
| Notes and loans payable | (16,944,537) | |
| Compensated absences | (229,453,944) | |
| Lease liability | (6,645,704) | |
| Claims and judgements | (183,659,128) | |
| Unamortized premium | (43,664,162) | |
| | | (1,073,774,115) |

Report refunding losses as deferred outflow 18,311,779

Report refunding gains as deferred inflow (3,248,194)

Report net deferred outflow/inflow - pension related 295,509,110

Report net deferred outflow/inflow - OPEB related (16,604,611)

Report as an asset the cost of general capital assets and accumulated depreciation/amortization

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

| | | |
|--|---------------|---------------|
| Capital assets not being depreciated | 1,014,712,300 | |
| Capital assets, net of accumulated depreciation/amortization | 1,537,295,336 | |
| | | 2,552,007,636 |

Report other adjustments to convert from modified accrual to full accrual

Net Pension Liability

Net pension liability that is not due and payable in the current period is not reported in the governmental fund statements. (1,490,829,895)

Net OPEB Liability

Net OPEB liability that is not due and payable in the current period is not reported in the governmental fund statements. (392,998,291)

Accrued Interest Payable

Accrued interest payable that is not due and payable in the current period is not reported in the governmental fund statements. (8,279,164)

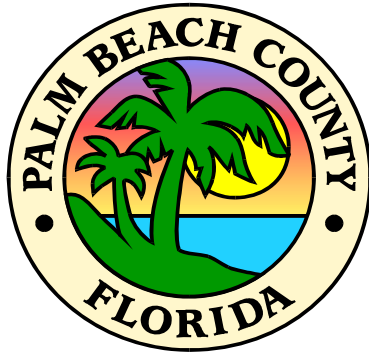
Unavailable Revenue

Revenue is recognized when earned. However, revenue is not available until the current financial resources are received in the governmental fund statements. 47,251,125

(1,844,856,225)

Net position of governmental activities (page 2) \$ 2,457,368,254

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



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PALM BEACH COUNTY, FLORIDA
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the fiscal year ended September 30, 2022

| | MAJOR FUNDS | | | |
|---|-----------------------|---|---|-------------------------------------|
| | General Fund | Palm Tran Special Revenue Fund | Fire Rescue Special Revenue Fund | COVID-19 Special Revenue Fund |
| Revenues: | | | | |
| Taxes (net of discount) | \$ 1,092,983,295 | \$ 33,550,681 | \$ 322,750,073 | \$ - |
| Special assessments | - | - | 281,358 | - |
| Licenses and permits | 46,521,106 | 64,155 | 22,191 | - |
| Intergovernmental | 421,817,592 | 28,277,550 | 965,855 | 50,046,792 |
| Charges for services | 286,916,916 | 10,493,946 | 53,858,511 | - |
| Less - excess fees paid out | (52,638,923) | - | - | - |
| Fines and forfeitures | 4,017,855 | - | - | - |
| Interest Income | 7,848,968 | - | 2,269,357 | 330,976 |
| Net change in fair value of investments | (290,524) | 5,592 | (112,901) | (16,224) |
| Miscellaneous | 11,461,960 | 1,839,601 | 1,001,186 | 181,564 |
| Total revenues | 1,818,638,245 | 74,231,525 | 381,035,630 | 50,543,108 |
| Expenditures: | | | | |
| Current: | | | | |
| General government | 333,751,289 | - | - | - |
| Public safety | 750,880,164 | - | 360,126,490 | 12,735,888 |
| Physical environment | 14,214,206 | - | - | - |
| Transportation | 4,235,000 | 111,364,577 | - | - |
| Economic environment | 54,046,366 | - | 1,236,352 | 5,063,680 |
| Human services | 77,336,021 | - | - | 43,182,626 |
| Culture and recreation | 66,878,372 | - | - | - |
| Capital outlay | 24,017,812 | 18,596,610 | 6,859,740 | 23,000 |
| Debt service | 2,746,472 | - | 65,000 | - |
| Total expenditures | 1,328,105,702 | 129,961,187 | 368,287,582 | 61,005,194 |
| Excess of revenues over (under) expenditures | 490,532,543 | (55,729,662) | 12,748,048 | (10,462,086) |
| Other financing sources (uses): | | | | |
| Transfers in | 13,732,349 | 45,447,727 | 10,576,965 | 244,330,026 |
| Transfers out | (439,278,621) | (94,800) | (23,890,600) | (666,207) |
| Issuance of long-term debt | - | - | - | - |
| Lease financing | 198,302 | - | - | - |
| Total other financing sources (uses) | (425,347,970) | 45,352,927 | (13,313,635) | 243,663,819 |
| Net change in fund balances | 65,184,573 | (10,376,735) | (565,587) | 233,201,733 |
| Fund balances (deficit), October 1, 2021 | 388,579,741 | (8,804,987) | 144,741,148 | 2,672,348 |
| Change in nonspendable fund balances | 28,321 | 346,527 | (31) | - |
| Fund balances (deficit), September 30, 2022 | \$ 453,792,635 | \$ (18,835,195) | \$ 144,175,530 | \$ 235,874,081 |

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

| Road Program Capital Projects | General Government Capital Projects | Other Governmental Funds | Total Governmental Funds |
|--|--|--------------------------------|--------------------------------|
| \$ 10,474,225 | \$ - | \$ 158,906,162 | \$ 1,618,664,436 |
| 50,147,492 | 2,978,411 | 41,957,463 | 95,364,724 |
| - | - | 34,941,617 | 81,549,069 |
| 139,016 | 119,862,931 | 76,427,770 | 697,537,506 |
| 1,325 | 644,928 | 36,295,647 | 388,211,273 |
| - | - | - | (52,638,923) |
| - | 948,943 | 2,109,687 | 7,076,485 |
| 4,759,843 | 6,672,915 | 7,759,989 | 29,642,048 |
| (261,695) | (348,458) | (260,529) | (1,284,739) |
| 4,105,569 | 1,209,654 | 26,814,865 | 46,614,399 |
| 69,365,775 | 131,969,324 | 384,952,671 | 2,910,736,278 |
| 3,277,052 | 46,107,393 | 42,995,503 | 426,131,237 |
| - | 201,789 | 32,950,909 | 1,156,895,240 |
| - | 303 | 26,138,896 | 40,353,405 |
| 3,035,377 | 18,064,768 | 45,009,147 | 181,708,869 |
| - | - | 61,700,952 | 122,047,350 |
| - | 99,176 | 28,295,476 | 148,913,299 |
| - | 137,993 | 58,602,083 | 125,618,448 |
| 32,807,696 | 37,439,461 | 17,728,488 | 137,472,807 |
| - | 684,936 | 88,350,531 | 91,846,939 |
| 39,120,125 | 102,735,819 | 401,771,985 | 2,430,987,594 |
| 30,245,650 | 29,233,505 | (16,819,314) | 479,748,684 |
| 2,605,128 | 60,112,152 | 154,370,584 | 531,174,931 |
| (2,175,881) | (3,484,844) | (58,044,660) | (527,635,613) |
| - | - | 307,103 | 307,103 |
| - | - | - | 198,302 |
| 429,247 | 56,627,308 | 96,633,027 | 4,044,723 |
| 30,674,897 | 85,860,813 | 79,813,713 | 483,793,407 |
| 426,224,382 | 561,881,037 | 409,440,156 | 1,924,733,825 |
| - | - | 135,780 | 510,597 |
| \$ 456,899,279 | \$ 647,741,850 | \$ 489,389,649 | \$ 2,409,037,829 |

PALM BEACH COUNTY, FLORIDA
 Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
 of Governmental Funds to the Statement of Activities - Governmental Activities
 For the fiscal year ended September 30, 2022

Net change in fund balances for total governmental funds (page 13) \$ 483,793,407

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

Report internal service funds as governmental activities

Internal service funds are used by management to charge the cost of certain activities, such as vehicles and insurance to individual funds. The net income of the internal service funds is reported with governmental activities.

| | | |
|--|---------------|------------|
| Net income per fund statements | \$ 11,889,162 | |
| Adjusted for current year allocation of internal service funds to business-type activities | (367,335) | |
| | | 11,521,827 |

Report as a liability long-term debt obligations

Debt issuance

Debt issuances provide current financial resources to governmental funds, but such activities increase long-term liabilities in the statement of net position.

| | | |
|--|-----------|--|
| Current year face value of debt issued | (307,103) | |
|--|-----------|--|

Governmental funds report the premium and discount as other financing sources/uses when debt is issued, but in the statement of activities these amounts are amortized to interest expense over the term of the debt.

| | | |
|--|-----------|--|
| Current year amortization and retirement of premium / discount | 5,371,134 | |
|--|-----------|--|

Governmental funds report the effect of gains and losses on refundings when the debt is first issued, but in the statement of activities these amounts are deferred and amortized.

| | | |
|---|-------------|--|
| Current year amortization and retirement of deferred refunding loss | (2,770,262) | |
| Current year amortization of deferred refunding gain | 1,067,919 | |

Debt retirement

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and does not result in an expense.

| | | |
|--|------------|--|
| | 64,480,690 | |
|--|------------|--|

The change in accrued liabilities reported as long-term obligations do not require the use of current financial resources and therefore are not reported in the governmental fund statements.

| | | |
|---|--------------|------------|
| Net change in estimated self-insurance obligation | 26,860,125 | |
| Net change in compensated absences liability | (11,217,620) | |
| | | 83,484,883 |

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

Report as an asset the cost of general capital assets and accumulated depreciation

Acquisition of capital assets

Governmental funds report capital outlays as expenditures, but capital purchases increase assets in the statement of net position and do not result in an expense. 137,472,807

Acquisition of capital assets from contributions do not generate current financial resources and therefore are not reported in the governmental fund statements as revenue. 4,158,238

Depreciation/amortization expense

The cost of capital assets is allocated over their useful life as depreciation/amortization expense. However, depreciation and amortization does not require the use of current financial resources and therefore is not reported in the governmental fund statements. (143,621,469)

Retirement of capital assets

In the statement of activities, only the gain on the sale of capital assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance. (2,379,832)

(4,370,256)

Report other adjustments for converting from modified accrual to full accrual

Net change in inventory 511,583

Net change in accrued interest payable 3,084,099

Net change in unavailable revenue 17,353,155

Net change in lease liability (169,058)

Net change in net pension liability (22,421,815)

Net change in net OPEB liability (8,899,547)

(10,541,583)

Change in net position of governmental activities (page 5)

\$ 563,888,278

PALM BEACH COUNTY, FLORIDA
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Budgetary Basis)
General Fund
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|----------------------|----------------------|----------------------|---|
| Revenues | | | | |
| Taxes (net of discount) | \$ 1,131,961,841 | \$ 1,131,961,841 | \$ 1,092,983,295 | \$ (38,978,546) |
| Licenses and permits | 38,869,944 | 38,869,944 | 45,099,479 | 6,229,535 |
| Intergovernmental | 141,330,733 | 388,523,108 | 419,366,659 | 30,843,551 |
| Charges for services | 48,019,635 | 47,602,020 | 51,103,061 | 3,501,041 |
| Fines and forfeitures | 2,113,500 | 2,113,500 | 2,833,643 | 720,143 |
| Interest income | 3,033,000 | 3,033,000 | 5,750,693 | 2,717,693 |
| Net change in fair value of investments | - | - | (290,524) | (290,524) |
| Miscellaneous | 3,022,379 | 3,847,781 | 5,517,338 | 1,669,557 |
| Less 5% anticipated revenues | (72,533,097) | (72,533,097) | - | 72,533,097 |
| Total revenues | 1,295,817,935 | 1,543,418,097 | 1,622,363,644 | 78,945,547 |
| Expenditures | | | | |
| Current: | | | | |
| General government: | | | | |
| Youth Services Department | 249,977 | 249,977 | 192,880 | 57,097 |
| County Administrator | 2,822,492 | 2,822,492 | 2,492,617 | 329,875 |
| Office of Resilience | 836,997 | 1,641,122 | 505,512 | 1,135,610 |
| County Attorney | 6,232,927 | 6,558,698 | 6,232,541 | 326,157 |
| Commission on Ethics | 771,404 | 771,404 | 707,485 | 63,919 |
| County Commission | 3,944,261 | 4,140,702 | 3,822,661 | 318,041 |
| Human Resources | 3,715,630 | 3,715,630 | 3,550,241 | 165,389 |
| Engineering & Public Works | 5,333,213 | 5,333,213 | 4,815,081 | 518,132 |
| Facilities Dev & Ops | 46,179,128 | 46,058,069 | 41,257,656 | 4,800,413 |
| Financial Management & Budget | 4,243,278 | 4,390,487 | 4,192,365 | 198,122 |
| Information Systems Services | 36,547,481 | 36,648,858 | 35,191,486 | 1,457,372 |
| Internal Auditor | 1,274,532 | 1,274,532 | 1,162,587 | 111,945 |
| Judicial | 3,253,773 | 3,253,773 | 3,156,134 | 97,639 |
| Planning, Zoning & Building | 10,872,036 | 10,872,036 | 9,345,583 | 1,526,453 |
| Public Affairs | 5,980,701 | 5,692,799 | 5,391,599 | 301,200 |
| Intergovernmental Affairs | 656,902 | 656,902 | 349,983 | 306,919 |
| Public Safety | 4,017,897 | 4,019,229 | 3,737,286 | 281,943 |
| Office of Diversity, Equity and Inclusion | 328,037 | 328,037 | - | 328,037 |
| Purchasing | 4,652,302 | 4,652,302 | 4,168,460 | 483,842 |
| Risk Management | 402,691 | 402,691 | 393,906 | 8,785 |
| General Government Operations | 37,200,157 | 40,100,515 | 38,029,734 | 2,070,781 |
| Value Adjustment Board | 655,000 | 815,000 | 808,721 | 6,279 |
| Non-departmental specific reserves | 190,400,986 | 221,088,053 | - | 221,088,053 |
| Office of Small Business Assistance | 1,608,844 | 1,608,844 | 1,425,940 | 182,904 |
| Total general government | 372,180,646 | 407,095,365 | 170,930,458 | 236,164,907 |
| Public safety: | | | | |
| Community Services | - | - | 198 | (198) |
| Sheriff - PBC Expenses | 285,000 | 285,000 | 138,914 | 146,086 |
| Facilities Dev & Ops | 3,520,723 | 3,610,723 | 3,533,560 | 77,163 |
| Parks & Recreation | - | - | 20,820 | (20,820) |
| Planning, Zoning & Building | 4,540,750 | 4,540,750 | 4,682,251 | (141,501) |
| Public Safety | 8,907,028 | 8,942,028 | 7,653,423 | 1,288,605 |
| Medical Examiner | 4,914,091 | 5,065,992 | 5,075,044 | (9,052) |
| Other County Funded Programs | 2,575,757 | 2,575,757 | 2,483,499 | 92,258 |
| General Government Operations | 391,180 | 391,180 | 170,529 | 220,651 |
| Criminal Justice Commission | 1,180,607 | 1,330,196 | 1,011,253 | 318,943 |
| Total public safety | 26,315,136 | 26,741,626 | 24,769,491 | 1,972,135 |

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

PALM BEACH COUNTY, FLORIDA
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Budgetary Basis)
General Fund
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|--|--------------------|-------------------|-------------------|---|
| Physical environment: | | | | |
| County Cooperative Ext Serv | 2,703,460 | 2,703,460 | 2,038,879 | 664,581 |
| Engineering & Public Works | 565,841 | 570,445 | 543,702 | 26,743 |
| Environmental Resources Mgt | 12,182,209 | 12,190,209 | 11,631,625 | 558,584 |
| Total physical environment | 15,451,510 | 15,464,114 | 14,214,206 | 1,249,908 |
| Transportation: | | | | |
| Other County Funded Programs | 4,235,000 | 4,235,000 | 4,235,000 | - |
| Total transportation | 4,235,000 | 4,235,000 | 4,235,000 | - |
| Economic environment: | | | | |
| Department of Economic Sustainability | 376,616 | 376,616 | 366,229 | 10,387 |
| Equal Opportunity | 1,149,240 | 1,205,790 | 1,137,407 | 68,383 |
| Office Of Comm. Revitalization | 954,763 | 954,763 | 854,680 | 100,083 |
| Community Redevelopment Agncys | 51,544,652 | 51,544,652 | 51,471,950 | 72,702 |
| General Government Operations | 216,100 | 216,100 | 216,100 | - |
| Total economic environment | 54,241,371 | 54,297,921 | 54,046,366 | 251,555 |
| Human services: | | | | |
| Community Services | 3,050,036 | 3,050,036 | 2,578,837 | 471,199 |
| Behavioral Health Programs | 3,164,255 | 4,048,258 | 1,918,942 | 2,129,316 |
| Community Services/Human Serv | 21,658,485 | 24,279,869 | 17,425,795 | 6,854,074 |
| Youth Services Department | 9,796,909 | 9,110,102 | 7,532,801 | 1,577,301 |
| Youth Services Community Based Programming | 1,471,878 | 1,471,878 | 1,375,972 | 95,906 |
| Youth Services-New Evidenced Based Programming | 3,924,735 | 4,561,326 | 4,382,395 | 178,931 |
| Environmental Resources Mgt | 3,177,768 | 3,123,768 | 2,866,200 | 257,568 |
| Equal Opportunity | 116,457 | 32,297 | 16,715 | 15,582 |
| Health Department | 2,177,587 | 2,177,587 | 1,996,119 | 181,468 |
| Public Safety | 11,790,738 | 11,604,167 | 10,232,166 | 1,372,001 |
| Financially Assisted Agencies | 13,365,991 | 13,365,991 | 11,760,917 | 1,605,074 |
| Other County Funded Programs | 15,250,000 | 15,250,000 | 15,249,162 | 838 |
| Total human services | 88,944,839 | 92,075,279 | 77,336,021 | 14,739,258 |
| Culture and recreation: | | | | |
| Parks & Recreation | 72,122,132 | 72,125,132 | 66,190,770 | 5,934,362 |
| Parks & Rec - Grants | - | 787,013 | 687,602 | 99,411 |
| Total culture and recreation | 72,122,132 | 72,912,145 | 66,878,372 | 6,033,773 |
| Capital outlay: | | | | |
| Community Services/Human Services | 59,104 | 59,104 | 58,924 | 180 |
| Youth Services Department | 26,260 | 35,788 | - | 35,788 |
| Environmental Resources Mgt | - | 46,000 | - | 46,000 |
| Facilities Dev & Ops | 32,600 | 230,600 | 56,770 | 173,830 |
| Financial Management & Budget | 3,000 | - | - | - |
| Information Systems Services | 20,000 | - | - | - |
| Planning, Zoning & Building | 30,000 | 30,000 | - | 30,000 |
| Public Affairs | 55,000 | 342,902 | 67,655 | 275,247 |

PALM BEACH COUNTY, FLORIDA
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Budgetary Basis)
General Fund

For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|----------------------|------------------------|------------------------|---|
| Public Safety | 31,500 | 265,851 | - | 265,851 |
| Medical Examiner | 14,200 | 14,200 | - | 14,200 |
| Total capital outlay | 271,664 | 1,024,445 | 183,349 | 841,096 |
| Debt Service: | | | | |
| Sheriff - PBC Expenses | - | - | 5,132 | (5,132) |
| Facilities Dev & Ops | - | - | 90,828 | (90,828) |
| Public Affairs | - | - | 136,164 | (136,164) |
| Total Debt Service | - | - | 232,124 | (232,124) |
| Total expenditures | 633,762,298 | 673,845,895 | 412,825,387 | 261,020,508 |
| Excess of revenues over expenditures | 662,055,637 | 869,572,202 | 1,209,538,257 | 339,966,055 |
| Other financing sources (uses) | | | | |
| Transfers in | 86,149,572 | 90,103,426 | 117,631,787 | 27,528,361 |
| Transfers out | (1,046,127,389) | (1,296,771,641) | (1,264,089,675) | 32,681,966 |
| Total other financing sources (uses) | (959,977,817) | (1,206,668,215) | (1,146,457,888) | 60,210,327 |
| Net change in fund balances | (297,922,180) | (337,096,013) | 63,080,369 | 400,176,382 |
| Fund balances, October 1, 2021 | 297,922,180 | 337,096,013 | 342,194,066 | 5,098,053 |
| Change in nonspendable fund balance | - | - | 28,321 | 28,321 |
| Fund balances, September 30, 2022 | \$ - | \$ - | 405,302,756 | \$ 405,302,756 |

Perspective difference between budget basis and GAAP 48,489,879

Fund balances, September 30, 2022 (GAAP) \$ 453,792,635

Reconciliation of Budget to GAAP:

| | Revenues | Expenditures | Transfers in | Transfers out | Lease Financing | Net change in fund balance |
|-------------------------------|-------------------------|---------------------------|----------------------|-------------------------|--------------------|-------------------------------|
| Board of County Commissioners | \$ 1,622,363,644 | \$ (412,825,387) | \$ 117,631,787 | \$ (1,264,089,675) | \$ - | \$ 63,080,369 |
| Sheriff | 86,398,181 | (767,556,245) | 796,742,788 | (114,150,452) | 135,546 | 1,569,818 |
| Clerk & Comptroller | 47,742,364 | (62,470,559) | 17,214,344 | (1,951,763) | - | 534,386 |
| Tax Collector | 36,168,271 | (36,168,271) | - | - | - | - |
| Property Appraiser | 24,408,425 | (24,408,425) | - | - | - | - |
| Supervisor of Elections | 1,557,360 | (24,676,815) | 23,093,033 | (36,334) | 62,756 | - |
| Eliminations | - | - | (940,949,603) | 940,949,603 | - | - |
| Totals | \$ 1,818,638,245 | \$ (1,328,105,702) | \$ 13,732,349 | \$ (439,278,621) | \$ 198,302 | \$ 65,184,573 |

NOTE: Budgetary comparisons presented herein are on a basis consistent with GAAP and only include the operations of the Board of County Commissioners since that is what was legally adopted. In accordance with GASB 54, the individual County Constitutional Officers no longer met the definition to be reported as separate special revenue funds of the County and as a result their activities have been combined into the County general fund for GAAP reporting purposes. The above table provides a reconciliation of the amounts between the two schedules.

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

PALM BEACH COUNTY, FLORIDA
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Palm Tran Special Revenue Fund
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|---------------------|---------------------|------------------------|---|
| Revenues: | | | | |
| Taxes (net of discount) | \$ 32,516,000 | \$ 32,516,000 | \$ 33,550,681 | \$ 1,034,681 |
| Licenses and permits | 36,000 | 36,000 | 64,155 | 28,155 |
| Intergovernmental | 93,824,108 | 97,112,305 | 28,277,550 | (68,834,755) |
| Charges for services | 8,373,680 | 8,373,680 | 10,493,946 | 2,120,266 |
| Net change in fair value of investments | - | - | 5,592 | 5,592 |
| Miscellaneous | 1,555,000 | 1,555,000 | 1,839,601 | 284,601 |
| Less 5% anticipated revenues | (2,731,802) | (2,731,802) | - | 2,731,802 |
| Total revenues | 133,572,986 | 136,861,183 | 74,231,525 | (62,629,658) |
| Expenditures: | | | | |
| Current: | | | | |
| Transportation | 117,411,738 | 123,717,112 | 111,364,577 | 12,352,535 |
| Capital outlay | 74,955,203 | 59,967,642 | 18,596,610 | 41,371,032 |
| Total expenditures | 192,366,941 | 183,684,754 | 129,961,187 | 53,723,567 |
| Excess of revenues over (under) expenditures | (58,793,955) | (46,823,571) | (55,729,662) | (8,906,091) |
| Other financing sources (uses): | | | | |
| Transfers in | 55,636,176 | 58,370,121 | 45,447,727 | (12,922,394) |
| Transfers out | (105,823) | (105,823) | (94,800) | 11,023 |
| Total other financing sources (uses) | 55,530,353 | 58,264,298 | 45,352,927 | (12,911,371) |
| Net change in fund balances | (3,263,602) | 11,440,727 | (10,376,735) | (21,817,462) |
| Fund balances (deficit), October 1, 2021 | 3,263,602 | (11,440,727) | (8,804,987) | 2,635,740 |
| Change in nonspendable fund balance | - | - | 346,527 | 346,527 |
| Fund balances (deficit), September 30, 2022 | \$ - | \$ - | \$ (18,835,195) | \$ (18,835,195) |

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

PALM BEACH COUNTY, FLORIDA
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Fire Rescue Special Revenue Fund
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|----------------------|----------------------|-----------------------|---|
| Revenues: | | | | |
| Taxes (net of discount) | \$ 335,674,365 | \$ 335,674,365 | \$ 322,750,073 | \$ (12,924,292) |
| Special assessments | 291,478 | 291,478 | 281,358 | (10,120) |
| Licenses and permits | 16,000 | 16,000 | 22,191 | 6,191 |
| Intergovernmental | 489,795 | 2,099,308 | 965,855 | (1,133,453) |
| Charges for services | 45,565,059 | 45,565,059 | 53,858,511 | 8,293,452 |
| Interest income | 3,135,650 | 3,135,650 | 2,269,357 | (866,293) |
| Net change in fair value of investments | - | - | (112,901) | (112,901) |
| Miscellaneous | 245,000 | 648,578 | 1,001,186 | 352,608 |
| Less 5% anticipated revenues | (18,892,127) | (18,892,127) | - | 18,892,127 |
| Total revenues | 366,525,220 | 368,538,311 | 381,035,630 | 12,497,319 |
| Expenditures: | | | | |
| Current: | | | | |
| Public safety | 471,462,703 | 467,204,962 | 360,126,490 | 107,078,472 |
| Economic environment | 1,238,294 | 1,238,294 | 1,236,352 | 1,942 |
| Capital outlay | 24,870,847 | 30,093,999 | 6,859,740 | 23,234,259 |
| Debt Service | - | - | 65,000 | (65,000) |
| Total expenditures | 497,571,844 | 498,537,255 | 368,287,582 | 130,249,673 |
| Excess of revenues over (under) expenditures | (131,046,624) | (129,998,944) | 12,748,048 | 142,746,992 |
| Other financing sources (uses): | | | | |
| Transfers in | 12,668,246 | 12,879,543 | 10,576,965 | (2,302,578) |
| Transfers out | (23,936,627) | (23,936,627) | (23,890,600) | 46,027 |
| Total other financing sources (uses) | (11,268,381) | (11,057,084) | (13,313,635) | (2,256,551) |
| Net change in fund balances | (142,315,005) | (141,056,028) | (565,587) | 140,490,441 |
| Fund balances, October 1, 2021 | 142,315,005 | 141,056,028 | 144,741,148 | 3,685,120 |
| Change in nonspendable fund balance | - | - | (31) | (31) |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ 144,175,530 | \$ 144,175,530 |

NOTE: The effective legal budgetary control is at the department level for the General Fund and special revenue funds with approved budgets which is reflected in the budget to actual statements presented in the fund financial statements section and the combining and individual fund statements and schedules section. The Fire Rescue Special Revenue Fund reflects the actual department. Annual budgets are legally adopted for all governmental and proprietary fund types. Budgetary comparisons presented herein are on a basis consistent with GAAP.

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

PALM BEACH COUNTY, FLORIDA
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
COVID-19 Special Revenue Fund
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|--------------------|----------------------|-----------------------|---|
| Revenues: | | | | |
| Intergovernmental | \$ - | \$ 77,625,481 | \$ 50,046,792 | \$ (27,578,689) |
| Interest income | - | 1,000,000 | 330,976 | (669,024) |
| Net change in fair value of investments | - | - | (16,224) | (16,224) |
| Miscellaneous | - | 67,182 | 181,564 | 114,382 |
| Total revenues | - | 78,692,663 | 50,543,108 | (28,149,555) |
| Expenditures: | | | | |
| Current: | | | | |
| Public safety | - | 232,592,666 | 12,735,888 | 219,856,778 |
| General Government | - | 1,000,000 | - | 1,000,000 |
| Economic environment | - | 12,411,728 | 5,063,680 | 7,348,048 |
| Human Services | - | 61,877,012 | 43,182,626 | 18,694,386 |
| Capital outlay | - | 17,000,000 | 23,000 | 16,977,000 |
| Total expenditures | - | 324,881,406 | 61,005,194 | 263,876,212 |
| Excess of revenues over (under) expenditures | - | (246,188,743) | (10,462,086) | 235,726,657 |
| Other financing sources (uses): | | | | |
| Transfers in | - | 244,330,026 | 244,330,026 | - |
| Transfers out | - | (813,631) | (666,207) | 147,424 |
| Total other financing sources (uses) | - | 243,516,395 | 243,663,819 | 147,424 |
| Net change in fund balances | - | (2,672,348) | 233,201,733 | 235,874,081 |
| Fund balances, October 1, 2021 | - | 2,672,348 | 2,672,348 | - |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ 235,874,081 | \$ 235,874,081 |

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

PALM BEACH COUNTY, FLORIDA
Statement of Net Position
Proprietary Funds
September 30, 2022

| | Business-type Activities - | |
|---|----------------------------|-------------------------|
| | Airports | Water Utilities |
| ASSETS | | |
| Current assets: | | |
| Cash and cash equivalents | \$ 149,548,853 | \$ 362,406,466 |
| Cash and cash equivalents - restricted | 72,868 | 14,207,029 |
| Cash with fiscal agent - restricted | 3,876,750 | - |
| Interest receivable - restricted | - | 205,124 |
| Accounts receivable, net | 2,471,196 | 26,448,169 |
| Due from other county funds | 129,912 | 75,771 |
| Due from other governments | 3,476,038 | - |
| Due from component unit | - | - |
| Inventory | 2,302,492 | 12,364,424 |
| Current portion of other receivables | - | 862,806 |
| Lease receivable | 3,148,201 | - |
| Other assets | 856,429 | 538,245 |
| Total current assets | 165,882,739 | 417,108,034 |
| Noncurrent assets: | | |
| Restricted assets: | | |
| Cash and cash equivalents | 72,075,939 | 11,247,023 |
| Accounts receivable, net | 863,704 | - |
| Lease receivable | 55,388,485 | - |
| Total noncurrent restricted assets | 128,328,128 | 11,247,023 |
| Capital assets: | | |
| Land | 124,553,033 | 15,626,971 |
| Buildings | 478,740,064 | 141,872,792 |
| Improvements other than buildings | 309,717,318 | 1,793,194,874 |
| Furniture, fixtures and equipment | 40,932,225 | 97,906,504 |
| Intangible - easement rights | 13,754,957 | 1,678,030 |
| Right to use assets, lease | - | 401,826 |
| Accumulated depreciation and amortization | (616,243,628) | (944,616,084) |
| Construction in progress | 85,809,894 | 106,268,543 |
| Total capital assets | 437,263,863 | 1,212,333,456 |
| Investment in joint ventures | - | 67,249,367 |
| Other receivables, noncurrent | - | 5,397,493 |
| Total noncurrent assets | 565,591,991 | 1,296,227,339 |
| Total assets | \$ 731,474,730 | \$ 1,713,335,373 |
| DEFERRED OUTFLOWS OF RESOURCES | | |
| Pension related | \$ 2,905,529 | \$ 9,631,880 |
| OPEB related | 298,963 | 1,031,969 |
| Deferred charges on refunding | 454,106 | 4,472,992 |
| Goodwill | - | 3,433,138 |
| Total deferred outflows of resources | \$ 3,658,598 | \$ 18,569,979 |

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

| <u>Enterprise Funds</u> | <u>Governmental Activities Internal Service Funds</u> |
|-------------------------|---|
| Totals | |
| \$ 511,955,319 | \$ 164,485,767 |
| 14,279,897 | - |
| 3,876,750 | - |
| 205,124 | - |
| 28,919,365 | 448,415 |
| 205,683 | 5,141,244 |
| 3,476,038 | 316,328 |
| - | 1,648 |
| 14,666,916 | 1,248,965 |
| 862,806 | - |
| 3,148,201 | - |
| 1,394,674 | 4,297,671 |
| <u>582,990,773</u> | <u>175,940,038</u> |
| 83,322,962 | - |
| 863,704 | - |
| <u>55,388,485</u> | <u>-</u> |
| <u>139,575,151</u> | <u>-</u> |
| 140,180,004 | - |
| 620,612,856 | 206,558 |
| 2,102,912,192 | 512,286 |
| 138,838,729 | 115,633,026 |
| 15,432,987 | - |
| 401,826 | - |
| (1,560,859,712) | (75,357,711) |
| <u>192,078,437</u> | <u>-</u> |
| <u>1,649,597,319</u> | <u>40,994,159</u> |
| 67,249,367 | - |
| <u>5,397,493</u> | <u>-</u> |
| <u>1,861,819,330</u> | <u>40,994,159</u> |
| <u>\$ 2,444,810,103</u> | <u>\$ 216,934,197</u> |
| \$ 12,537,409 | \$ - |
| 1,330,932 | - |
| 4,927,098 | - |
| <u>3,433,138</u> | <u>-</u> |
| <u>\$ 22,228,577</u> | <u>\$ -</u> |

PALM BEACH COUNTY, FLORIDA
Statement of Net Position
Proprietary Funds
September 30, 2022

| | Business-type Activities - | |
|---|----------------------------|-------------------------|
| | Airports | Water Utilities |
| LIABILITIES | | |
| Current liabilities payable from current assets: | | |
| Vouchers payable and accrued liabilities | \$ 17,528,266 | \$ 29,758,291 |
| Due to other county funds | 188,411 | 1,207,874 |
| Due to other governments | - | 1,140,771 |
| Due to component unit | 415 | 103,986 |
| Unearned revenue | 4,314,738 | - |
| Compensated absences | 123,569 | 394,000 |
| Insurance claims payable | - | - |
| Lease liability | - | 133,035 |
| Other liabilities | 475,691 | - |
| Total current liabilities payable from current assets | 22,631,090 | 32,737,957 |
| Current liabilities payable from restricted assets: | | |
| Customers' deposits | 263,109 | 5,581,346 |
| Current portion of long-term debt | 2,520,000 | 7,345,366 |
| Interest payable on bonds | 1,356,751 | 1,720,382 |
| Total current liabilities payable from restricted assets | 4,139,860 | 14,647,094 |
| Total current liabilities | 26,770,950 | 47,385,051 |
| Noncurrent liabilities: | | |
| Compensated absences | 1,169,596 | 3,445,074 |
| Revenue bonds payable, net | 59,086,379 | 131,901,666 |
| Insurance claims payable | - | - |
| Net pension liability | 11,324,125 | 37,539,672 |
| Total OPEB liability | 522,251 | 1,802,720 |
| Lease liability | - | 115,969 |
| Total noncurrent liabilities | 72,102,351 | 174,805,101 |
| Total liabilities | \$ 98,873,301 | \$ 222,190,152 |
| DEFERRED INFLOWS OF RESOURCES | | |
| Pension related | \$ 472,418 | \$ 1,566,075 |
| OPEB related | 62,730 | 216,537 |
| Leases | 56,342,949 | - |
| Other | - | 632,326 |
| Total deferred inflows of resources | \$ 56,878,097 | \$ 2,414,938 |
| NET POSITION | | |
| Net investment in capital assets | \$ 375,289,926 | \$ 1,052,875,588 |
| Restricted for: | | |
| Debt service | 3,053,452 | 6,905,301 |
| Capital projects | 17,074,848 | - |
| Grants and other | 53,784,621 | 1,000,000 |
| Unrestricted | 130,179,083 | 446,519,373 |
| Total net position | \$ 579,381,930 | \$ 1,507,300,262 |

Some amounts reported for business-type activities in the statement of net position (page 2) are different because certain internal service fund assets and liabilities are included with business-type activities

Net position of business-type activities

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

| <u>Enterprise Funds</u> | <u>Governmental Activities Internal Service Funds</u> |
|-------------------------|---|
| Totals | |
| \$ 47,286,557 | \$ 2,270,490 |
| 1,396,285 | 41,216 |
| 1,140,771 | 85,966 |
| 104,401 | - |
| 4,314,738 | - |
| 517,569 | - |
| - | 20,816,977 |
| 133,035 | - |
| 475,691 | - |
| <u>55,369,047</u> | <u>23,214,649</u> |
| 5,844,455 | - |
| 9,865,366 | - |
| 3,077,133 | - |
| <u>18,786,954</u> | <u>-</u> |
| <u>74,156,001</u> | <u>23,214,649</u> |
| 4,614,670 | 784,356 |
| 190,988,045 | - |
| - | 51,036,340 |
| 48,863,797 | - |
| 2,324,971 | - |
| 115,969 | - |
| <u>246,907,452</u> | <u>51,820,696</u> |
| <u>\$ 321,063,453</u> | <u>\$ 75,035,345</u> |
| \$ 2,038,493 | \$ - |
| 279,267 | - |
| 56,342,949 | - |
| 632,326 | - |
| <u>\$ 59,293,035</u> | <u>\$ -</u> |
| \$ 1,428,165,514 | \$ 40,994,159 |
| 9,958,753 | - |
| 17,074,848 | - |
| 54,784,621 | - |
| 576,698,456 | 100,904,693 |
| <u>2,086,682,192</u> | <u>\$ 141,898,852</u> |
| 20,913,807 | |
| <u>\$ 2,107,595,999</u> | |

PALM BEACH COUNTY, FLORIDA
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the fiscal year ended September 30, 2022

| | Business-type Activities - | |
|--|----------------------------|-------------------------|
| | Airports | Water Utilities |
| Operating revenues: | | |
| Charges for services | \$ 74,641,862 | \$ 226,100,580 |
| Miscellaneous | 4,448,048 | 6,269,999 |
| Total operating revenues | 79,089,910 | 232,370,579 |
| Operating expenses: | | |
| Aviation services | 53,538,615 | - |
| Water and sewer services | - | 149,649,970 |
| Transportation services | - | - |
| Self-insurance services | - | - |
| Equity interest in net gain of joint ventures | - | (645,577) |
| Depreciation and amortization | 23,496,149 | 54,040,646 |
| Total operating expenses | 77,034,764 | 203,045,039 |
| Operating income (loss) | 2,055,146 | 29,325,540 |
| Nonoperating revenues (expenses): | | |
| Interest income | 1,903,518 | 4,492,344 |
| Net change in fair value of investments | (90,908) | (209,717) |
| Cares Grant | 10,582,003 | - |
| Airport Coronavirus Response Grant | 775,900 | - |
| Airport American Rescue Plan | 1,434,623 | - |
| Interest expense | (2,713,500) | (3,326,430) |
| Other revenues | 1,341,056 | 288,323 |
| Total nonoperating revenues | 13,232,692 | 1,244,520 |
| Income before capital contributions and transfers | 15,287,838 | 30,570,060 |
| Capital contributions | 18,223,410 | 33,232,962 |
| Transfers in | - | 1,598,382 |
| Transfers out | (53,100) | (71,400) |
| Change in net position | 33,458,148 | 65,330,004 |
| Net position, October 1, 2021 (Restated) | 545,923,782 | 1,441,970,258 |
| Net position, September 30, 2022 | \$ 579,381,930 | \$ 1,507,300,262 |

Some amounts reported for business-type activities in the statement of activities (page 5) are different because the net revenue (expense) of certain internal service funds is reported with business-type activities.

Change in net position of business-type activities

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

| <u>Enterprise Funds</u> | <u>Governmental Activities Internal Service Funds</u> |
|-------------------------|---|
| <u>Totals</u> | |
| \$ 300,742,442 | \$ 162,854,940 |
| 10,718,047 | - |
| <u>311,460,489</u> | <u>162,854,940</u> |
| 53,538,615 | - |
| 149,649,970 | - |
| - | 26,131,114 |
| - | 115,326,472 |
| (645,577) | - |
| <u>77,536,795</u> | <u>12,378,913</u> |
| <u>280,079,803</u> | <u>153,836,499</u> |
| <u>31,380,686</u> | <u>9,018,441</u> |
| 6,395,862 | 1,649,559 |
| (300,625) | (79,680) |
| 10,582,003 | - |
| 775,900 | - |
| 1,434,623 | - |
| (6,039,930) | - |
| <u>1,629,379</u> | <u>6,314,042</u> |
| <u>14,477,212</u> | <u>7,883,921</u> |
| 45,857,898 | 16,902,362 |
| 51,456,372 | - |
| 1,598,382 | - |
| <u>(124,500)</u> | <u>(5,013,200)</u> |
| 98,788,152 | 11,889,162 |
| | <u>130,009,690</u> |
| | <u>\$ 141,898,852</u> |
| 367,335 | |
| <u>\$ 99,155,487</u> | |

PALM BEACH COUNTY, FLORIDA
Statement of Cash Flows
Proprietary Funds
For the fiscal year ended September 30, 2022

| | <u>Business-type Activities -</u> | |
|---|-----------------------------------|-----------------------|
| | Airports | Water Utilities |
| Cash flows from operating activities: | | |
| Cash received from customers | \$ 82,284,617 | \$ 223,596,662 |
| Cash received from other funds for goods and services | - | - |
| Cash payments to vendors for goods and services | (16,796,135) | (79,647,812) |
| Cash payments to employees for services | (14,449,680) | (41,075,040) |
| Cash payments to other funds | (21,104,227) | (28,596,776) |
| Claims paid | - | - |
| Other receipts | - | 6,136,262 |
| Net cash provided by operating activities | 29,934,575 | 80,413,296 |
| Cash flows from noncapital financing activities: | | |
| Cash contributed to joint ventures | - | (3,348,720) |
| Operating grants and other | 12,358,215 | - |
| Transfers in | - | 1,598,382 |
| Transfers out | (53,100) | (71,400) |
| Net cash provided by (used in) noncapital financing activities | 12,305,115 | (1,821,738) |
| Cash flows from capital and related financing activities: | | |
| Proceeds from sale of capital assets | 894,664 | 120,201 |
| Contributed capital | 4,626,655 | 24,731,623 |
| Purchase and construction of capital assets | (24,121,012) | (64,805,175) |
| Principal payments on debt | (2,400,000) | (7,103,669) |
| Interest payments on debt | (2,773,500) | (3,599,194) |
| Paying agent fees | - | (3,500) |
| Passenger facility charges received | 12,903,280 | - |
| Cash contributed by other governments | - | 365,316 |
| Net cash (used in) capital and related financing activities | (10,869,913) | (50,294,398) |
| Cash flows from investing activities: | | |
| Interest and gains or losses on investments | 1,812,610 | 4,324,646 |
| Net cash provided by investing activities | 1,812,610 | 4,324,646 |
| Net increase in cash and cash equivalents | 33,182,387 | 32,621,806 |
| Cash and cash equivalents, October 1, 2021 | 192,392,023 | 355,238,712 |
| Cash and cash equivalents, September 30, 2022 | \$ 225,574,410 | \$ 387,860,518 |

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

| <u>Enterprise Funds</u> | Governmental Activities Internal Service Funds |
|-------------------------|---|
| Totals | |
| \$ 305,881,279 | \$ 14,214,317 |
| - | 153,582,312 |
| (96,443,947) | (36,401,090) |
| (55,524,720) | (8,305,395) |
| (49,701,003) | (2,820,404) |
| - | (103,471,899) |
| 6,136,262 | 4,058,694 |
| <u>110,347,871</u> | <u>20,856,535</u> |
| (3,348,720) | - |
| 12,358,215 | - |
| 1,598,382 | - |
| (124,500) | (5,013,200) |
| <u>10,483,377</u> | <u>(5,013,200)</u> |
| 1,014,865 | 2,200,827 |
| 29,358,278 | - |
| (88,926,187) | (10,582,918) |
| (9,503,669) | - |
| (6,372,694) | - |
| (3,500) | - |
| 12,903,280 | - |
| 365,316 | - |
| <u>(61,164,311)</u> | <u>(8,382,091)</u> |
| <u>6,137,256</u> | <u>1,569,879</u> |
| <u>6,137,256</u> | <u>1,569,879</u> |
| 65,804,193 | 9,031,123 |
| <u>547,630,735</u> | <u>155,454,644</u> |
| <u>\$ 613,434,928</u> | <u>\$ 164,485,767</u> |

PALM BEACH COUNTY, FLORIDA
Statement of Cash Flows
Proprietary Funds
For the fiscal year ended September 30, 2022

| | <u>Business-type Activities -</u> | |
|---|-----------------------------------|----------------------|
| | Airports | Water Utilities |
| Reconciliation of operating income to net cash provided by operating activities: | | |
| Operating income | \$ 2,055,146 | \$ 29,325,540 |
| Adjustments to reconcile operating income to net cash provided by operating activities: | | |
| Depreciation and amortization | 23,496,149 | 54,040,646 |
| Equity interest in net gain of joint ventures | - | (645,577) |
| Provision for doubtful accounts | - | (432,400) |
| Miscellaneous revenue | (1,093,020) | - |
| Changes in assets, deferred outflows, liabilities, and deferred inflows: | | |
| (Increase) decrease in accounts receivable | 1,671,742 | (2,402,069) |
| (Increase) decrease in due from other county funds | (100,012) | 5,210 |
| (Increase) in due from other governments | - | - |
| (Increase) in inventory | (223,348) | (975,900) |
| (Increase) decrease in other assets | 150,935 | (53,904) |
| (Increase) in deferred outflows | (894,018) | (2,995,744) |
| (Increase) in due from component unit | - | (246) |
| Increase (decrease) in vouchers payable and accrued liabilities | 1,137,418 | 223,839 |
| (Decrease) in due to other county funds | (47,958) | (99,067) |
| Increase (decrease) in due to other governments | - | (75,083) |
| (Decrease) in lease liability | - | (143,593) |
| Increase in unearned revenue | 2,718,564 | - |
| Increase in customer deposits | (2,567) | 164,089 |
| Increase in insurance claims payable | - | - |
| (Decrease) in other long-term liabilities | (272,234) | - |
| (Decrease) in deferred inflows | (6,054,831) | (20,043,819) |
| Increase in net pension liability | 7,216,695 | 23,936,433 |
| Increase in total OPEB liability | 175,914 | 584,941 |
| Net cash provided by operating activities | \$ 29,934,575 | \$ 80,413,296 |
| Supplemental disclosure of noncash capital and related financing activities: | | |
| Amortization of premium on bonds | \$ 928,705 | \$ 937,981 |
| Amortization of bond refunding costs | \$ - | \$ 847,494 |
| Payables related to capital asset acquisition | \$ 821,664 | \$ 23,802,498 |
| Receivables related to passenger facility charges | \$ 846,678 | \$ - |
| Contribution of capital assets | \$ - | \$ 9,154,700 |
| Disposal of fully depreciated capital assets | \$ 820,257 | \$ 2,444,123 |
| Receivables related to capital grants | \$ 3,275,275 | \$ - |

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

| <u>Enterprise Funds</u> | <u>Governmental Activities Internal Service Funds</u> |
|-------------------------|---|
| Totals | |
| \$ 31,380,686 | \$ 9,018,441 |
| 77,536,795 | 12,378,913 |
| (645,577) | - |
| (432,400) | - |
| (1,093,020) | 4,058,694 |
| (730,327) | 1,828,973 |
| (94,802) | 3,210,928 |
| - | (97,595) |
| (1,199,248) | (421,474) |
| 97,031 | 75,843 |
| (3,889,762) | - |
| (246) | (615) |
| 1,361,257 | (753,660) |
| (147,025) | (8,640) |
| (75,083) | 10,223 |
| (143,593) | - |
| 2,718,564 | - |
| 161,522 | - |
| - | 1,739,648 |
| (272,234) | (10,183,144) |
| (26,098,650) | - |
| 31,153,128 | - |
| 760,855 | - |
| <u>\$ 110,347,871</u> | <u>\$ 20,856,535</u> |
| <u>\$ 1,866,686</u> | <u>\$ -</u> |
| <u>\$ 847,494</u> | <u>\$ -</u> |
| <u>\$ 24,624,162</u> | <u>\$ -</u> |
| <u>\$ 846,678</u> | <u>\$ -</u> |
| <u>\$ 9,154,700</u> | <u>\$ -</u> |
| <u>\$ 3,264,380</u> | <u>\$ 5,162,495</u> |
| <u>\$ 3,275,275</u> | <u>\$ -</u> |

PALM BEACH COUNTY, FLORIDA
Statement of Fiduciary Net Position
Custodial Funds
September 30, 2022

| | Total Custodial Funds |
|--|---------------------------|
| ASSETS | |
| Cash, cash equivalents, and investments | \$127,511,089 |
| Accounts receivable, net | 2,114,132 |
| Due from other governments | 46,830 |
| | Total assets |
| | 129,672,051 |
| LIABILITIES | |
| Vouchers payable and accrued liabilities | 1,396,129 |
| Due to other governments | 64,886,689 |
| Due to individuals | 3,873,411 |
| | Total liabilities |
| | 70,156,229 |
| NET POSITION | |
| Amount held for individuals, organizations, and other governments | 59,515,822 |
| | Total net position |
| | \$ 59,515,822 |

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

PALM BEACH COUNTY, FLORIDA
Statement of Changes in Fiduciary Net Position
Custodial Funds
For the fiscal year ended September 30, 2022

| | | Total Custodial Funds |
|--|----|--------------------------|
| ADDITIONS | | |
| Investment income | \$ | 6,156 |
| Motor vehicle tag fees | | 886,685 |
| Taxes collected on behalf of other governments | | 2,960,880,845 |
| Inmate trust | | 6,550,006 |
| Seized currency and evidence | | 2,494,480 |
| Tax deeds | | 10,345,365 |
| Criminal cash bonds | | 1,657,956 |
| General deposit and cash bonds | | 957,996 |
| Circuit registry | | 130,153,122 |
| Foreclosure sales and deposits | | 97,070,188 |
| Other additions | | 118,518,641 |
| Total additions | | 3,329,521,440 |
| DEDUCTIONS | | |
| Distributions to other governments | | 2,961,842,410 |
| Inmate trust | | 6,437,058 |
| Seized currency and evidence | | 2,857,565 |
| Tax deeds | | 14,803,664 |
| Courts bond | | 1,246,350 |
| Criminal cash bonds | | 1,393,745 |
| General deposit and cash bonds | | 1,071,328 |
| Circuit registry | | 124,676,010 |
| Foreclosure sales and deposits | | 91,162,991 |
| Other deductions | | 117,289,877 |
| Total deductions | | 3,322,780,998 |
| Change in net position | | 6,740,442 |
| Net position, October 1, 2021 | | 52,775,380 |
| Net position, September 30, 2022 | \$ | 59,515,822 |

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



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**PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Palm Beach County, Florida reporting entity (the County) have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The County's more significant accounting policies are described below.

A. Financial Reporting Entity

Palm Beach County is a political subdivision of the State of Florida pursuant to Article VIII, Section (1) of the Constitution of the State of Florida. It is governed by a seven-member elected Board of County Commissioners (the Board) which is regulated by State Statutes and a local County Charter, operating under a County Manager form of government with separation of legislative and executive functions. In addition to the members of the Board, there are five elected Constitutional Officers: The Tax Collector, Property Appraiser, Clerk & Comptroller, Sheriff, and the Supervisor of Elections. The Board and the Constitutional Officers comprise the Palm Beach County primary government.

Palm Beach County Fire-Rescue and the County Library Taxing District are dependent districts under the control of the Board of County Commissioners. They levy millages that apply to all property owners in the unincorporated portion of the County and residents of the municipalities that have elected to join the districts rather than provide the services themselves. They are reported as special revenue funds of the County.

As required by GAAP, these financial statements cover the Palm Beach County reporting entity which includes the Palm Beach County primary government as well as its component units. Component units are legally separate entities for which the primary government is financially accountable. In accordance with GASB Statement No. 14, *The Financial Reporting Entity* and GASB Statement No. 61, *The Financial Reporting Entity: Omnibus—an amendment of GASB Statements No. 14 and No. 34*, component units are either classified as blended component units or discretely presented component units, depending on the nature of the entity's relationship with the primary government. GASB Statement No. 14 provides the following criteria for determining whether or not an entity is a component unit of the reporting entity:

The definition of the reporting entity is based primarily on the concept of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of the separate organization's governing body and either is able to impose its will on that organization or there is the potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government. A primary government may also be financially accountable for governmental organizations that are fiscally dependent on it and provide a financial benefit or impose a financial burden.

A primary government has the ability to impose its will on an organization if it can significantly influence the programs, projects, activities of, or the level of services performed or provided by the organization. A financial benefit or burden relationship exists if the primary government is entitled to

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the organization's resources, is legally obligated or has otherwise assumed the obligations to finance the deficits of, or provide financial support to, the organization, or is obligated in some manner for the debt of the organization.

Some organizations are included as component units because of their fiscal dependency on the primary government. An organization is fiscally dependent on the primary government if it is unable to adopt its budget, levy taxes or set rates or charges, or issue bonded debt without approval by the primary government. In addition, any entity, for which the primary government is not financially accountable but for which exclusion would cause the primary government's financial statements to be misleading, should be included as a component unit.

In accordance with GASB Statement No. 39, *Determining Whether Certain Organizations Are Component Units: an Amendment of GASB Statement No. 14*, a government must include certain legally separate, tax-exempt entities in the government's financial reporting entity as discretely presented component units if they meet all three of the following conditions: (a) the economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents; (b) the primary government or its component units, are entitled to or have the ability to otherwise access a majority of the economic resources received or held by the separate organizations; or (c) the economic resources received or held by an individual organization that the specific primary government is entitled to, or has the ability to otherwise access, are significant to that primary government. GASB Statement No. 39 had no effect on determining the County's discretely presented component units and therefore had no effect on the financial statements. Based on the criteria specified above, the Palm Beach County reporting entity includes both blended component units and discretely presented component units.

Blended Component Units

The following organization is presented as a blended component unit because either (a) the organization's governing body is substantially the same as the governing body of the County and (1) there is a financial benefit or burden relationship between the primary government and component unit or (2) management of the primary government has operational responsibility, (b) the organization provides services almost entirely to the primary government and (c) the component unit's total debt outstanding is expected to be repaid entirely or almost entirely with resources of the primary government.

Transportation Authority (Palm Tran, Inc.) – This corporation was created by Palm Beach County Resolution 95-1636D pursuant to Chapter 617, Florida Statutes. Its purpose is to operate for the advancement of public transportation and lessening the burden on Palm Beach County to provide a transportation system. The Board of Palm Tran, Inc. consists of the seven members of the Board of County Commissioners of Palm Beach County. The bylaws provide that the corporation shall have a president to act as the corporation's chief executive officer who shall be the County Administrator, a secretary/treasurer who shall be the Clerk to the Board of County Commissioners or a deputy clerk designated for such purposes, and an executive director who shall be responsible for the day-to-day management and operations of the corporation. Palm Tran, Inc. is reported as a special revenue fund.

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Discretely Presented Component Units

The Component Unit columns in the basic financial statements include the financial data of the County's discretely presented Component Units. They are reported in separate columns to emphasize that they are legally separate from the County. The following organizations are included in the reporting entity because the primary government (1) appointed a voting majority of the organization's board, (2) is able to impose its will on the organization, and (3) the organization provides services to the citizenry of Palm Beach County.

Additionally, as a result of GASB Statement No. 61, the following three (3) component units do not qualify to be reported as blended component units because (a) the governing body is not substantially the same as the primary government and (1) The Primary Government and the Component Unit are *not* financially interdependent (i.e. there is not a relationship of potential financial benefit or burden between them) and (2) Management is *not* responsible for the day-to-day operations of the component unit (i.e. operational responsibility), (b) the component unit does not provide services entirely or almost entirely to the primary government, and (c) the component unit's total debt outstanding is not expected to be repaid entirely or almost entirely with resources of the primary government.

Housing Finance Authority of Palm Beach County, Florida (HFA) – This public authority was created by Palm Beach County Ordinance 79-3 pursuant to Chapter 159, Florida Statutes, as amended and supplemented. It was created to alleviate the shortage of housing available at affordable rates in Palm Beach County and the shortage of capital for investments in such housing. The HFA has the power to issue single family and multi-family revenue bonds to finance the purchase of housing by families of low and moderate income through investing in mortgage loans to eligible families. The HFA is a discretely presented component unit because the Board of County Commissioners (BOCC) appoints the members of the HFA governing body and because the BOCC is able to impose its will on the HFA. The County Ordinance which created the HFA provides that the BOCC may remove members of the HFA's governing body without cause, and may change the structure, organization, or activities of the HFA, including terminating the HFA.

Westgate/Belvedere Homes Community Redevelopment Agency (CRA) – This agency was created by Palm Beach County Resolution 89-649 pursuant to Section 163.355, Florida Statutes. It was created in order to develop and revitalize the blighted area known as Westgate/Belvedere Homes with intent to benefit Palm Beach County as a whole by returning improved property to the County's tax base. The CRA has the power to issue redevelopment revenue bonds from time to time to finance its undertaking of community redevelopment to the designated area. The CRA is a discretely presented component unit because the BOCC appoints the members of the CRA governing body and because there also is a financial benefit/burden relationship with the County since the creation of the CRA allows tax increment financing to implement the provisions of the County's Redevelopment Plan to rehabilitate the Redevelopment Area. Also, the County has agreed to fund any deficiency in the reserve fund of the CRA's Redevelopment Revenue Bonds.

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Solid Waste Authority of Palm Beach County (SWA) – The SWA is a dependent special district created by the Florida Legislature under the Palm Beach County Solid Waste Act, Chapter 75-473, Laws of Florida, Special Acts of 1975, as amended and supplemented (the Act). The Act gives the SWA the power to construct and operate solid waste disposal facilities sufficient to effectively manage all solid waste generated in Palm Beach County. Additionally, the Act provides the SWA with the jurisdiction to collect waste throughout the unincorporated areas of the County, which is handled by private haulers under contract with the SWA. The SWA is a discretely presented component unit because the SWA is governed by a seven-member board, consisting of the Board of County Commissioners of Palm Beach County and is financially accountable for the operations of the SWA. The SWA is reported as a proprietary fund type.

Complete financial statements for each of the individual component units may be obtained at the respective entity’s administrative offices as follows:

Westgate/Belvedere Homes Community
Redevelopment Agency
1280 North Congress Ave, Suite 215
West Palm Beach, FL 33409

Housing Finance Authority
of Palm Beach County
100 Australian Ave, Suite 410
West Palm Beach, FL 33406

Solid Waste Authority
of Palm Beach County
7501 North Jog Road
West Palm Beach, FL 33412

Related Organizations

The County’s officials are also responsible for appointing the members of the boards of other organizations, but the County’s accountability for these organizations do not extend beyond making the appointments.

The following organizations are related organizations, which have not been included in the reporting entity:

Palm Beach County Educational Facilities Authority (PBCEFA) – This organization was created by Palm Beach County Resolution 79-1493 pursuant to Chapter 243.18, Florida Statutes. Members of the PBCEFA are appointed by the Board of County Commissioners of Palm Beach County, but the County does not provide funding, has no obligation for the debt issued by the authority and cannot impose its will.

Palm Beach County Health Facilities Authority (PBCHFA) – This organization was created pursuant to Part III – Chapter 154, Florida Statutes, and by Ordinance 77-379 and 77-398 adopted by the Board of County Commissioners. Members of the PBCHFA are appointed by the Board of County Commissioners of Palm Beach County, but the County

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does not provide the funding, has no obligation for the debt issued by the authority and cannot impose its will.

Palm Beach County Workforce Development Board, Inc. (WDB) – The WDB was created pursuant to Palm Beach County Resolution 96-805D, as amended by Resolutions 96-1539D and 97-510Dm as a result of the enactment by the Florida Legislature of the Workforce Florida Act of 1996. Members of the WDB are appointed by the Board of County Commissioners of Palm Beach County, but the County does not provide the funding, has no obligation for the debt issued by the board and cannot impose its will.

Equity Joint Ventures

East Central Regional Wastewater Facility

Palm Beach County has a thirty-year joint interlocal agreement (the Agreement) with four municipalities for the East Central Regional Wastewater Facility (the Facility). The Facility was created to receive, treat and dispose of sewage generated within each municipality and the County. Under GAAP, the County is required to account for this joint venture using the equity method. Accordingly, the County recorded its initial investment at cost and is required to record its proportionate share of the Facility's income or loss as well as additional contributions made or distributions received. Palm Beach County's interest in the joint venture is recorded in the County's Water Utilities Enterprise Fund. As of September 30, 2021, the date of the most recent audited financial statements, the Facility had total assets and deferred outflows of \$352,079,781 and total net position of \$178,208,188 including \$123,240,868 invested in capital, net of related debt, and \$5,438,747 of unrestricted net position. September 30, 2022 amounts are expected to approximate the above figures. As of September 30, 2022, the County's investment in this joint venture was \$65.0 million.

The Agreement provides for the establishment of a board comprised of one representative from each participating entity, with the City of West Palm Beach being designated to administer and operate the Facility. The Facility's board has the authority to accept and disburse funds, approve an annual budget, transact business, enter into contracts and decide all other matters related to the Facility.

The proportionate share for each entity is determined by the reserve capacity of the Facility allocated to each participant. At September 30, 2022, Palm Beach County had a 34.29% interest.

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The participants and each entity's interest on September 30, 2022 are as follows:

| PARTICIPANT | RESERVE CAPACITY PERCENTAGES |
|-------------------------|---------------------------------|
| City of West Palm Beach | 29.29% |
| Palm Beach County | 34.29% |
| City of Lake Worth | 16.43% |
| City of Riviera Beach | 11.42% |
| Town of Palm Beach | 8.57% |
| TOTAL | 100.00% |

Separate financial statements for the Facility may be obtained at the following address:

East Central Regional Wastewater Facilities
City of West Palm Beach
P.O. Box 3506
West Palm Beach, FL 33402

Biosolids Processing and Recycling Facility

The Board of County Commissioners, on behalf of the Water Utilities Department (WUD), has an interlocal agreement with the Solid Waste Authority (SWA) to fund a portion of the cost to design, build, and operate a Biosolids Processing and Recycling Facility (BPF). The BPF processes certain wastewater treatment residuals (biosolids) and is necessary to comply with increasingly stringent environmental regulations that have significantly decreased the number of land application sites available. Bulk land application was the method of disposing of the biosolids.

The agreement is for a period of twenty years beginning with the August 1, 2009 operations commencement. Upon the conclusion of the term of the agreement, the BPF will remain the property of SWA with each participating entity owning its share of the BPF, in perpetuity, for the life of the plant. Under accounting principles generally accepted in the United States of America, WUD is required to account for this arrangement as a joint venture. Therefore, an asset is reported on the WUD financial statements under the caption "Investment in Joint Ventures".

Since the BPF agreement does not state that the participants are to share in the profits and losses of the joint venture, the investment in joint venture account will not be adjusted to reflect the joint venture's results of operations. Rather, the investment in joint venture will be amortized using the straight-line method over the twenty-year life of the agreement. WUD's 27.5% share resulted in pro rata obligations of \$9.2 million for construction costs and \$580,000 annually for operating

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expenses for the twenty-year period. In July 2013, WUD sold excess capacity shares in the BPF to the ECR, leaving WUD with a 17.82% pro-rata share in the BPF's capacity. This amount was recorded as a reduction of WUD's investment in joint venture. WUD's total operating costs were \$1,328,200 for the year ended September 30, 2022. As of September 30, 2022, the County's investment in the BPF is \$2.2 million, which is shown as an asset – investment in joint ventures – on the statement of net position.

No separate financial statements are prepared for the BPF which is reported as part of SWA operations. SWA financial statements may be obtained from their office at 7501 North Jog Road, West Palm Beach, Florida, 33412.

B. Basic Financial Statements

The County's Basic Financial Statements contain three components: government-wide financial statements, fund financial statements and notes to the financial statements.

Government-wide financial statements - The government-wide financial statements provide an overview of the County's financial position using the accrual basis of accounting. The Statement of Net Position presents information on all of the assets and deferred outflows and liabilities and deferred inflows of the County as a whole, excluding fiduciary funds. The difference between assets and deferred outflows and liabilities and deferred inflows is reported as net position. Changes in net position may serve as an indicator of whether the financial position of the County is improving or deteriorating. The Statement of Activities presents information showing how the County's net position changed during the fiscal year. All changes in net position are reported as soon as the underlying economic transactions occur, regardless of when cash is received or paid. Therefore, some of the revenues or expenses reported in the Statement of Activities will have cash flows in future fiscal periods. For example, uncollected taxes are reported as revenues although cash receipts will occur in the future. Unused vacation leave results in an expense although related cash outflows will occur in the future.

The government-wide financial statements presentation distinguishes between activities that are supported primarily by taxes and intergovernmental revenues (governmental activities) and activities that are intended to recover all or most of their costs through user fees and charges (business-type activities). The governmental activities of the County include general government, public safety, physical environment, transportation, economic environment, human services and culture and recreation. The business-type activities of the County include the Water Utilities Department and the Department of Airports.

The government-wide financial statements include not only the County itself (the primary government) but also its discretely presented component units, the legally separate entities for which the County is financially accountable.

Fund financial statements – A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County uses fund accounting to ensure and demonstrate compliance with legal, legislative, contractual,

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and other finance-related provisions. All of the funds of the County may be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds – Most of the County’s basic services are reported in governmental funds, which focus on how money or other spendable financial resources flow into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the County’s general governmental operations and the basic services it provides. The measurement focus is based upon determination of changes in financial resources. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the County’s programs. The governmental fund category includes the general fund, special revenue funds, debt service funds, and capital project funds. There is a reconciliation of the governmental activities presented in the Statement of Net Position and the Statement of Activities to the governmental funds presented in the fund financial statements.

The following are definitions of the governmental fund types:

General Fund: Used to account for and report all financial resources not accounted for and reported in another fund.

Special Revenue Funds: Used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The restricted or committed proceeds of specific revenue sources should be expected to continue to comprise a substantial portion of the inflows reported in the fund. The county uses a minimum of 50% as its definition of substantial.

Capital Projects Funds: Used to account for and report financial resources that are restricted, committed or assigned to expenditures for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Capital projects funds exclude those types of capital related outflows financed by proprietary funds or assets that will be held in trust for individuals, private organizations or other governments.

Debt Service Funds: Used for and reports financial resources that are restricted, committed or assigned to expenditures for principal and interest.

The following is a description of the County’s major governmental funds:

The **General Fund** is the primary operating fund of the County. It is used to account for all financial resources of the general government except those required to be accounted for in other funds. The General Fund is subdivided into the following categories representing each of the elected officials of the County: BOCC, Sheriff, Clerk & Comptroller, Tax Collector, Property Appraiser and the Supervisor of Elections.

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Special Revenue Funds:

The **Palm Tran Special Revenue Fund** is used to account for the activities related to the operation of the County-owned public bus transportation system.

The **Fire Rescue Special Revenue Fund** is used to account for ad valorem taxes and other revenues designated for fire rescue services.

The **COVID-19 Special Revenue Fund** is to account for activities related to the funding received from the U.S Treasury and other sources under the CARES Act and American Rescue Plan Act (ARPA) for COVID-19 as well as the distribution of these funds to individuals and businesses. Although this fund does not meet the test as a major fund based on quantitative calculations, County management has deemed it to be a major fund for consistency purposes as well as for public interest.

Capital Projects Funds:

The **Road Program Capital Projects Fund** is used to account for costs related to the design and acquisition of rights of way and the construction of improvements to the County's major thoroughfare road system, primarily represented by the County's Five-Year Road Program.

The **General Government Capital Projects Fund** is used to account for costs of capital improvements not included in any other category. Based on the nature of this fund's activities, management has determined it is particularly important to the financial statement users and for consistency from year to year.

All other nonmajor governmental funds are aggregated into a single column for presentation purposes.

Proprietary Funds – The County maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for its Water Utilities Department and the Department of Airports. These two operations are considered to be major proprietary funds of the County. Internal Service Funds are used to accumulate and allocate costs internally among the County's other functions. The County uses internal service funds to account for Fleet Management and Risk Management programs. These programs are included in the governmental activities column of the government-wide financial statements because they predominantly benefit governmental rather than business-type functions. The measurement focus is based on changes in economic resources. The three internal service funds are aggregated into a single column for presentation in the proprietary fund financial statements. The County's two major proprietary funds are described below:

The **Water Utilities Department Fund** is used to account for the operations of the water and wastewater system in the unincorporated areas of the County. Water and wastewater fees are determined annually by rate studies and are set at levels to recover the expenses of operations, including debt service, in a manner similar to private business enterprises. Activities necessary to

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provide water and wastewater service are accounted for in this fund, including customer service, engineering, operations and maintenance.

The **Department of Airports Fund** is used to account for the operations of the four County-owned airports – Palm Beach International Airport in West Palm Beach and three general aviation airports located in Palm Beach Gardens, Lantana and Pahokee.

Fiduciary Funds account for resources held for the benefit of parties outside the government. Custodial funds are used to account for resources held by the government as an agent for individuals, private organizations, and other governments. Assets held include cash bonds, purchasing bid bonds, security deposits, fines and forfeitures, tax deeds, tax payments, and license and registration payments. These funds are not included in the government-wide financial statements because the resources in these funds are not available to support the County's own programs.

C. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment for transactions is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources (current assets and deferred outflows less current liabilities and deferred inflows) or economic resources (all assets and deferred outflows and liabilities and deferred inflows). The basis of accounting indicates the timing of transactions or events for recognition in the financial reports.

The government-wide, proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting.

With the economic resources measurement focus, all assets and deferred outflows and liabilities and deferred inflows associated with the operation of these funds are included on the balance sheet. With the accrual method of accounting, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. Government-wide financial statements and proprietary fund financial statements show increases (revenues) and decreases (expenses) in net position. Governmental fund financial statements are presented using the current financial resources and the modified accrual basis of accounting. With this measurement focus, only current assets and deferred outflows and current liabilities and deferred inflows are generally included on the balance sheet. Operating statements of these funds show increases (i.e., revenues and other financing resources) and decreases (i.e., expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, that is, when they become both measurable and available to pay liabilities of the current period. For this purpose, the County considers revenue to be available if they are collected within 60 days of year-end, with the exception of intergovernmental revenue associated with Palm Tran Special Revenue Fund, which considers revenue to be available if collected within 180 days. Revenues not considered available are recorded as deferred inflows. Property taxes (when levied for, intergovernmental revenue when all eligibility requirements have been met), franchise fees, utility

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taxes, licenses and permits, charges for services, and investment income 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. Expenditures generally are recorded when a liability is incurred; however, debt service expenditures, as well as expenditures related to pensions, compensated absences, claims and judgments, leases, and other postemployment benefits are recorded only when payment is due.

D. Implementation of New Governmental Accounting Standards Board (GASB) Statements

The County implemented the following GASB Statements during the fiscal year ended September 30, 2022:

- GASB Statement No. 87, *“Leases”*. This Statement outlines new guidance that establishes a single approach to accounting for and reporting leases by state and local governments. The goal is to better align reporting these leases with their particular situations, as well as provide greater transparency and usefulness of financial statements.
- GASB Statement No. 89, *“Accounting for Interest Cost Incurred Before the End of a Construction Period”*. The primary objective of this Statement is to (1) enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period, and (2) simplify accounting for interest cost incurred before the end of a construction period.
- GASB Statement No. 92, *“Omnibus 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.
- GASB Statement No. 93, *“Replacement of Interbank Offered Rates”*. This Statement will enhance comparability in the application of accounting and financial reporting requirements and will improve the consistency of authoritative literature by addressing the accounting and financial reporting implications that result from the replacement of an Interbank Offered Rate (IBOR) for agreements in which variable payments made or received depend on an IBOR.
- GASB Statement No. 97, *“Certain Component Unit Criteria, and Accounting and Financial Reporting 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”*. This Statement will result in more consistent financial reporting of defined benefit contribution pension plans, defined contribution OPEB plans, and other employment benefit plans, while mitigating the costs associated with reporting those plans.

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E. Unadopted GASB Statements

GASB has also issued new statements effective in future years. Management has not completed its analysis of the effects, if any, of these GASB Statements on the financial statements of the County.

- GASB Statement No. 91, “*Conduit Debt Obligations*”. 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. This Statement is effective for the fiscal year ending September 30, 2023.
- GASB Statement No. 94, “*Public-Private and Public-Public Partnerships and Availability Payment Arrangements*”. This Statement will improve financial reporting by establishing the definitions of public-private and public-public partnership arrangements (PPPs) and availability payment arrangements (APAs) and providing uniform guidance on accounting and financial reporting for transactions that meet those definitions. This Statement is effective for the fiscal year ending September 30, 2023.
- GASB Statement No. 96, “*Subscription-Based Information Technology Arrangements*”. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement is effective for the fiscal year ending September 30, 2023.
- GASB Statement No. 99, “*Omnibus 2022*”. The requirements of this Statement will enhance comparability in the application of accounting and financial reporting requirements and will improve the consistency of authoritative literature. Consistent authoritative literature enables governments and other stakeholders to more easily locate and apply the correct accounting and financial reporting provisions, which improves the consistency with which such provisions are applied. The comparability of financial statements also will improve as a result of this Statement. Better consistency and comparability improve the usefulness of information for users of state and local government financial statements. The requirements related to leases, public-private and public-public partnerships, and subscription-based information technology arrangements are effective for the fiscal year ending September 30, 2023. The requirements related to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement 53 are effective for the fiscal year ending September 30, 2024.
- GASB Statement No. 100, “*Accounting Changes and Error Corrections*”. The requirements of this Statement will improve the clarity of the accounting and financial

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reporting requirements for accounting changes and error corrections, which will result in greater consistency in application in practice. In turn, more understandable, reliable, relevant, consistent, and comparable information will be provided to financial statement users for making decisions or assessing accountability. In addition, the display and note disclosure requirements will result in more consistent, decision useful, understandable, and comprehensive information for users about accounting changes and error corrections. This Statement is effective for the fiscal year ending September 30, 2024.

- GASB Statement No. 101, "*Compensated Absences*". The unified recognition and measurement model in this Statement will result in a liability for compensated absences that more appropriately reflects when a government incurs an obligation. In addition, the model can be applied consistently to any type of compensated absence and will eliminate potential comparability issues between governments that offer different types of leave. The model also will result in a more robust estimate of the amount of compensated absences that a government will pay or settle, which will enhance the relevance and reliability of information about the liability for compensated absences. This Statement is effective for the fiscal year ending September 30, 2025.

F. Cash and Investments

Deposits

All deposits are held in qualified public depositories pursuant to the Florida Statutes, Chapter 280, "Florida Security for Public Deposits Act" and are covered by either federal depository insurance or collateral held by the Chief Financial Officer of Florida. In the event of a default by a qualified public depository, all claims for government deposits would be satisfied by the Chief Financial Officer of Florida from the proceeds of federal deposit insurance, pledged collateral of the public depository in default and, if necessary, a pro rata assessment to the other qualified public depositories in the collateral pool.

Cash Equivalents

Highly liquid investments with maturities of three months or less when purchased are reported as cash equivalents. The County maintains an internal investment pool for substantially all funds. Earnings are allocated daily to each fund based on their equity balances in the pool. Each fund reports their equity in the County's internal investment pool as a cash equivalent.

Investments

All investments are reported at fair value except for the money market funds and commercial paper, which are reported at amortized cost as permitted by GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*.

Although the investments in the Florida Local Government Investment Trust Short Term Bond Fund and the Florida Cooperative Liquid Assets Securities System are external investment pools,

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both pools do not meet the criteria as established by GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, to be reported at amortized cost. In particular, these pools are not operated in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. Hence, the fair value of the County's balance in these pools is determined by the fair value per share of each pool's underlying portfolio as permitted by GASB Statement No. 31.

Additionally, the County categorizes its applicable fair value measurements within the fair value hierarchy established in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*. The hierarchy is based on the 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. Types and amounts of investments held at fiscal year-end are described in a subsequent note. Normally excluded from GASB Statement No. 72 hierarchy reporting are cash equivalent investments, certificates of deposit, money market funds, commercial paper, and time deposit-like foreign bonds.

State statutes and local ordinances authorize County investments in obligations of the U.S. Government, its agencies and instrumentalities, repurchase agreements, interest-bearing time deposits, savings accounts, Florida Prime Investment Pool (formerly known as the Local Government Surplus funds Trust Fund LGIP administered by the State Board of Administration), the Florida Local Government Investment Trust (FLGIT), collateralized mortgage obligations (CMO), certain corporate securities, instruments backed by the full faith and credit of the State of Israel, bankers acceptances, and money market mutual funds.

State statutes authorize Solid Waste Authority (SWA) investments in the Florida Prime Investment Pool (formerly known as the Local Government Surplus funds Trust Fund LGIP administered by the State Board of Administration), interest-bearing time deposits, savings accounts, negotiable direct obligations of or obligations unconditionally guaranteed by the U.S. Government, obligations of the Federal Farm Credit Banks, the Federal Home Loan Mortgage Corporation, the Federal Home Loan Bank or its districts, interest rate swap agreements, and obligations guaranteed by the Government National Mortgage Association and obligations of the Federal National Mortgage Association and mutual funds limited to U.S. Government securities.

The following external investment pools are not SEC-registered:

The Florida Local Government Investment Trust (FLGIT) is a local government investment pool developed jointly by the Florida Association of Court Clerks and the Florida Association of Counties. The FLGIT has no regulatory oversight but has been recognized by an Internal Revenue Service private letter ruling as a tax-exempt organization, has received a Standard and Poor's rating and is governed by a six-member Board of Trustees. The County invests in the Short-Term Bond fund. The share price of this investment represents the fair value of the fund's underlying investments.

The Florida Cooperative Liquid Assets Securities System (FLCLASS) is an independent local government investment pool open to all political subdivisions, instrumentalities of political subdivisions, and State agencies in the State of Florida. FLCLASS is supervised by an appointed

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Board of Trustees comprised of eligible participants of the FLCLASS program. As of September 30, 2016, the Board consisted of four members. The Board appoints an external Investment Advisor-Administrator, as well as a Custodian. FLCLASS has been rated AAA by Standard and Poor's rating. The share price of this investment represents the fair value of the fund's underlying investments. Additional information is provided in the Cash and Investments Note.

G. Accounts and Other Receivables

Accounts receivable are recorded net of allowances for bad debts. Allowance for uncollectible receivables is based upon historical trends and the periodic aging of receivables. These allowances relate to the enterprise funds and are not significant. Billings to water utility customers are based on metered consumption which is determined at various dates each month. Estimated unbilled consumption at year-end is recognized as revenue in the Water Utilities Fund. Other receivables include low-income housing loans to individuals and developers, a loan to the convention center and a contribution receivable from FAU as part of the Scripps project and Fire Rescue ambulatory services. The allowance for uncollectible receivables for Fire Rescue services is based on historic trends and analysis of current economic factors. As of September 30, 2022, there was an allowance of \$21.8 million for these receivables.

H. Inventories and Prepaid Items

Inventories consisting primarily of materials and supplies are stated at cost based upon the first-in, first-out method. Purchases of inventories for governmental funds are reported as expenditures in the period purchased, except for the Sheriff, which is accounted for using the consumption method. Inventories for governmental fund types, which use the purchases method, are reported on the governmental funds balance sheet as an asset of the fund with a corresponding amount recorded as non-spendable fund balance. Inventories of proprietary type funds are reported as an expense when consumed in the operations of the fund.

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. Expenditures for insurance and similar services extending over more than one accounting period are accounted for as expenditures of the period of acquisition, except for the Sheriff, which is accounted for using the consumption method.

I. Restricted Assets

Assets are reported separately as 'restricted' in proprietary funds and the entity-wide statement of net position when restrictions on asset use change the nature or normal understanding of the availability of the asset. Consistent with this principle, the following assets are reported as restricted assets:

1. Assets that are restricted as to withdrawal or use for other than current operations.
2. Assets that are restricted for expenditure in the acquisition or construction of noncurrent assets.

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J. Capital Assets

Property, plant, and equipment and infrastructure assets (such as roads, sidewalks, bridges, and drainage systems) are reported in the applicable governmental or business-type activities columns of the government-wide financial statements and proprietary fund financial statements. All work in process for the current and prior fiscal years has been capitalized as Construction in Progress as the related projects have not yet been completed. Capital assets (except for intangible right-to-use assets, the measurement of which is discussed later in this note under section Y) are defined as those assets with an initial, individual cost of over \$5,000. Contributed capital assets are recorded at their estimated acquisition value at the time received. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Depreciation is calculated using the straight-line method over estimated useful lives as follows:

| Asset Classification | Estimated Useful Life (In Years) |
|---------------------------------------|----------------------------------|
| Buildings, Utility Plants and Systems | 10-50 |
| Furniture, Fixtures and Equipment | 2-15 |
| Improvements Other Than Buildings | 5-40 |
| Infrastructure | 20-30 |

In the governmental fund financial statements, the costs associated with the acquisition or construction of capital assets are shown as capital outlay expenditures. Capital assets are not shown on the governmental fund balance sheets.

Goodwill is determined based on the difference between the acquisition price and the fair value of all assets acquired. Amortization of goodwill related to the utility system acquisition is also computed on the straight-line method. The Water Utilities Department has two items of goodwill: 1) the goodwill resulting from the acquisition of the Village of Royal Palm Beach’s Utility System is amortized over 30 years which represents the period the bonds issued to fund the acquisition will be outstanding, and 2) the goodwill resulting from the acquisition of the Indian Trail Improvement District Utility System is amortized over 40 years.

K. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position includes a separate section for deferred outflows of resources that represents a consumption of net assets that applies to future periods and pension contributions subsequent to the measurement date and will not be recognized as outflows or resources (expense/expenditure) until that time. The pension related deferred outflows of resources in the Statement of Net Position represents the difference between expected and actual experience, changes in assumptions, the net difference between projected and actual earnings on pension plan investments, changes in the proportion and differences between the County’s contributions and proportionate share of contributions relating to pension plans. The OPEB related deferred outflows

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of resources represent the net difference between projected and actual earnings on OPEB plan investments and differences between expected and actual experience. The County has also reported the deferred loss on refunding of debt in this category. A deferred loss on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. All of these deferred outflows are reported in the government-wide statement of net position and the proprietary funds statement of net position.

In addition to liabilities, the Statement of Net Position includes a separate section for deferred inflows of resources, which represents an acquisition of net assets that applies to future periods and will not be recognized as an inflow (revenue) until that time. The pension related deferred inflows of resources in the Statement of Net Position represents the difference between expected and actual experience, changes in assumptions, the net difference between projected and actual earnings on pension plan investments, changes in the proportion and differences between the County's contributions and proportionate share of contributions relating to pension plans. The OPEB related deferred inflows of resources represent changes in assumptions or other inputs and the net difference between projected and actual earnings on OPEB plan investments. The lease related deferred inflows of resources represent the value of lease receivables plus any payments received at or before the start of the lease term that relate to future periods. These deferred inflows related to pensions, OPEB, leases and deferred gains on refunding are reported in the government-wide statement of net position and the proprietary funds statement of net position. The County also reports deferred inflows related to unavailable revenue and leases in the governmental funds balance sheet.

L. Compensated Absences

In accordance with GASB Statement No. 16, *Accounting for Compensated Absences*, the County accrues a liability for compensated absences, as well as certain other salary-related costs associated with the payment of compensated absences. Vacation leave is accrued as a liability as the benefits are earned by the employees. Sick leave is also accrued as a liability as the benefits are earned by the employees, but only to the extent that it is probable that the County will compensate the employees for the benefits through cash payments at termination or retirement.

Under the accrual basis of accounting used in the government-wide financial statements and the separate proprietary fund financial statements, the entire compensated absences liability (long-term and short-term) is reported when earned as described above. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignation and retirements.

M. Amortization of Discount/Premium on Bonds and Debt Issuance Costs

Amortization of discount and premium on bonds is determined by using the outstanding principal method over the life of the related debt. The amortization of discount or premium is recorded as an adjustment to interest expense. Bonds payable are reported net of the applicable bond discount or premium. In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period. The face amount of debt issued and premiums received

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on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Bond issuing costs are expensed when incurred. In the fund financial statements, governmental fund types recognize bond issuance costs during the current period as debt service expenditures.

N. Self-Insurance

The County maintains a Risk Management (Workers' Compensation) self-insurance program, a Casualty self-insurance program, and an Employee health self-insurance program which are accounted for as internal service funds. The County has elected to essentially self-insure itself for health benefits to County employees and employees of component units of the County electing to participate in the plan. The plan covers approximately 4,500 participants.

The three-(3) self-insurance programs are designed to be self-sustaining through actuarially determined premiums established annually to cover expected claims, administration and a margin for unexpected losses or expenses. Claims are recorded as incurred with an estimate added at year-end based on an actuarially determined estimate of incurred but not reported claims.

O. Pensions and Other Post-Employment Benefits Disclosure

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Florida Retirement System (FRS), Health Insurance Subsidy (HIS) deferred benefit plans, and the Palm Tran and Lantana plans additions to/deductions from all three plans fiduciary net position have been determined on the same basis as they are reported by the plans and are recorded in the government-wide and proprietary fund statements. For this purpose, benefit payments (including refunds of employee contributions), are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

The County applies GASB Statement No. 75, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, for the measurement, recognition, and display of OPEB expenditures or expenses, liabilities and assets as discussed in a subsequent note.

P. Elimination of Internal Activity

In the government-wide Statement of Activities, interfund activity, such as transfers in and out as well as transfers within the Internal Service Funds and within the Governmental Activities category is eliminated. Interfund activity between governmental and business-type activities is not eliminated. Interfund services provided and used between functions are not eliminated because removing interfund services would distort the functional expenses presented in the Statement of Activities.

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Q. Program Revenues

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, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

R. Budgets

BOARD OF COUNTY COMMISSIONERS

Pursuant to Chapter 129, Florida Statutes, General Budget Policies, the following procedures are followed by the Board of County Commissioners in establishing, adopting and maintaining the operating budget:

1. On or before July 15, the County Administrator, through the Office of Financial Management and Budget (OFMB) submits to the Board of County Commissioners a tentative budget for the fiscal year commencing the following October 1. This is a detailed plan outlining all programs and estimated departmental revenues and expenditures for the upcoming year.
2. Taxpayers are informed of the proposed budget and tentative millage rates through advertising and public hearings which are held to elicit taxpayer comments.
3. The budget is legally adopted through Board of County Commission action for the fiscal year beginning October 1.
4. The Board at any time within a fiscal year may amend a budget for that year as follows:
 - a. Appropriations for expenditures in any fund may be decreased and other appropriations in the same fund correspondingly increased by action recorded in the minutes, provided that the total of the appropriations of the fund are not changed. The Board of County Commissioners, however, may establish procedures by which the designated budget officer may authorize certain intradepartmental budget amendments, provided that the total appropriation of the department shall not be changed.
 - b. Appropriations from reserves may be made to increase appropriations by resolution of the Board, but no expenditures shall be directly charged to any reserve.
 - c. A receipt from a source not anticipated in the budget and received for a particular purpose including, but not limited to, grants, donations, gifts or reimbursements for damages may, by resolution of the Board recorded in its minutes, be appropriated and expended for that purpose, in addition to the appropriations and expenditures provided for in the budget. Such receipts and appropriations shall be added to the budget in the proper fund. During fiscal year 2022, supplemental appropriations

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amounted to a net increase of \$774.6 million or approximately 13% of the original budget.

5. It is unlawful for the Board to expend or contract for the expenditures in any fiscal year more than the amount budgeted in each individual fund's budget, and in no case shall the total appropriations of any budget be exceeded. In addition, to comply with the above statutory requirements, the Board of County Commissioners has elected to adopt management controls and approved guidelines, which provide for the budget to be controlled at a detail level greater than the statutory level of control. The effective legal budgetary control is at the department level for the General Fund and special revenue funds with approved budgets which is reflected in the budget to actual statements presented in the fund financial statements section and the combining and individual fund statements and schedules section. It should be noted that in some instances the name of the Special Revenue fund reflects the department such that further department breakout in the budget to actual schedule is not necessary – an example of this would be the Library Taxing District Special Revenue Fund. Also, concerning debt service and capital project funds with annually appropriated budgets, the effective legal budgetary control is at the fund level, which is reflected in the budget to actual schedule presentation. Annual budgets are legally adopted for all governmental and proprietary fund types. Budgetary comparisons presented herein are on a basis consistent with GAAP.

CLERK OF THE CIRCUIT COURT

Chapter 218.35, Florida Statutes, governs the preparation, adoption and administration of the Clerk & Comptroller's (the Clerk) annual budget. The Clerk, as county fee officer, establishes an annual budget for his office, which clearly reflects the revenues available to the office and the functions for which the money is to be expended.

The Clerk, functioning in his capacity as Clerk of the Circuit and County Courts and as Clerk of the Board of County Commissioners, prepares his budget in two parts:

1. The budget for funds necessary to perform court-related functions as provided for in Florida Statute 28.36, which details the methodologies used to apportion costs between court-related and non-court-related functions performed by the Clerk.
2. The budget relating to the requirements of the Clerk as Clerk of the Board of County Commissioners, County Auditor, and Custodian or Treasurer of all county funds and other county related duties.

SHERIFF

Chapter 30.49, Florida Statutes, governs the preparation, adoption and administration of the Sheriff's annual budget. By May 1 each year, the Sheriff shall certify to the Board a proposed budget of expenditures for performing the duties of his office for the ensuing fiscal year. The Sheriff's budget is legally adopted by Board of County Commission action for the fiscal year beginning October 1.

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TAX COLLECTOR AND PROPERTY APPRAISER

Chapter 195.087, Florida Statutes, governs the preparation, adoption and administration of the budgets of the Tax Collector and Property Appraiser. On or before a legally designated date each year, the Tax Collector and the Property Appraiser shall submit to the Florida Department of Revenue a budget for the ensuing fiscal year. A copy of such budget shall be furnished at the same time to the Board of County Commissioners. Final approval of the budgets is given by the Florida Department of Revenue.

SUPERVISOR OF ELECTIONS

Chapter 129, (sections .02 and .202), Florida Statutes, governs the preparation, adoption and administration of the budget of the Supervisor of Elections. On or before June 1 of each year, the Supervisor of Elections shall submit to the Board of County Commissioners a tentative budget for the ensuing fiscal year. However, the Board of County Commissioners of Palm Beach County, by resolution R-95-1195, requires the tentative budget to be submitted by May 1 of each year.

S. Encumbrances

The County uses encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of funds are recorded to assign that portion of the applicable appropriation. Encumbrances represent the estimated amount of expenditures ultimately to result if unperformed contracts and open purchase orders are completed. Although encumbrances lapse at year-end, it is the County's intention to substantially honor these encumbrances under the authority provided in the subsequent year's budget. Refer to the Commitments Note for more information.

T. Operating versus Non-Operating Revenues and Expenses

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the fund's principal ongoing operations. The principal operating revenues of the County's Enterprise and Internal Service funds are charges to customers for sales and services. Operating revenues for the Enterprise funds include water and wastewater service fees, as well as airport fees and charges. For the Internal Service funds, operating revenues include charges to other departments for various maintenance, communications and insurance services. Operating expenses for the Enterprise and Internal Service funds include costs of sales and services, administrative fees, insurance payments and depreciation. All revenues and expenses not meeting this definition are considered non-operating items.

U. Fund Balance

Fund balances are reported in classifications based on whether the amounts are non-spendable or spendable.

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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.

Spendable amounts are classified based on the extent to which there are external and/or internal constraints in how the fund balance amounts may be spent.

Amounts that are restricted to specific purposes either by constraints (a) 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 are constrained for specific purposes that are internally imposed by the County's highest level of decision-making authority, the BOCC, are classified as committed fund balances. Formal action in the form of a County Ordinance must be taken by the BOCC prior to the end of the fiscal year. The same formal action must be taken by the BOCC to remove or change the limitations placed on the funds.

Amounts that are constrained by the County's intent to be used for specific purposes but are neither restricted nor committed are classified as assigned fund balances. Assignments are made by the County Administrator. Palm Beach County is a Charter County and operates under a County Manager form of Government (as previously stated in Note 1, Section A, *Financial Reporting Entity*). The Charter of Palm Beach County, Florida, Article II, Sections 2.1 and 2.4 provide for the County Administrator to assign fund balance. As such, the County Administrator is responsible for preparing and managing the County's budget along with the establishment and classification of all its funds.

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. Unassigned fund balance also includes any deficit fund balance of other governmental funds.

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

The County has not formally adopted a minimum fund balance policy.

V. Net Position

The government-wide and proprietary fund financial statements utilize a net position presentation. Net position is comprised of three categories:

Net Investment in Capital Assets – This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition and any related deferred inflows or outflows from refunding of debt, construction or improvement of these assets reduce the balance in this category.

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Restricted Net Position - This category presents external restrictions imposed by creditors, grantors, contributors, or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

Unrestricted Net Position – This category represents net position that does not meet the definition of “net investment in capital assets” or “restricted”.

W. Property Tax

Taxes in Palm Beach County are levied by the Board of County Commissioners for the County. The millage levies are determined on the basis of estimates of revenue needs and the total taxable valuations within the jurisdiction of the Board of County Commissioners. No aggregate ad valorem tax millage in excess of 10 mills on the dollar is levied against property of the County as specified in Chapter 200.071, Florida Statutes.

Each year the total taxable valuation is established by the County Property Appraiser and the list of property assessments is submitted to the State Department of Revenue for approval. County ad valorem taxes are a lien on the property against which they are assessed from January 1 of the year of assessment until paid or barred by operation of law (statute of limitations). Taxes are levied on October 1, become due and payable on November 1 of each year, or as soon thereafter as the assessment roll is opened for collection, and are delinquent on April 1 of the following year.

Discounts for payment prior to April 1st were determined as follows:

| | |
|----|--------------------------|
| 4% | if paid by November 30th |
| 3% | if paid by December 31st |
| 2% | if paid by January 31st |
| 1% | if paid by February 28th |

Pursuant to Florida law, the Tax Collector advertises and sells tax certificates on all real property for which there are unpaid taxes. Accordingly, there is no property taxes receivable as of September 30, 2022.

X. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

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Y. Leases

County as Lessee

The County is a lessee in lease arrangements regarding building space, warehouse space, communication towers, and office equipment. The County recognizes a lease liability and an intangible right-of-use lease asset in the government-wide and proprietary fund financial statements. The County recognizes lease liabilities with an initial, individual value of \$25,000 or more.

At the commencement of a lease, the County initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over the shorter of the lease term or the useful life of the underlying asset.

Key estimates and judgments related to leases include how the County determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The County uses the interest rate charged by the lessor as the discount rate - this rate is rarely indicated in lease agreements. When the interest rate charged by the lessor is not provided, Palm Beach County utilizes its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the County is reasonably certain to exercise.

The initial incremental borrowing rate at the date of implementation was determined based on a fiscal year ended 2021 public improvement term bond. Thereafter, the incremental borrowing rate was set quarterly based on an analysis of US Treasury and AA investment bond rates – this rate reference will continue to be utilized whenever the County does not issue a term bond.

The County monitors changes in circumstances that would require a remeasurement of its leases. and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease asset totals are reported with other capital assets and itemized by major asset class in the lease note. Lease liabilities are reported with long-term debt on the Statement of Net Position.

County as Lessor

The County is a lessor in lease arrangements regarding building space, agricultural reserve land, and urban related land. In addition, the Department of Airports leases a major portion of its property to airlines, rental car companies and concessionaires. The County recognizes a lease

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receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements. The County recognizes lease receivables with an initial, individual value of \$25,000 or more.

At the commencement of a lease, the County initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured at the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the County determines (1) the discount rate utilized to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- As an interest rate is not typically denoted in a County provided lease arrangement, the County utilizes the underlying asset's long-term rate of return as the discount rate. This is deemed reasonable given that the County periodically performs market surveys to assess rental rates on a new lease.
- The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable are composed of fixed payments from the lessee.

The County monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

2. CASH AND INVESTMENTS

Additional cash and investment information is provided in Note 1, paragraph F (Summary of Significant Accounting Policies - Cash and Investments).

At September 30, 2022, cash and investments consisted of the following:

| | <u>Bank Balance</u> | <u>Carrying Value</u> | <u>Investments</u> |
|--|---------------------|-------------------------|-------------------------|
| Deposits in Financial Institutions | \$ 317,518,251 | \$ 298,244,214 | \$ - |
| Cash on Hand | | 315,322 | - |
| Internal Investment Pool | | 3,059,996,858 | 3,057,967,975 |
| Business-Type Activities/ Constitutional Officers Cash Equivalents: | | | |
| Money Market Funds | | 71,652,246 | 71,652,246 |
| State Board of Administration Investment Pool | | 936,440 | 936,440 |
| Total | | <u>\$ 3,431,145,080</u> | <u>\$ 3,130,556,661</u> |

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The carrying value of the internal investment pool includes cash, accrued interest receivable, and investments. Cash and investments are reported in the financial statements as follows:

Statement of Net Position

Primary Government

| | | | |
|---|----|----------------------|------------------|
| Cash, Cash Equivalents & Investments | \$ | 2,208,514,847 | |
| Restricted Cash, Cash Equivalents & Investments | | 1,095,119,144 | |
| | | <u>3,303,633,991</u> | \$ 3,303,633,991 |

Fiduciary Funds

| | | | |
|-------------------------|----|----------------------|------------------|
| Cash & Cash Equivalents | \$ | 127,511,089 | |
| | | <u>127,511,089</u> | |
| | | <u>3,431,145,080</u> | \$ 3,431,145,080 |

| Investment Type | Amount | Less Than 2 Years | 2 Years but Less Than 5 Years | 5 Years but Less Than 10 Years |
|---|-------------------------|-----------------------|-------------------------------------|--------------------------------------|
| Investments Subject to Interest Rate Risk: | | | | |
| Small Business Administration | \$ 440,071,850 | \$ 440,071,850 | \$ - | \$ - |
| Florida Local Govt Investment Trust | 10,949,637 | 10,949,637 | - | - |
| Florida Coop. Liquid Assets Securities System | 445 | 445 | - | - |
| | <u>451,021,932</u> | <u>\$ 451,021,932</u> | <u>\$ -</u> | <u>\$ -</u> |
| Other Investments: | | | | |
| State Board of Administration Florida PRIME | 90,809,518 | | | |
| Certificates of Deposit | 409,743,677 | | | |
| State of Israel Bonds* | 115,000,000 | | | |
| Bank Money Market Accounts | 1,904,304,774 | | | |
| Money Market Funds | 78,573,394 | | | |
| Cash and Receivables | 8,514,680 | | | |
| Business-Type Activities/Constitutional | | | | |
| Officers Cash Equivalents: | | | | |
| Money Market Funds | 71,652,246 | | | |
| State Board of Administration Florida PRIME | 936,440 | | | |
| | <u>\$ 3,130,556,661</u> | | | |

*The State of Israel Bonds are carried at historic cost and not priced in the open market. They are purchased directly from the State of Israel.

GASB Statement No. 72, *Fair Value Measurement and Application*, requires the County to categorize the fair value measurements of its applicable investments within the fair value hierarchy established by generally accepted accounting principles. Additional details of GASB Statement No. 72 are provided in the Summary of Significant Accounting Policies.

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SEPTEMBER 30, 2022

The following table summarizes the assets of the County for which fair values are determined as of September 30, 2022:

| Investment | Amount | Fair Value | | |
|---|----------------|------------|----------------|---------|
| | | Level 1 | Level 2 | Level 3 |
| Small Business Administration | \$ 440,071,850 | \$ - | \$ 440,071,850 | \$ - |
| Total Investments in the Fair Value Hierarchy | 440,071,850 | - | 440,071,850 | - |
| Investments Measured at the Net Asset Value: | | | | |
| State Board of Administration Florida PRIME | 90,809,518 | | | |
| Florida Local Government Investment Trust | 10,949,637 | - | - | - |
| Florida Coop. Liquid Assets Securities System | 445 | - | - | - |
| Business-Type Activities/Constitutional Officers: | | | | |
| State Board of Administration Florida PRIME | 936,440 | - | - | - |
| Total Investments Measured at Net Asset Value* | 102,696,040 | - | - | - |
| Total Investments | \$ 542,767,890 | \$ - | \$ 440,071,850 | \$ - |

*In accordance with GASB 72, the investments measured at NAV per share (or its equivalent) have not been classified in the fair value hierarchy.

Additionally, the Small Business Administration investment was valued using a rules-based pricing application model.

Other investments (which include certificates of deposit, foreign government bonds, and money market funds) are exempt from the GASB Statement No. 72 fair value hierarchy. These investments totaled \$2,587,788,771.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment.

In accordance with the County Investment Policy, the Clerk & Comptroller manages the County's internal investment pool's exposure to declines in fair values by managing overall effective duration appropriate to the risk tolerance in meeting stated objectives. The Policy states that at the time of purchase, the County's investments must have a final maturity or average life of 10 years or less.

Credit Risk

Credit risk is the risk that an issuer will not fulfill its obligations.

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
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The following table summarizes the credit risk of the County’s investments as of September 30, 2022:

| Investments | Amount | Percentage of Total Portfolio | Credit Rating |
|---|------------------|-------------------------------------|---------------|
| Small Business Administration | \$ 440,071,850 | 14.1% | AA+ |
| State Board of Administration Florida PRIME | 90,809,518 | 2.9% | AAAm |
| Certificates of Deposit | 409,743,677 | 13.1% | Not rated |
| Florida Local Govt Investment Trust | 10,949,637 | 0.3% | AAAf |
| Florida Coop. Liquid Assets Securities System | 445 | 0.0% | AAAm |
| State of Israel Bonds | 115,000,000 | 3.7% | AA- |
| Bank Money Market Accounts | 1,904,304,774 | 60.8% | N/A |
| Money Market Funds | 78,573,394 | 2.5% | AAAm |
| Cash and Receivables | 8,514,680 | 0.3% | N/A |
| Business-Type Activities/Constitutional Officers Cash Equivalents: | | | |
| Money Market Funds | 71,652,246 | 2.3% | AAAm |
| State Board of Administration Florida PRIME | 936,440 | 0.0% | AAAm |
| | \$ 3,130,556,661 | 100.0% | |

In accordance with the County’s Investment Policy for the internal investment pool, investments in commercial paper and bankers’ acceptances are limited to ratings of A-1 or P-1 or higher by Standard and Poor’s or Moody’s, respectively. Investments in certificates of deposit with maturities of less than one year are allowable if the issuer maintains a short-term debt rating of at least A-1 or P1, respectively. Investments in certificates of deposit with maturities greater than one year are allowable if the issuer maintains a long-term debt rating of A or better, as determined by Standard & Poor’s or Moody’s. If an issuer of a certificate of deposit is not rated, it may still be an issuer if it maintains a quarterly average ranking of at least 50 as published by the State of Florida’s Chief Financial Officer in conjunction with the Florida public deposits program. Investments in corporate securities are limited to ratings of AA or higher by Standard and Poor’s and Moody’s. The Investment Policy allows for the timely and appropriate disposal when an investment credit rating falls below a minimum threshold. No-load money market mutual funds are allowable if rated in the highest rating category of a Nationally Recognized Statistical Rating Organization (NRSRO). Investments in Israel Bonds are allowable only if the State of Israel’s foreign debt at the time of purchase is at least A or higher by Standard & Poor’s and Moody’s rating services. Investments in intergovernmental investment pools do not have a minimum credit rating requirement. All securities shall be transferred “Delivery versus Payment.”

PALM BEACH COUNTY, FLORIDA
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Custodial Credit Risk - Investments

This type of risk would arise in the event of the failure of a custodian of County investments, after which the government would not be able to recover the value of its investments that are in the possession of the third-party custodian.

To guard against this risk, the County’s investment policy for the internal investment pool requires that all securities (including Business-Type Activities/Constitutional Officers money market funds and Small Business Administration) be insured or registered in the name of the County and held by a third party custodial institution, with capital and surplus stock of at least \$500 million and a separate custody account at the Federal Reserve Bank (FED) specifically designated by the FED as restricted for the safekeeping of the member-bank’s customer-owned securities only. All securities purchased or sold are transferred “delivery versus payment” or “payment versus delivery” to ensure that funds or securities are not released until all criteria relating to the specific transactions are met.

Concentration Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of an investment in a single issuer.

| Investment Issuer | Amount | Percentage of Total |
|---|------------------|------------------------|
| Small Business Administration | \$ 440,071,850 | 14.1% |
| State Board of Administration Florida PRIME | 90,809,518 | 2.9% |
| TD Bank CD/MMKT | 1,521,508,314 | 48.6% |
| Synovus Bank | 243,052,367 | 7.8% |
| Centennial Bank CD/MMKT | 10,215 | 0.0% |
| City National Bank CD/MMKT | 497,498,846 | 15.9% |
| Ameris Bank MMKT | 1,447,689 | 0.0% |
| Bank United MMKT | 426,119 | 0.0% |
| U.S. Century Bank | 50,104,901 | 1.6% |
| Florida Local Government Investment Trust (FLGIT) | 10,949,637 | 0.3% |
| Florida Coop. Liquid Assets Securities System | 445 | 0.0% |
| State of Israel Bonds | 115,000,000 | 3.7% |
| Money Market Funds | 78,573,394 | 2.5% |
| Cash and Receivables | 8,514,680 | 0.3% |
| Business-Type Activities/Constitutional Officers Cash Equivalents: | | |
| Money Market Funds | 71,652,246 | 2.3% |
| State Board of Administration Florida PRIME | 936,440 | 0.0% |
| | \$ 3,130,556,661 | 100.0% |

PALM BEACH COUNTY, FLORIDA
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Investments in intergovernmental investment pools are limited to no more than 20% with one entity. Investments in Small Business Administration pools are limited to no more than 20% (at fair value) at the time of purchase. Investments in State of Israel bonds are limited to no more than 3% (at fair value) of the total portfolio at the time of purchase. Corporate securities are limited to no more than 20% of the investment pool's total fair value, excluding commercial paper, which is limited to 25% of the total fair value. The County's investment policy limits investments in corporate securities to 2% of total pool fair value per single issuer at time of purchase. Investments in collateralized mortgage obligations (CMO) are limited to 20% of total value of the County's internal investment pool. Investments in IO (interest only), PO (principal only), inverse floaters, other volatile CMO types, and corporate convertible securities are all prohibited. All CMO issues must pass the Federal Financial Institutions Examination Council (FFIEC) High Risk Security Test on a quarterly basis, or as specified in any Trust Indenture.

Foreign Currency Risk:

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment. There was no exposure to foreign currency risk. The County investment in foreign bonds is denominated in U.S. dollars.

COMPONENT UNIT – Solid Waste Authority (SWA)

Cash and Cash Equivalents: The bank balance and carrying value of the SWA's cash and cash equivalents, including restricted balances, were as follows at September 30, 2022:

| | |
|---|-----------------------|
| Bank balance of deposits with financial institutions (including customer deposits) | \$ 23,898,736 |
| | |
| Carrying value | |
| Deposits with financial institutions | \$ 23,166,837 |
| Petty cash and cash drawers | 9,400 |
| Money market mutual funds | 244,230,610 |
| Florida Prime | 191,411,075 |
| Total cash and cash equivalents | <u>\$ 458,817,922</u> |

The deposits with financial institutions were entirely covered by a combination of federal depository insurance and a collateral pool pledged to the State Treasurer of Florida by financial institutions that comply with the requirements of Florida Statutes and have been designated as a qualified public depository by the State Treasurer. Qualified public depositories are required to pledge collateral to the State Treasurer with a fair value equal to a percentage of the average daily balance of all government deposits in excess of any federal deposit insurance. In the event of a default by a qualified public depository, all claims for government deposits would be satisfied by the State Treasurer from the proceeds of federal deposit insurance, pledged collateral of the public depository in default and, if necessary, a pro rata assessment to the other qualified public

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

depositories in the collateral pool. Accordingly, all deposits with financial institutions are considered fully insured in accordance with pronouncements of the Governmental Accounting Standards Board.

The money market mutual funds consist of investments with financial institutions in open end, institutional, money market funds complying with Securities and Exchange Commission (SEC) Rule 2a7 and investing only in U.S. Government and Agency. Rule 2a7 allows SEC registered mutual funds to use amortized cost rather than fair value to report net assets used to compute share prices if certain conditions are met. Those conditions include restrictions on the types of investments held, restrictions on the term-to-maturity of individual investments and the dollar-weighted average of the portfolio, requirements for portfolio diversification, and requirements for divestiture considerations in the event of security downgrades and defaults and required actions if the fair value of the portfolio deviates from amortized cost by a specified amount.

The investment in Florida Prime consists of equity in an external, investment pool managed by the State of Florida that was available to be withdrawn by SWA on an overnight basis. Florida Prime meets the requirements with GASB Statement No. 79 *Certain External Investment Pools and Pool Participants*, which allows reporting the investment at amortized cost. The fair value of the position in Florida Prime was considered to be the same as SWA's account balance (amortized cost) in the pool. The money market mutual funds and Florida Prime are classified as cash equivalent in the statements of net position and statements of cash flows.

Investments: Florida Statutes and SWA policy authorize investments in Florida administered by the State, negotiable direct obligations of or obligations unconditionally guaranteed by the U.S. Government, interest-bearing time deposits or savings accounts in financial institutions located in Florida and organized under federal or Florida laws, obligations of the Federal Farm Credit Banks, the Federal Home Loan Mortgage Corporation, the Federal Home Loan Bank or its district banks, obligations guaranteed by Ginnie Mae, obligations of Fannie Mae, SEC registered money market mutual funds with the highest credit quality rating, mutual funds limited to U.S. Government securities, interest rate swaps, interest rate exchange agreements, investment contracts, or contracts providing for payments based on levels of or changes in interest rates, or contracts to exchange cash flows, a series of payments, or to hedge payment rate, spread or similar exposure, and repurchase agreements fully collateralized by SEC registered money market mutual funds with the highest credit quality ratings.

The SWA's bond resolutions authorize the investment of bond proceeds in obligations of certain federal government agencies or obligations guaranteed by those agencies, obligations of the United States Government or obligations guaranteed by the United States Government, guaranteed investment contracts meeting certain restrictions, or certain certificates of deposit, repurchase agreements, and investments that are insured or collateralized and otherwise permitted by Florida law. The SWA holds Treasury Securities – State and Local Government Series (“SLGS”) issues that are reported at historical cost (face value). U.S. Treasury SLGS were issued to meet the debt service requirements of Refunding Revenue Bonds, Series 2019 until the crossover date of October 1, 2021. There is no market for these securities as they may only be redeemed at the U.S. Department of Treasury on or before their stated maturity date at face value plus accrued interest.

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

GASB Statement No. 72, *Fair Value Measurement and Application*, requires governments to disclose the fair value hierarchy for each type of asset or liability measured at fair value in the notes to the financial statements. The standard also requires governments to disclose a description of the valuation techniques used in the fair value measurement and any significant changes in valuation techniques. GASB 72 established a three-tier fair value hierarchy. The hierarchy is based on valuation inputs used to measure the fair value as follows:

- Level 1: Inputs are directly observable, quoted prices in active markets for identical assets or liabilities.
- Level 2: Inputs are other than quoted prices included within Level 1 that are for the asset or liability, either directly or indirectly. These inputs are derived from or corroborated by observable market data through correlation or by other means.
- Level 3: Inputs are unobservable inputs used only when relevant Level 1 and Level 2 inputs are unavailable.

The level in which an asset is assigned is not indicative of its quality but an indication of the source of the valuation inputs. Money market mutual funds and Florida Prime are exempt from the GASB 72 fair value hierarchy disclosures.

The fair value of the SWA's investments, including unrestricted and restricted asset balances at September 30, 2022 are as follows:

| | Fair Value | Weighted Average Maturity |
|---|----------------|------------------------------|
| Investments reported at Amortized Cost: | | |
| Cash equivalents: | | |
| Money market mutual funds | \$ 244,230,610 | 90 days or less |
| Florida Prime | 191,411,075 | 21 days |
| Total Investments | \$ 435,641,685 | |

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

Custodial Credit Risk: Custodial credit risk is defined as the risk that the SWA may not recover the securities held by another party in the event of a financial failure. The SWA’s investment policy for custodial credit risk requires all investment securities to be held in the SWA’s name by a third-party safekeeping institution. All deposits with financial institutions are considered fully insured or collateralized pursuant to the custodial credit risk categories of GASB pronouncements. The investments in money market mutual funds and Florida Prime are considered *unclassified* pursuant to the custodial credit risk categories of GASB pronouncements.

Interest Rate Risk: Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The money market mutual funds and Florida Prime have a weighted average maturity of less than 90 days, resulting in minimal interest rate risk. U.S. Treasury SLGS are fixed income Securities and are intended to be held to maturity.

Credit Risk: Credit risk is the risk that an issuer will not fulfill its obligations. The SWA’s investment policy addresses credit risk by limiting allowable investments to the SBA Florida Prime investment pool, deposits with a financial institution meeting the requirements of a Florida qualified public depository, securities guaranteed by the U.S. Government, or investments that are otherwise fully collateralized or secured. The credit quality rating by a Nationally Recognized Statistical Rating Organization (NRSRO) is also an indication of credit risk.

The credit quality ratings of the investments held at September 30, 2022 are as follows:

| | Fair Value | Credit Quality Ratings | |
|---------------------------|-----------------------|------------------------|-----------|
| | | S&P | Moody's |
| Money Market mutual funds | \$ 244,230,610 | AAAm | Aaa-mf |
| Florida Prime | 191,411,075 | AAAm | Not Rated |
| Total Investments | <u>\$ 435,641,685</u> | | |

Concentration of Credit Risk: Concentration of credit risk is defined as the risk of loss attributed to the magnitude of an investment in a single issuer. The SWA’s investment policy addresses the concentration of credit risk by limiting the maximum amount that may be invested in certain investments and in any one issuer, except for investments in Florida Prime, U.S. Treasury obligations and money market mutual funds which are not limited. Time and savings deposits are limited to 20% of the portfolio value, but no more than 5% per issuer. U.S. Government Agency and Instrumentality securities are limited to 40% of the portfolio value. Guaranteed investment contracts are limited to the total debt service reserve balance. Interest rate swap and repurchase agreements are generally limited to 50% of the portfolio fair value and must be fully collateralized or otherwise insured.

The SWA was in compliance with these limitations at September 30, 2022.

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

At September 30, 2022, certain individual investments exceeded 5% of the total investment portfolio (including cash and cash equivalents) as follows:

| | Fair Value | Percentage of Total Investment Portfolio |
|----------------------------|----------------|--|
| | <hr/> | <hr/> |
| Florida Prime | \$ 191,411,075 | 41.7% |
| Money Market Mutual Funds: | | |
| Dreyfus Government | 164,358,631 | 17.4% |
| Fidelity Government | 23,166,837 | 5.1% |

Foreign Currency Risk: Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment. There was no exposure to foreign currency risk in the SWA's investments at September 30, 2022.

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

3. CAPITAL ASSETS

A summary of changes in capital assets follows:

Primary Government

| | Beginning Balance * | Additions | Deductions | Ending Balance |
|---|--------------------------------|----------------------|------------------------|---------------------------|
| Governmental Activities: | | | | |
| Non-depreciable assets: | | | | |
| Land | \$ 718,770,457 | \$ 1,028,555 | \$ (271,523) | \$ 719,527,489 |
| Construction In Progress | 237,559,518 | 89,319,571 | (31,694,278) | 295,184,811 |
| Total non-depreciable assets | <u>956,329,975</u> | <u>90,348,126</u> | <u>(31,965,801)</u> | <u>1,014,712,300</u> |
| Depreciable assets: | | | | |
| Buildings and improvements | 1,394,970,073 | 17,601,943 | - | 1,412,572,016 |
| Improvements other than buildings | 517,947,500 | 2,221,682 | - | 520,169,182 |
| Equipment | 854,278,945 | 69,929,668 | (71,343,535) | 852,865,078 |
| Infrastructure | 1,688,772,396 | 3,985,777 | (227,490) | 1,692,530,683 |
| Total depreciable assets | <u>4,455,968,914</u> | <u>93,739,070</u> | <u>(71,571,025)</u> | <u>4,478,136,959</u> |
| Less accumulated depreciation for: | | | | |
| Buildings and improvements | (607,457,271) | (33,213,366) | - | (640,670,637) |
| Improvements other than buildings | (326,232,712) | (14,475,109) | - | (340,707,821) |
| Equipment | (577,871,032) | (75,472,206) | 69,189,354 | (584,153,884) |
| Infrastructure | (1,307,953,127) | (32,839,701) | 1,060 | (1,340,791,768) |
| Total accumulated depreciation | <u>(2,819,514,142)</u> | <u>(156,000,382)</u> | <u>69,190,414</u> | <u>(2,906,324,110)</u> |
| Total capital assets, being depreciated, net | <u>1,636,454,772</u> | <u>(62,261,312)</u> | <u>(2,380,611)</u> | <u>1,571,812,849</u> |
| Right-to-use assets: | | | | |
| Buildings and improvements | 8,867,743 | 135,546 | - | 9,003,289 |
| Improvements other than buildings | 125,608 | - | - | 125,608 |
| Equipment | 508,230 | 62,756 | - | 570,986 |
| Total right-to-use assets | <u>9,501,581</u> | <u>198,302</u> | <u>-</u> | <u>9,699,883</u> |
| Less accumulated amortization for: | | | | |
| Buildings and improvements | - | (3,092,573) | - | (3,092,573) |
| Improvements other than buildings | - | (48,373) | - | (48,373) |
| Equipment | - | (82,291) | - | (82,291) |
| Total accumulated amortization | <u>-</u> | <u>(3,223,237)</u> | <u>-</u> | <u>(3,223,237)</u> |
| Total right-to-use assets, net | <u>9,501,581</u> | <u>(3,024,935)</u> | <u>-</u> | <u>6,476,646</u> |
| Total capital assets being depreciated/amortized, net | <u>1,645,956,353</u> | <u>(65,286,247)</u> | <u>(2,380,611)</u> | <u>1,578,289,495</u> |
| Total governmental capital assets | <u>\$ 2,602,286,328</u> | <u>\$ 25,061,879</u> | <u>\$ (34,346,412)</u> | <u>\$ 2,593,001,795</u> |

* Revised to include Right-to-Use assets as a result of the implementation of GASB Statement No. 87 effective as of 10/1/21.

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

| | Beginning Balance * | Additions | Deductions | Ending Balance |
|---|-------------------------|----------------------|------------------------|-------------------------|
| Business-type Activities: | | | | |
| Non-depreciable assets: | | | | |
| Land | \$ 139,432,323 | \$ 747,681 | \$ - | \$ 140,180,004 |
| Intangible - easement rights | 1,678,030 | - | - | 1,678,030 |
| Construction In Progress | 117,600,485 | 100,974,713 | (26,496,761) | 192,078,437 |
| Total non-depreciable assets | <u>258,710,838</u> | <u>101,722,394</u> | <u>(26,496,761)</u> | <u>333,936,471</u> |
| Depreciable assets: | | | | |
| Buildings and improvements | 620,510,629 | 105,769 | (3,542) | 620,612,856 |
| Improvements other than buildings | 2,069,223,890 | 33,688,302 | - | 2,102,912,192 |
| Equipment | 138,846,618 | 3,359,102 | (3,366,991) | 138,838,729 |
| Intangible - easement rights | 13,754,957 | - | - | 13,754,957 |
| Total depreciable assets | <u>2,842,336,094</u> | <u>37,153,173</u> | <u>(3,370,533)</u> | <u>2,876,118,734</u> |
| Less accumulated depreciation for: | | | | |
| Buildings and improvements | (371,173,941) | (15,401,702) | - | (386,575,643) |
| Improvements other than buildings | (1,002,695,048) | (52,853,266) | - | (1,055,548,314) |
| Equipment | (107,794,215) | (6,821,285) | 3,329,087 | (111,286,413) |
| Intangible - easement rights | (6,941,907) | (343,877) | - | (7,285,784) |
| Total accumulated depreciation | <u>(1,488,605,111)</u> | <u>(75,420,130)</u> | <u>3,329,087</u> | <u>(1,560,696,154)</u> |
| Total capital assets, being depreciated, net | <u>1,353,730,983</u> | <u>(38,266,957)</u> | <u>(41,446)</u> | <u>1,315,422,580</u> |
| Right-to-use assets: | | | | |
| Equipment | 410,941 | 62,946 | (72,061) | 401,826 |
| Total right-to-use assets | <u>410,941</u> | <u>62,946</u> | <u>(72,061)</u> | <u>401,826</u> |
| Less accumulated amortization for: | | | | |
| Equipment | (99,320) | (136,299) | 72,061 | (163,558) |
| Total accumulated amortization | <u>(99,320)</u> | <u>(136,299)</u> | <u>72,061</u> | <u>(163,558)</u> |
| Total right-to-use assets, net | <u>311,621</u> | <u>(73,353)</u> | <u>-</u> | <u>238,268</u> |
| Total capital assets being depreciated/amortized, net | <u>1,354,042,604</u> | <u>(38,340,310)</u> | <u>(41,446)</u> | <u>1,315,660,848</u> |
| Total business-type capital assets | <u>\$ 1,612,753,442</u> | <u>\$ 63,382,084</u> | <u>\$ (26,538,207)</u> | <u>\$ 1,649,597,319</u> |

* Revised to include Right-to-Use assets as a result of the implementation of GASB Statement No. 87 effective as of 10/1/21.

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

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

Governmental activities:

| | |
|------------------------|---------------|
| General government | \$ 32,036,722 |
| Public safety | 46,351,024 |
| Physical environment | 2,549,984 |
| Transportation | 45,787,060 |
| Economic environment | 825,959 |
| Human services | 899,461 |
| Culture and recreation | 18,394,496 |

In addition, depreciation on capital assets held by the County's internal service funds is charged to the various functions based on their usage of assets.

| | |
|--|-----------------------|
| | 12,378,913 |
| Total increases to accumulated depreciation/amortization - governmental activities | <u>\$ 159,223,619</u> |

Business-type Activities:

| | |
|----------------------------|---------------|
| Department of Airports | \$ 23,496,149 |
| Water Utilities Department | 52,060,280 |

| | |
|---|----------------------|
| Total increases to accumulated depreciation/amortization - business-type activities | <u>\$ 75,556,429</u> |
|---|----------------------|

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

COMPONENT UNIT – Solid Waste Authority

A summary of changes in capital assets for the Solid Waste Authority follows:

| | Beginning Balance | Additions | Deductions | Ending Balance |
|---|------------------------------|------------------------|-----------------------|---------------------------|
| Non-depreciable assets: | | | | |
| Land | \$ 50,626,126 | \$ - | \$ - | \$ 50,626,126 |
| Construction In Progress | 1,032,207 | 14,881 | (1,032,207) | 14,881 |
| Total non-depreciable assets | <u>51,658,333</u> | <u>14,881</u> | <u>(1,032,207)</u> | <u>50,641,007</u> |
| Depreciable assets: | | | | |
| Buildings and improvements | 781,429,618 | 36,752 | - | 781,466,370 |
| Improvements other than buildings | 168,245,589 | 4,062,870 | (7,509) | 172,300,950 |
| Equipment | 762,940,770 | 7,704,420 | (4,158,558) | 766,486,632 |
| Total depreciable assets | <u>1,712,615,977</u> | <u>11,804,042</u> | <u>(4,166,067)</u> | <u>1,720,253,952</u> |
| Less accumulated depreciation for: | | | | |
| Buildings and improvements | (380,805,494) | (26,688,867) | - | (407,494,361) |
| Improvements other than buildings | (90,238,724) | (7,883,602) | 7,509 | (98,114,817) |
| Equipment | (307,805,125) | (30,890,204) | 2,967,175 | (335,728,154) |
| Total accumulated depreciation | <u>(778,849,343)</u> | <u>(65,462,673)</u> | <u>2,974,684</u> | <u>(841,337,332)</u> |
| Total capital assets, being depreciated, net | <u>933,766,634</u> | <u>(53,658,631)</u> | <u>(1,191,383)</u> | <u>878,916,620</u> |
| Right-to-use assets: | | | | |
| Equipment | - | 2,516,013 | - | 2,516,013 |
| Total right-to-use assets | <u>-</u> | <u>2,516,013</u> | <u>-</u> | <u>2,516,013</u> |
| Less accumulated amortization for: | | | | |
| Equipment | - | (413,086) | - | (413,086) |
| Total right-to-use assets, net | <u>-</u> | <u>2,102,927</u> | <u>-</u> | <u>2,102,927</u> |
| Total capital assets being depreciated/amortized, net | <u>933,766,634</u> | <u>(51,555,704)</u> | <u>(1,191,383)</u> | <u>881,019,547</u> |
| Total component unit capital assets | <u>\$ 985,424,967</u> | <u>\$ (51,540,823)</u> | <u>\$ (2,223,590)</u> | <u>\$ 931,660,554</u> |

4. RELATED PARTY TRANSACTIONS

Various departments within the County provide goods, administration, public safety, maintenance and various other services to other operating departments. Charges for these services are determined using direct and indirect cost allocation methods or amounts determined based upon direct negotiations between the related parties. The most significant of these transactions involves the reimbursement of indirect costs in accordance with the indirect cost plan. Accordingly, the reimbursement of these indirect costs in fiscal year 2022 was \$18,929,579.

5. MAJOR CUSTOMERS

A significant portion of the Department of Airports' earnings and revenues are directly or indirectly attributed to a number of major airlines operating out of Palm Beach International Airport (PBI). The Department of Airports' earnings and revenues could be materially and adversely affected should any of those airlines discontinue operations and not be replaced with other airlines providing similar activity. Five airlines account for 90.3% of total passenger traffic (enplaned plus deplaned) at PBI as follows: Jet Blue – 26.7%, Delta Airlines – 25.5%, American – 20.2%, United – 11.8%, and Southwest – 6.1%.

PALM BEACH COUNTY, FLORIDA
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6. INTERFUND RECEIVABLE AND PAYABLE BALANCES

Interfund balances at September 30, 2022, are expected to be repaid within one year. Interfund receivable and payable balances at September 30, 2022 were as follows:

| Payable Fund | Receivable Fund | | | | |
|-------------------------------------|---------------------|-----------------------|---------------------|------------------|-------------------------------|
| | General Fund | Special Revenue Funds | | | Road Program Capital Projects |
| | | Palm Tran | Fire Rescue | COVID-19 | |
| General Fund | \$ - | \$ 7,363,835 | \$ 5,477,860 | \$ 51,306 | \$ 2,643,888 |
| Palm Tran Special Revenue Fund | 38,691,679 | - | - | - | - |
| Fire Rescue Special Revenue Fund | - | - | - | - | - |
| COVID-19 Special Revenue Fund | 380,284 | 75,841 | - | - | - |
| Road Program Capital Projects | - | - | - | - | - |
| General Government Capital Projects | 34,425 | - | - | - | - |
| Nonmajor Governmental Funds | 12,457,758 | - | - | 15,762 | - |
| Airports | 124 | - | - | - | - |
| Water Utilities | - | - | - | - | - |
| Internal Service | 3,742 | - | - | - | - |
| Total | \$51,568,012 | \$ 7,439,676 | \$ 5,477,860 | \$ 67,068 | \$ 2,643,888 |

The majority of the \$38.7 & \$12.4 million due to the General Fund from the Palm Tran Special Revenue Fund and Nonmajor Governmental Funds respectively, represent advances that will be paid upon collection of federal and state grants receivable related to Palm Tran, Law Enforcement Grants, and Community & Social Development. The \$7.4 due from the General Fund to Palm Tran Special Revenue Fund relates to operating subsidies to Palm Tran. The majority of the \$5.5 million owed by the General Fund to the Fire Rescue Special Revenue Fund relates to the return of excess fees from the Property Appraiser and Tax Collector. The majority of the \$22.9 million owed by the General Fund to the Nonmajor Governmental Funds relate to Sheriff excess appropriations and accrued revenue owed to the County's special revenue fund related to Sheriff's grants; operating subsidies to Community & Social Development and County Transportation Trust; and excess fees owed by the Constitutional Officers.

Receivable From - Primary Government

| Payable To | General | General | Nonmajor | Fleet | Combined | Total |
|-----------------------------|-------------------|-----------------------------|--------------------|-----------------|-------------|-------------------|
| | Fund | Government Capital Projects | Governmental Funds | Management | Insurance | |
| Primary Government: | | | | | | |
| General Fund | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Palm Tran | - | - | - | - | - | - |
| Nonmajor Governmental Funds | - | - | - | - | - | - |
| Airports | - | - | - | - | - | - |
| Water Utilities | - | - | - | - | - | - |
| Component Units: | | | | | | |
| Solid Waste Authority | 344,081 | - | - | 1,648 | - | 345,729 |
| Total | \$ 344,081 | \$ - | \$ - | \$ 1,648 | \$ - | \$ 345,729 |

The \$7.3 million due to the HFA from the General Fund relates to the HFA resources held by the County's investment pool. The \$5.5 million due from the General Fund to SWA represents the return of excess fees and undistributed taxes.

PALM BEACH COUNTY, FLORIDA
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Receivable Fund

| General Government Capital Projects | Nonmajor Governmental Funds | Total Governmental Funds | Airports | Water Utilities | Total Enterprise Funds | Internal Service | Total |
|-------------------------------------|-----------------------------|--------------------------|------------|-----------------|------------------------|------------------|----------------|
| \$ 5,199,453 | \$ 22,938,422 | \$ 43,674,764 | \$ - | \$ 5,715 | \$ 5,715 | \$ 2,352,852 | \$ 46,033,331 |
| - | - | 38,691,679 | - | - | - | 208,326 | 38,900,005 |
| - | 24,740 | 24,740 | - | - | - | 241,924 | 266,664 |
| - | 11,081 | 467,206 | - | - | - | 2,262 | 469,468 |
| - | - | - | - | - | - | 44,789 | 44,789 |
| - | - | 34,425 | - | - | - | - | 34,425 |
| - | 354,303 | 12,827,823 | 36,066 | 1,336 | 37,402 | 1,124,421 | 13,989,646 |
| - | 31,156 | 31,280 | - | 68,327 | 68,327 | 88,804 | 188,411 |
| - | 62,014 | 62,014 | 84,720 | - | 84,720 | 1,061,140 | 1,207,874 |
| - | 11,229 | 14,971 | 9,126 | 393 | 9,519 | 16,726 | 41,216 |
| \$ 5,199,453 | \$ 23,432,945 | \$ 95,828,902 | \$ 129,912 | \$ 75,771 | \$ 205,683 | \$ 5,141,244 | \$ 101,175,829 |

Receivable From - Component Units

| Housing Finance Authority (HFA) | Westgate Belvedere Homes Community Redevelopment | Solid Waste Authority (SWA) | Total |
|---------------------------------|--|-----------------------------|---------------|
| \$ 7,348,388 | \$ - | \$ 5,388,913 | \$ 12,737,301 |
| - | - | 260 | 260 |
| - | - | 2,852 | 2,852 |
| - | - | 415 | 415 |
| - | - | 103,986 | 103,986 |
| - | - | - | - |
| \$ 7,348,388 | \$ - | \$ 5,496,426 | \$ 12,844,814 |

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
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7. INTERFUND TRANSFERS

| Transfers In | General Fund | Palm Tran Special Revenue Fund | Fire Rescue Special Revenue Fund | COVID-19 Special Revenue Fund |
|-------------------------------------|-----------------------|--------------------------------------|--|-------------------------------------|
| General Fund | \$ - | \$ - | \$ - | \$ - |
| Palm Tran Special Revenue Fund | 44,781,520 | - | - | 666,207 |
| Fire Rescue Special Revenue Fund | 10,213,409 | - | - | - |
| COVID-19 Special Revenue Fund | 244,330,026 | - | - | - |
| Road Program Capital Projects | - | - | - | - |
| General Government Capital Projects | 40,201,576 | 94,800 | 522,600 | - |
| Nonmajor Governmental Funds | 99,752,090 | - | 23,368,000 | - |
| Water Utilities | - | - | - | - |
| Total | \$ 439,278,621 | \$ 94,800 | \$ 23,890,600 | \$ 666,207 |

Transfers are used to:

1. Move revenues from within the fund which a statute or budget requires them to be collected to a fund from which a statute or budget requires them to be expended.
2. Move receipts which are restricted to debt service from the funds where the receipts are collected into the debt service fund, as debt service payments become due.
3. Provide matching funds for the County's portion of grant agreements.
4. Use and transfer unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.
5. Provide funding for various capital projects by means of transfers.

**PALM BEACH COUNTY, FLORIDA
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| Road Program Capital Projects | General Governments Capital Projects | Nonmajor Governmental Funds | Airports | Water Utilities | Internal Service Funds | Total |
|----------------------------------|--|-----------------------------------|-----------|--------------------|------------------------------|----------------|
| \$ - | \$ 655,855 | \$ 9,688,283 | \$ - | \$ - | \$ 3,388,211 | \$ 13,732,349 |
| - | - | - | - | - | - | 45,447,727 |
| - | - | 363,556 | - | - | - | 10,576,965 |
| - | - | - | - | - | - | 244,330,026 |
| - | 2,602,681 | 2,447 | - | - | - | 2,605,128 |
| 1,134,971 | - | 18,020,505 | 53,100 | 71,400 | 13,200 | 60,112,152 |
| 1,040,910 | 226,308 | 29,969,869 | - | - | 13,407 | 154,370,584 |
| - | - | - | - | - | 1,598,382 | 1,598,382 |
| \$ 2,175,881 | \$ 3,484,844 | \$ 58,044,660 | \$ 53,100 | \$ 71,400 | \$ 5,013,200 | \$ 532,773,313 |

8. LEASES

Effective October 1, 2021, the County implemented Governmental Accounting Standards Board Statement No. 87, “Leases”. Depending on the lease arrangement, the County is categorized as either the lessor or the lessee in such arrangements.

County as Lessor

Governmental Funds:

As of the October 1, 2021 implementation date for the new lease standard, the County as lessor had twelve lease agreements already in existence. At September 30, 2022, the County’s receivable for lease payments and corresponding deferred inflows was \$10,123,373. Discount rates utilized to measure the initial lease receivable ranged from 6% - 10% depending on the underlying leased property type. The County’s *principal* ongoing operations does *not* consist of leasing assets to other entities. For the fiscal year ended September 30, 2022, the amount of the inflows of resources recognized during the fiscal year for variable payments not previously included in the measurement of the lease receivable was \$17,862.

The following are brief descriptions of each of the County’s leases existing as of September 30, 2022:

Bender Farms, Inc.- On 6/1/2001 the County agreed to lease for agricultural use 246 acres of land to an external party initially for a one-year term with the tenant having the option to renew the term of the lease for nine successive periods of one year each. Subsequent amendments revised the agreement to extend the one-year successive periods through 5/31/2053 – based on past precedent, it is deemed reasonably certain the tenant will exercise the option to renew over this period of time for purposes of the initial lease receivable measurement. Additionally, an amendment dated 1/12/2010 states that either the County or tenant may decide prior to June 1 of each year whether an appraisal of the

PALM BEACH COUNTY, FLORIDA
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premises is warranted for purposes of adjusting the annual rental rate. The external party is required to make semi-annual principal and interest payments of \$61,459.

Pero Family Farms, LLC - On 9/11/2001 the County agreed to lease for agricultural use 270 acres of land to an external party for a ten-year term with two extension options, each for a period of five years subject to the approval of the County. An amendment dated 7/13/2021 extended the lease term for an additional two years until 6/30/2023. An amendment dated 1/12/2010 indicates that either the County or tenant may determine prior to September 11 of each year whether the annual rental rate should be adjusted. The external party is required to make annual principal and interest payments of \$135,455.

Bowman Growers, Inc. - On 7/1/2002 the County agreed to lease for agricultural use three separate parcels of land totaling approximately 912 acres to an external party for a one-year term with the tenant having the option to renew the term of the lease for ten successive periods of one year each. Subsequent amendments revised the agreement to extend the one-year successive periods through 5/31/2053 - based on past precedent, it is deemed reasonably certain the tenant will exercise the option to renew over this period for purposes of the initial lease receivable measurement. Additionally, an amendment dated 1/12/2010 states that either the County or tenant may decide prior to June 1 of each year whether an appraisal of the premises is warranted for purposes of adjusting the annual rental rate. The external party is required to make semi-annual principal and interest payments related to these three parcels of land for a combined total of \$206,992.

Floral Acres, LLC - On 6/4/2002 the County agreed to lease for agricultural use 38 acres of land to an external party for a five-year term. The agreement allowed the tenant options to extend the term for four successive periods of five years subject to the approval of the County. A subsequent amendment dated 9/14/21 updated the 'extend through' date to 6/30/26. The external party is required to make semi-annual principal and interest payments of \$18,790.

Trump International Golf Club II, L.C. - On 7/23/2002 the County agreed to lease for use as a golf course 62 acres to an external party for an approximate twenty-seven-year term expiring 10/31/2029. The lease provided the tenant two options to extend the term of the lease for twenty years and twenty-five years, respectively, which the tenant has exercised. Annual rental rates are fixed in varying amounts for lease years 1-30 from \$293,000 to \$439,500. Commencing with lease year 31 and going forward, the annual rental rate will be influenced by a change in the Consumer Price Index. The external party is required to make monthly principal and interest payments of \$31,742.

Actualidad 1040AM, LLC - On 5/16/2006 the County began leasing a section of high guyed towers to an external party for a five-year term. The agreement allows the tenant the option to extend the term of the lease for four successive periods of five years each. The County may, at any time after the fifteenth anniversary of the commencement date, terminate this lease, with or without cause. The tenant is required to make monthly principal and interest payments of \$3,262. Annually, on the anniversary of the commencement date, the lease payment is adjusted for a change in the Consumer Price Index.

The Historical Society of Palm Beach County - On 1/1/2008 the County agreed to lease a historical courthouse to an external party for the purpose of operating a museum for a 30-year term. The parties will have the right to extend the lease by mutual agreement for such period of time and upon such terms as the parties shall agree to. Prior to rent being abated, the external party was required to make monthly principal and interest payments of \$3,762. Amendments dated 4/4/2014 and 10/18/2018 abated rent for the periods 11/1/2013 through 10/31/2018 and 11/1/2018 through 10/31/2023, respectively. Annually, on the anniversary of the commencement date, the lease payment is adjusted for a change in the Consumer Price Index (CPI).

Floral Acres, LLC - On 11/15/2011 the County agreed to lease for agricultural use 20 acres of land to an external party for four and a quarter-year term commencing 3/27/2012. The agreement allows the tenant the option to extend the term of the lease for five successive periods of five years each. The first two five-year options were exercised by the tenant at its sole discretion. The final three successive five-year extension options shall be subject to approval by the County – such approval is not reasonably certain of occurring for purposes of the initial lease receivable measurement. The external party is required to make semi-annual principal and interest payments of \$10,000. Commencing on 7/1/2016, and each anniversary thereafter, either the County or the tenant may determine whether an appraisal of the premises is warranted to determine whether the annual rental rate should be adjusted.

PALM BEACH COUNTY, FLORIDA
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Pero Family Farms, LLC - On 6/13/2013 the County and local water management district agreed to lease for agricultural use 570 acres of land to an external party for a 10-year term commencing 7/1/2013. On 11/1/2019 the local water management district conveyed to the County its remaining interest in the property. The external party is required to make semi-annual principal and interest payments of \$209,346. Each year on the anniversary of the commencement date the annual rent rate is subject to an adjustment based on the change in the Consumer Price Index.

LJL Food Management, Inc. - On 7/25/2019 the County agreed to lease to an external party building space for the use as a restaurant facility to provide services to County employees, visitors, and the public for a five-year term commencing 8/1/2019. The lease provides the tenant an option to extend the term of the agreement for a period of five years – it is not reasonably certain that the tenant will exercise the option as it relates to the initial lease receivable measurement. Commencing on the second anniversary date of the commencement date, and on each subsequent anniversary thereafter, the annual rental rate will increase by 2%. The external party is required to make monthly principal and interest payments of \$1,785.

Enterprise Funds – Department of Airports

The Department of Airports leases a major portion of its property to airlines, rental car companies and concessionaires. Certain concessionaire leases provide for minimum rentals, plus a contingency portion specified as a percentage of the tenants’ gross revenues; however, the majority of these concession leases provide for the automatic abatement of minimum guarantees based on declines in passenger traffic levels. Contingent rental income under such arrangements amounted to \$2,425,376 for the fiscal year ended September 30, 2022.

Rental car leases provide for minimum rentals, plus a contingency portion specified as a percentage of gross revenues; however, during fiscal year 2021 and 2022, minimum guarantees were temporarily abated due to passenger traffic declines associated with the COVID-19 pandemic. Car rental agreements expired September 30, 2022; however all car rental companies have contracted for a new term commencing October 1, 2022 and expiring September 30, 2027. Management does not expect any ongoing impact to car rental agreements from COVID-19.

Minimum future receipts, exclusive of contingent rentals under such leases, are approximately:

| Fiscal year ending September 30 | |
|------------------------------------|-----------------------|
| 2023 | \$ 5,983,393 |
| 2024 | 5,652,645 |
| 2025 | 4,264,591 |
| 2026 | 4,224,477 |
| Thereafter | 115,833,566 |
| Total | <u>\$ 135,958,672</u> |

Revenue from regulated leases (as defined by GASB 87) amounted to \$5,840,251 for the year ended September 30, 2022. Regulated leases include Airline and Fixed Based Operator agreements which are regulated by the Federal Aviation Administration.

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A schedule of the carrying value of property held for lease, by major classification, as of September 30, 2022 is as follows:

| | |
|--------------------------------|------------------------------|
| Buildings | \$ 358,322,717 |
| Less: accumulated depreciation | <u>(245,704,546)</u> |
| Buildings, net | 112,618,171 |
| Land | <u>60,478,539</u> |
| Total property held for lease | <u><u>\$ 173,096,710</u></u> |

County as Lessee

Governmental Funds:

As of the October 1, 2021 implementation date for the new lease standard, the County had 21 lease agreements in existence where the County was designated as the lessee. As of fiscal year ended September 30, 2022, the County’s right-of-use lease asset and related accumulated amortization was \$9,699,883 and \$3,223,237, respectively. The related lease liability at fiscal year ended September 30, 2022 was \$6,645,704. Refer to Note 3. Capital Assets for a summary of changes in the right-of-use lease assets by major underlying asset class. Unless otherwise noted below, the initial lease liability was measured utilizing a discount rate of 5% which was deemed the County’s incremental borrowing rate as of 10/1/2021. For fiscal year-ended September 30, 2022 the amount of outflows of resources recognized in the reporting period for variable payments not previously included in the measurement of the lease liability was \$15,942.

The following are brief descriptions of each of the County’s leases existing as of September 30, 2022:

Board of County Commissioners:

American Tower, L.P. - On 12/1/1998 the County entered into a twenty-year lease agreement for the use of space on a communication tower for the purpose of enhancing public safety communications. Pursuant to an amendment dated 12/5/2017, the term of the agreement was extended for a period of five years, commencing on 12/1/2018. The County is required to make annual principal and interest payments of \$49,905. The annual lease payment is adjusted due to the change in the Consumer Price Index.

Connemara Association, Inc. - On 2/23/1999 the County entered into a twenty-five-year lease agreement for the use of a condominium’s common area roof space for the purpose of installing public safety communication equipment. The County is required to make annual principal and interest payments of \$41,054. The annual lease payment is adjusted due to the change in the Consumer Price Index (CPI).

City of Boynton Beach/New Cingular Wireless PCS, LLC - On 2/23/1999 the County entered into a thirty-year lease agreement for the use of space on a communication tower for the purpose of operating and maintaining public safety communications equipment. The County is required to make annual principal and interest payments of \$5,000.

Town of Lantana - On 10/1/2011 the County entered into a nine-year lease agreement for the use of building space to operate a fire station. An amendment dated 9/15/2020, extended the term of the agreement for a period of five years, commencing on 10/1/2020. An option exists to renew for one additional five-year term, whereby either party can choose not to extend the lease. The County is required to make annual principal and interest payments of \$65,000.

Canon Financial Services, Inc. - On 1/13/2020 the County entered into a four-year lease agreement for the use of a digital graphics copier. The County is required to make monthly principal and interest payments of \$4,317.

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Oxbridge Academy Foundation, Inc. - On 5/1/2020 the County entered into a five-year lease agreement for the use of office space commencing 10/1/20. The County is required to make monthly principal and interest payments of \$21,803 after considering a rent credit incentive related to the County's reimbursement to the lessor for improvement costs. On an annual basis, the lease payment is adjusted due to the change in the Consumer Price Index (CPI).

South Florida Water Management District - On 8/1/2020 the County entered into a 3-year lease agreement for the use of office space. After the initial term, the County has two successive options each for a period of one year to extend the initial term; during the renewal options, either party may terminate the agreement upon sufficient notice. The County is required to make annual principal and interest payments in equal monthly installments. For the periods 8/1/2021 – 7/31/2022 and 8/1/2022 – 7/31/2023, the fixed monthly payments are stated as \$35,275 and \$36,333, respectively.

Constitutional Officers:

Xerox Corporation (Clerk of the Circuit Court & Comptroller) - On 11/30/2020 the Clerk's Office entered into a five-year lease agreement for the use of digital copier equipment – in total, two digital copiers exceeded the \$25,000 lease threshold. The Clerk's Office is required to make monthly principal and interest payments of \$1,392.

RREEF America REIT II Corp (Supervisor of Elections) - On 6/22/2016 the Supervisor of Elections entered into a five-year lease agreement for the use of warehouse space. Pursuant to an amendment dated 7/14/2020, the term of the lease was extended for an additional thirty-months commencing on 6/22/2021. The Supervisor of Elections is required to make monthly principal and interest payments of \$49,473 from 6/22/2021 – 6/30/2022. For the periods 7/1/2022 – 6/30/2023 and 7/1/2023 – 12/31/2023, the fixed monthly payments are \$50,957 and \$52,473, respectively, which reflect a 3% annual increase.

Pitney Bowes, Inc. (Supervisor of Elections) - On 3/25/2022 the entered into a three-year lease agreement for the use of mail processing equipment. The County's Supervisor of Elections is required to make quarterly principal and interest payments of \$5,687. The discount rate utilized to measure the initial lease liability was 6.25% which reflected the County's incremental borrowing rate at the time. respectively.

Sheriff - The Sheriff's Office has entered into various leases for the use of buildings and equipment which are classified as long-term leases for accounting purposes. The lease terms range from 13 to 60 months and are not mutually cancellable. As of September 30, 2022, the value of the right-to-use lease assets were \$5,932,806 and the accumulated amortization is \$1,764,689.

The annual principal and interest payment requirements for the County's governmental activities lease liability are indicated below. These amounts are also included in the Long-Term Debt note under Governmental activities.

| Years Ending September 30 | Governmental Activities - Lease Liability | | |
|------------------------------|---|-------------------|---------------------|
| | Principal | Interest | Total |
| 2023 | \$ 3,110,231 | \$ 264,135 | \$ 3,374,366 |
| 2024 | 2,245,307 | 122,788 | 2,368,095 |
| 2025 | 861,537 | 44,162 | 905,699 |
| 2026 | 419,333 | 9,680 | 429,013 |
| 2027 | 4,535 | 465 | 5,000 |
| 2028-2032 | 4,761 | 239 | 5,000 |
| Total | \$ 6,645,704 | \$ 441,469 | \$ 7,087,173 |

**PALM BEACH COUNTY, FLORIDA
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Enterprise Funds:

Water Utilities Department

The Water Utilities Department leases all its copiers, utility bill printers and folding machine from outside vendors for a certain number of years with no option to purchase said equipment or renew the lease thereof at the end of the lease term. Copiers are leased for three years, bill printers for five years and the folding machine for four years.

The annual principal and interest payment requirements for the Water Utilities Department lease liability are indicated below. These amounts are also included in the Long-Term Debt note under Business-type activities.

| Water Utilities - Lease Liability | | | |
|-----------------------------------|------------|-----------|-----------|
| Years Ending September 30 | Principal | Interest | Total |
| 2023 | \$ 133,035 | \$ 18,823 | \$151,858 |
| 2024 | 75,558 | 15,323 | 90,881 |
| 2025 | 36,405 | 9,155 | 45,560 |
| 2026 | 4,006 | 1,107 | 5,113 |
| Total | \$ 249,004 | \$ 44,408 | \$293,412 |

COMPONENT UNIT – Solid Waste Authority (SWA)

Lessee

Canon Solutions America - The SWA has entered into multiple lease agreements with Canon Solutions America to lease various equipment. The lease agreements have an initial term from 36 to 60 months paid monthly with a starting date ranging from December 2018 to January 2021. The discount rate was 4% using the SWA's estimated incremental borrowing rate.

City of Delray Beach - The SWA has entered into a lease agreement with the City of Delray Beach to lease the Delray Beach transfer station. The initial term of the lease was for a 20-year period commencing on October 1, 2000 and was extended for an additional 20 years starting October 1, 2020 under the existing terms of the original lease. The discount rate was 4% using the SWA's estimated incremental borrowing rate. Per the agreement, annual lease payments may be adjusted due to the change in the Consumer Price Index (CPI). For the year ended September 30, 2022, the CPI adjustment of \$13,243 was not included in the initial measurement of the lease.

Scripps Media, Inc. - The SWA has entered into a lease agreement with Scripps Media, Inc. to lease space on a transmission tower. The initial term of the lease was for a 3-year period commencing on July 1, 2014 with the option to extend for nine (9) additional years in three (3) year increments. The discount rate was 4% using the SWA's estimated incremental borrowing rate. Per the agreement, monthly lease payments are increased 3% on each anniversary date.

The annual principal and interest payment requirements for the SWA lease liability are indicated below. These amounts are also included in the SWA's Long-Term Debt note.

PALM BEACH COUNTY, FLORIDA
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SEPTEMBER 30, 2022

| Solid Waste Authority - Lease Liability | | | |
|---|--------------|------------|------------|
| Years Ending September 30 | Principal | Interest | Total |
| 2023 | \$ 176,292 | \$ 82,213 | \$ 258,505 |
| 2024 | 115,277 | 75,988 | 191,265 |
| 2025 | 97,067 | 72,105 | 169,172 |
| 2026 | 97,166 | 68,216 | 165,382 |
| 2027 | 88,310 | 64,614 | 152,924 |
| 2028-2032 | 497,447 | 267,173 | 764,620 |
| 2033-2037 | 605,220 | 159,400 | 764,620 |
| 2038-2040 | 424,379 | 34,394 | 458,773 |
| Total | \$ 2,101,158 | \$ 824,103 | 2,925,261 |

Lessor

Stofin Co., Inc - The SWA has entered into a lease agreement with Stofin Co., Inc. which allows the use of the SWA's property for agricultural purposes. The initial term of the lease was for a 10-year period commencing on December 16, 1996 with the option to extend for six (6) additional terms in four (4) year increments. The discount rate was 3% using the implicit rate of the lease. Per the agreement, annual lease payments may be adjusted due to the change in the Producer Price Index (PPI) for raw cane sugar. For the year ended September 30, 2022, the PPI adjustment was included in the initial measurement of the lease.

D.S. Eakins Construction - The SWA has entered into a lease agreement with D.S. Eakins Construction which allows the use of the SWA's land for a transmission tower site. The initial term of the lease was for a 10-year period commencing on December 10, 2018 with the option to extend for two (2) successive terms in five (5) year increments. The discount rate was 3% using the implicit rate of the lease. Per the agreement, annual lease payments may be adjusted due to the change in the Consumer Price Index (CPI) for all Urban Consumers All Items. For the year ended September 30, 2022, the CPI adjustment of \$5,906 was not included in the initial measurement of the lease.

Vertical Bridge CC FM, LLC - The SWA has entered into a lease agreement with D.S. Eakins Construction which allows the use of the SWA's land for storage purposes. The initial term of the lease was for a 5-year period commencing on January 18, 2016 with three (3) automatic renewal periods of five (5) years each. The discount rate was 3% using the implicit rate of the lease. Per the agreement, annual lease payments are increased 3% on each anniversary date.

For the year ended September 30, 2022, the SWA recognized \$365,317 in lease revenue and \$121,851 in interest revenue related to leases.

9. RISK MANAGEMENT

The County maintains various self-insurance programs which are accounted for as internal service funds. Following is a brief description of each of the County's insurance programs. The claims liability reported in each of the funds at September 30, 2022, is actuarially determined based on the requirements of GASB Statement No. 10, which specifies that a liability for claims be reported if information prior to the issuance of the financial statements indicated that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

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Property and Liability

The County self-insures its property and liability risks for up to \$500,000, transferring exposure above these amounts to an insurance company. Liability claims against Palm Tran are exceptions to the forgoing and are self-insured up to \$300,000. In addition, the County purchases other specialty insurance policies for risks it deems prudent not to retain. It should be noted that in accordance with Florida Statute 768.28, tort claims against the County are limited, with some exceptions, to \$200,000 for any one person per claim and \$300,000 for all persons in any one claim. The insurance program covers the Board of County Commissioners, and constitutional officers such as the Supervisor of Elections, Tax Collector, and the Clerk & Comptroller. The Property Appraiser participates in some, but not all of the program, as is more fully explained in the Self-Insured Retention Program.

Participants in the program make payments to the Property and Liability Insurance Fund, included in the Combined Insurance Fund, based on estimates of the amounts needed to pay prior and current year claims and to establish an additional liability for claims incurred but not reported. The claims liability reported in this fund at September 30, 2022 is \$12,061,187. During claim years 2022 and 2021, changes recorded to the claims liability for property and liability insurance were as follows:

| <u>Fiscal Year</u> | <u>Beginning of Fiscal Year Liability</u> | <u>Claims and Changes in Estimates</u> | <u>Claim Payments</u> | <u>Balance at Fiscal Year-End</u> |
|--------------------|---|--|---------------------------|---|
| 2021 | \$ 14,616,332 | \$ 1,416,340 | \$ (2,806,487) | 13,226,185 |
| 2022 | 13,226,185 | 2,271,957 | (3,436,955) | 12,061,187 |

Workers' Compensation Insurance

The County self-funds its workers' compensation exposure. The fund is professionally administered by a third-party claims administrator. This fund covers all employees of the Board of County Commissioners, the Supervisor of Elections, the Clerk & Comptroller, the Property Appraiser, and the Tax Collector. Although the Sheriff's payroll and losses are reported to the State by the Risk Management Department, the Sheriff manages his own program using a third-party administrator. Under the County's Self-Insurance Program, the Workers' Compensation Fund provides full coverage pursuant to Florida Statute 440. The County purchases excess coverage for losses above the self-insured retention limit of \$2,250,000, for each workers' compensation occurrence.

Participants in the program make payments to the Workers' Compensation Insurance Fund, included in the Combined Insurance Fund, based on estimates of the amounts needed to pay prior and current year claims and to establish an additional liability for claims incurred but not reported. The claims liability reported in this fund at September 30, 2022 is \$53,082,130. During claim years 2022 and 2021, changes recorded to the claims liability for workers' compensation insurance were as follows:

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| <u>Fiscal Year</u> | Beginning of Fiscal Year <u>Liability</u> | Claims and Changes in <u>Estimates</u> | Claim <u>Payments</u> | Balance at Fiscal <u>Year-End</u> |
|--------------------|---|--|--------------------------|---|
| 2021 | \$ 62,393,781 | \$ 6,889,817 | \$ (8,312,263) | \$ 60,971,335 |
| 2022 | 60,971,335 | (459,517) | (7,429,688) | 53,082,130 |

Employee Group Health Insurance

The County provides health insurance for its employees, retirees, and eligible dependents. The County has a \$625,000 specific excess insurance policy to protect the County against catastrophic health claims. The Health Insurance Fund covers all employees of the Board of County Commissioners and the Supervisor of Elections.

Participants in the program make payments to the Employee Health Insurance Fund, included in the Combined Insurance Fund, based on estimates of amounts needed to pay prior and current year claims and to establish an additional liability for claims incurred but not reported. The claims liability reported in the fund at September 30, 2022 is \$6,161,000. During claim years 2022 and 2021, changes recorded to the claims liability for employee health insurance were as follows:

| <u>Fiscal Year</u> | Beginning of Fiscal Year <u>Liability</u> | Claims and Changes in <u>Estimates</u> | Claim <u>Payments</u> | Balance at Fiscal <u>Year-End</u> |
|--------------------|---|--|--------------------------|---|
| 2021 | \$ 3,900,000 | \$ 74,602,255 | \$ (73,149,255) | \$ 5,353,000 |
| 2022 | 5,353,000 | 78,609,706 | (77,801,706) | 6,161,000 |

SHERIFF

The Sheriff's office maintains a general liability self-insurance program, a workers' compensation self-insurance program and a commercially insured employee health insurance program which record current activity in the Sheriff's General fund and an obligation in the government-wide financial statements. The following is a brief description of each of the Sheriff's insurance programs:

General Liability Insurance

The Sheriff's office is exposed to various risks of loss related to torts, theft, damage and destruction of assets, errors and omissions, and natural disasters. The claims liability reported for general liability at September 30, 2022 is \$19,485,000. This amount is based on the requirements of GASB Statement No. 10 which specifies that a liability for claims be reported if information prior to the

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issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

During claim years 2022 and 2021, changes recorded to the claims liability for general liability were as follows:

| <u>Fiscal Year</u> | Beginning of Fiscal Year <u>Liability</u> | Claims and Changes in <u>Estimates</u> | Claim Payments | Balance at Fiscal <u>Year-End</u> |
|--------------------|---|--|-------------------|---|
| 2021 | \$ 19,643,000 | \$ 5,218,574 | \$ (4,912,574) | \$ 19,949,000 |
| 2022 | 19,949,000 | 4,663,486 | (5,127,486) | 19,485,000 |

Workers' Compensation Insurance

The Sheriff's office is self-funded for its workers' compensation exposure. The claims liability reported at September 30, 2022 is \$166,455,000. This amount is the actuarially determined claims liability based on the requirements of GASB Statement No. 10 which specifies that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

During claim years 2022 and 2021, changes recorded to the claims liability for workers' compensation were as follows:

| <u>Fiscal Year</u> | Beginning of Fiscal Year <u>Liability</u> | Claims and Changes in <u>Estimates</u> | Claim Payments | Balance at Fiscal <u>Year-End</u> |
|--------------------|---|--|-------------------|---|
| 2021 | \$ 225,421,000 | \$ (18,275,708) | \$ (14,173,292) | \$ 192,972,000 |
| 2022 | 192,972,000 | (11,186,834) | (15,330,166) | 166,455,000 |

Employee Group Health Insurance

The Sheriff's office maintains a fully insured program for its employee group health insurance program.

CLERK & COMPTROLLER

Employee Group Health Insurance

The Clerk's office provides health insurance for its employees and eligible dependents. The Clerk's office is self-insured for its health insurance coverage. The health insurance program is accounted for as an internal service fund. The claims liability reported in the internal service fund is \$549,000 and is actuarially determined.

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During claim years 2022 and 2021, changes recorded to the claims liability for health insurance were as follows:

| <u>Fiscal Year</u> | <u>Beginning of Fiscal Year Liability</u> | <u>Claims and Changes in Estimates</u> | <u>Claim Payments</u> | <u>Balance at Fiscal Year-End</u> |
|--------------------|---|--|---------------------------|---|
| 2021 | \$ 518,000 | 13,777,614 | \$ (13,570,614) | \$ 725,000 |
| 2022 | 725,000 | 13,240,190 | (13,416,190) | 549,000 |

TAX COLLECTOR

Employee Group Health and Dental Insurance

The Tax Collector’s office provides health and dental insurance to its employees and eligible dependents. The Tax Collector is fully insured for its health and dental coverage.

PROPERTY APPRAISER

Employee Group Health and Dental Insurance

The Property Appraiser’s office provides health and dental insurance to its employees and eligible dependents. The Property Appraiser is fully insured for its health and dental coverage.

COMPONENT UNIT - Solid Waste Authority (SWA)

The SWA is exposed to various risks of loss related to torts, theft, environmental damage and destruction of assets, errors and omissions, injuries to employees, life and health of employees, and natural disasters. The SWA purchases commercial insurance for property damage with coverage up to a maximum of \$1.1 billion. This is subject to various policy sub-limits, generally ranging from \$1 million to \$500 million and deductibles ranging from \$250,000 to \$500,000 per occurrence (2% for Renewable Energy Facility #1 and Renewable Energy Facility #2, subject to a minimum of \$500,000, and 5% of total property damage values at all other locations for a named windstorm, subject to a minimum of \$250,000). The SWA also purchases excess auto and general liability coverage of \$25 million, subject to a self-insured retention of \$150,000. Auto and General liability claims are limited by the Florida constitutional doctrine of sovereign immunity to \$200,000 per claim and \$300,000 per occurrence unless a higher claim is approved by the Florida Legislature. The limits addressed in the Florida Statutes do not apply to claims filed in Federal courts. Settled claims for property damage and general liability insurance have not exceeded commercial insurance coverage in any of the last three years.

The SWA purchases commercial insurance for workers’ compensation benefits with statutory coverage limits and employer’s liability coverage of \$1,000,000 per occurrence and per employee, subject to a specific retention of \$250,000 per occurrence. Settled claims have not exceeded commercial insurance coverage in any of the last three years.

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Changes in the claims liability amount for workers' compensation benefits for the years ended September 30, 2022 and 2021 were as follows:

| <u>Fiscal Year</u> | <u>Beginning of Fiscal Year Liability</u> | <u>Claims and Changes in Estimates</u> | <u>Claim Payments</u> | <u>Balance at Fiscal Year-End</u> |
|--------------------|---|--|---------------------------|---|
| 2021 | \$ 114,900 | \$ 1,251,979 | \$ (687,879) | \$ 679,000 |
| 2022 | 679,000 | (325,822) | (67,578) | 285,600 |

The SWA purchases health insurance through a commercial health insurance plan.

10. RETIREMENT PLANS

The County provides retirement benefits to County employees through the following plans:

Plan Descriptions

The **Florida Retirement System (FRS) Pension Plan** and the **Retiree Health Insurance Subsidy (HIS) Program** are cost-sharing, multiple-employer defined benefit plans administered by the Florida Department of Management Services, Division of Retirement. The FRS Pension Plan provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. These benefits are established by Chapter 121, Florida Statutes, and may only be amended by the Florida legislature.

The HIS Program benefit is a monthly payment to assist retirees of the State-administered retirement systems in paying their health insurance costs. The HIS Program was established under Section 112.363, Florida Statutes, and may be amended by the Florida legislature at any time.

A comprehensive annual financial report including financial information and required supplementary information on both plans is publicly available on the web site of the Florida Department of Management Services (<http://www.dms.myflorida.com>).

The **Palm Tran, Inc. Amalgamated Transit Union Local 1577 (Palm Tran) Pension Plan** is a single employer defined benefit retirement program administered by The Resource Centers, LLC. The Palm Tran pension plan provides retirement, disability, and death benefits to plan members and beneficiaries. A comprehensive annual financial report that includes financial statements and required supplementary information for this plan is publicly available on the web at <http://www.resourcecenters.com>.

The **Town of Lantana Firefighters' Pension Fund (LFPF)** is a combined single-employer defined benefit and defined contribution pension plan covering Town of Lantana (Town) firefighters employed by Palm Beach County who elected to remain in the Town plan when merged into the County's Fire-Rescue department. LFPF provides a defined-benefit retirement annuity to retiring participants and a defined contribution retirement benefit in the form of share accounts, payable upon retirement, death, or disability. LFPF is governed by a separate Board of

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Trustees made up of representatives of the firefighters and the Town, and is administered by The Resource Centers, LLC. The LFPF issues a stand-alone, publicly available financial report that includes financial statements and required supplementary information, which is available on the web at <http://www.resourcecenters.com>.

The County contributes to the **Florida Retirement System Investment Plan (Investment Plan)**, a defined contribution plan, for its eligible employees who elect to participate in the Investment Plan in lieu of participating in the FRS Pension Plan. As provided in Section 121.4501, Florida Statutes, eligible FRS members may elect to participate in the Investment Plan in lieu of FRS defined-benefit plan. County employees participating in the 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 (Regular Class, Elected County Officers, etc.) as the FRS Pension Plan. Contributions are directed to individual member accounts, and the individual members allocate contributions and account balances among various approved investment choices. The Investment Plan is administered by the State Board of Administration (SBA) and is reported in the SBA's annual financial statements and in the State of Florida's comprehensive annual financial report. Financial information on this plan is available on the web at <http://www.sbafla.com/>.

PENSION EXPENSE/EXPENDITURES

The County's aggregate pension expense/expenditures for all plans amounted to \$197,188,856 for the fiscal year ended September 30, 2022. The County's aggregate net pension liability for all plans was \$1,539,693,692 with balances of deferred outflows of resources related to pensions of \$419,269,383 and deferred inflows of resources related to pensions of \$113,261,357 as of September 30, 2022.

FLORIDA RETIREMENT SYSTEM (FRS) PENSION PLAN

Benefits Provided

The Florida Retirement System was created on December 1, 1970. Members enrolled in the FRS and actively employed on July 1, 2001, or first enrolled between July 1, 2001 and June 30, 2011, will be vested, or eligible to receive future benefits after 6 years of creditable service. Participants first enrolled on or after July 1, 2011 will be vested, or eligible to receive future benefits after 8 years of creditable service. Retirement, disability, and death benefits are based on age, average final compensation and years-of-service credit. For members initially enrolled in the FRS before July 1, 2011, average final compensation is the average of the five highest fiscal years of salary earned during covered employment. For members initially enrolled in the FRS on or after July 1, 2011, average final compensation is the average of the eight highest fiscal years of salary earned during covered employment. Members are eligible for normal retirement when they have met the minimum requirements established by their membership class. For members initially enrolled in the FRS before July 1, 2011, Regular Class members are eligible for normal retirement if they are

**PALM BEACH COUNTY, FLORIDA
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vested and age 62 or if they have 30 years of creditable service regardless of age. For members initially enrolled in the FRS on or after July 1, 2011, Regular Class members are eligible for normal retirement if they are vested and age 65 or if they have 33 years of creditable service regardless of age. Early retirement may be taken any time after vesting. However, there is a 5% reduction of benefits for each year prior to normal retirement age or date. The percentage level of employees' payroll contribution rates is determined using the frozen entry age actuarial cost method.

Beginning July 1, 1998, the FRS implemented the Deferred Retirement Option Program (DROP), which is a program within the FRS Pension Plan that allows members to retire without terminating their employment for up to five years while their retirement benefits accumulate and earn interest compounded monthly at a stated effective annual rate. For members who entered DROP prior to July 1, 2011, the rate is 6.5%. For members who enter DROP on or after July 1, 2011, the rate is 1.3%. Members may participate in DROP when they are vested and have reached their normal retirement date. When the DROP period ends, members must terminate employment. At that time, members will receive their accumulated DROP benefits and begin receiving their monthly retirement benefit.

The FRS was amended in 2000 to provide a defined contribution plan alternative to the defined benefit plan for FRS members effective July 1, 2002. This integrated defined contribution plan is known as the FRS Investment Plan, which is described later in this note.

Contributions

The following membership classes and contribution rates, which apply to both the FRS Pension Plan and the FRS Investment Plan, were in effect at September 30, 2022:

| <u>Membership Class</u> | <u>Employee Contribution Rate</u> | <u>Employer Contribution Rate *</u> |
|---|---|---|
| Regular | 3.00% | 11.91% |
| Special Risk | 3.00% | 27.83% |
| State Attorney/Public Defender | 3.00% | 67.79% |
| County, City, Special District Elected Officers | 3.00% | 57.00% |
| Special Risk Administrative Support | 3.00% | 38.65% |
| Senior Management | 3.00% | 31.57% |
| Deferred Retirement Option Program | N/A | 18.60% |

* Employer contribution rates in the above table include a 1.66% contribution for the Retiree Health Insurance Subsidy Program

The County's employer contributions to the FRS Pension Plan totaled \$163.2 million and employee contributions totaled \$26.8 million for the fiscal year ended September 30, 2022. The County contributed 100 percent of its statutorily required contributions for the current and preceding two years.

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Net Pension Liability, Deferrals, and Pension Expense

At September 30, 2022, the County reported a liability of \$1.249 billion for its proportionate share of the FRS Pension Plan's net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022. The County's proportionate share of the net pension liability was based on the County's 2021-22 fiscal year contributions relative to the 2021-22 fiscal year contributions of all participating members. At June 30, 2022, the County's proportionate share was 3.36%, which was an increase of 1.22% from its proportionate share measured as of June 30, 2021.

For the fiscal year ended September 30, 2022, the County recognized pension expense of \$167.1 million related to the FRS Pension Plan. In addition, the County reported deferred outflows of resources and deferred inflows of resources related to the FRS Pension Plan from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|---|--|
| Differences between expected and actual experience | \$ 59,314,020 | \$ - |
| Change of assumptions | 153,803,328 | - |
| Net difference between projected and actual earnings on pension plan investments | 82,462,595 | - |
| Changes in proportion and differences between County contributions and proportionate share of contributions | 24,135,848 | 50,178,077 |
| County contributions subsequent to the measurement date | 39,873,342 | - |
| Total | \$ 359,589,133 | \$ 50,178,077 |

The County's contributions to the FRS Pension Plan subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ending September 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the FRS Pension Plan will be recognized in pension expense as follows:

| Fiscal Year Ending September 30: | Deferred Outflows/ (Inflows), net |
|---|--|
| 2023 | \$ 64,713,206 |
| 2024 | 19,419,005 |
| 2025 | (31,711,042) |
| 2026 | 203,740,768 |
| 2027 | 13,375,777 |
| Thereafter | - |
| | \$ 269,537,714 |

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Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of the valuation date, calculated based on the discount rate and actuarial assumptions below. The total pension liability is calculated using the Individual Entry Age Normal cost allocation method, which differs from the Ultimate Entry Age Normal cost allocation method used in the actuarial valuation for funding purposes for the System.

| | |
|---------------------------|----------------------------------|
| Valuation Date | July 1, 2022 |
| Discount rate | 6.70% |
| Inflation | 2.40% |
| Salary Increases | 3.25%, including inflation. |
| Investment rate of return | 6.70%, net of investment expense |

Mortality rates were based on PUB2010 base table (varies by member category and sex), projected generationally with Scale MP-2018. The actuarial assumptions that determined the total pension liability as of June 30, 2022 were based on the results of an actuarial experience study for the period July 1, 2013 through June 30, 2018.

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

| <u>Asset Class</u> | Target Allocation (1) | Annual Arithmetic Return | Compound Annual (Geometric) Return | Standard Deviation |
|---------------------------|----------------------------------|---|---|-------------------------------|
| Cash | 1.0% | 2.6% | 2.6% | 1.1% |
| Fixed Income | 19.8% | 4.4% | 4.4% | 3.2% |
| Global Equity | 54.0% | 8.8% | 7.3% | 17.8% |
| Real Estate | 10.3% | 7.4% | 6.3% | 15.7% |
| Private Equity | 11.1% | 12.0% | 8.9% | 26.3% |
| Strategic Investments | 3.8% | 6.2% | 5.9% | 7.8% |
| TOTAL | 100.0% | | | |
| Assumed inflation - Mean | | | 2.4% | 1.3% |

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

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Discount Rate

The discount rate used to measure the total pension liability was 6.70%. The Plan’s fiduciary net position was projected to be available to make all projected benefit payments of current and inactive employees. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return. The 6.70% rate of return and discount rate assumption used in the June 30, 2022 calculations were determined by the Plan’s consulting actuary to be reasonable and appropriate per Actuarial Standards of Practice No. 27 (ASOP 27) for accounting purposes which differs from the rate used for funding purposes which is used to establish the contribution rates for the Plan.

Sensitivity to Changes in the Discount Rate

The following presents the County’s proportionate share of the net pension liability (asset) calculated using the discount rate of 6.70%, as well as what the County’s proportionate share of the net pension liability would be if were calculated using a discount rate that is 1-percentage point lower (5.70%) or 1-percent higher (7.70%) than the current rate:

| | 1% Decrease (5.70%) | Current Discount Rate (6.70%) | 1% Increase (7.70%) |
|--|------------------------------------|--|------------------------------------|
| County's proportionate share of the Net Pension Liability | \$ 2,159,831,467 | \$ 1,248,868,077 | \$ 487,194,287 |

Pension Plan Fiduciary Net Position

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

RETIREE HEALTH INSURANCE SUBSIDY (HIS) PROGRAM

Benefits Provided

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

Contributions

The HIS Program 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, 2022, the contribution rate was 1.66

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percent of payroll. The County contributed 100 percent of its statutorily required contributions for the current and preceding three years. The HIS Program contributions are deposited in a separate trust fund from which payments are authorized. The HIS Program benefits are not guaranteed and are subject to annual legislative appropriation. In the event the legislative appropriation or available funds fail to provide full subsidy benefits to all participants, benefits may be reduced or cancelled.

The County’s employer contributions to the HIS Program totaled \$12.8 million for the fiscal year ended September 30, 2022. The County contributed 100 percent of its statutorily required contributions for the current and preceding two years.

Net Pension Liability, Deferrals, and Pension Expense

At September 30, 2021, the County reported a liability of \$265.4 million for its proportionate share of the HIS Program’s net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022. The County’s proportionate share of the net pension liability was based on the County’s 2021-22 fiscal year contributions relative to the 2021-22 fiscal year contributions of all participating members. At June 30, 2022, the County’s proportionate share was 2.51%, which was an increase of 1.94% from its proportionate share measured as of June 30, 2021.

For the fiscal year ended September 30, 2022, the County recognized pension expense of \$16.7 million related to the HIS Program. In addition, the County reported deferred outflows of resources and deferred inflows of resources related to the HIS Program from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|---|--|
| Differences between expected and actual experience | \$ 8,056,038 | \$ 1,167,858 |
| Change of assumptions | 15,213,884 | 41,059,872 |
| Net difference between projected and actual earnings on pension plan investments | 384,268 | - |
| Changes in proportion and differences between County contributions and proportionate share of contributions | 12,744,475 | 2,582,631 |
| County contributions subsequent to the measurement date | 3,999,938 | - |
| Total | \$ 40,398,603 | \$ 44,810,361 |

The County’s contributions to the HIS Program subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ending September 30, 2023.

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

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| Fiscal Year Ending September 30 | Deferred Outflows/ (Inflows), net |
|--|--|
| 2023 | \$ (1,626,260) |
| 2024 | (316,472) |
| 2025 | 672,078 |
| 2026 | (667,891) |
| 2027 | (4,302,058) |
| 2028 | (2,171,093) |
| | \$ (8,411,696) |

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of the valuation date, calculated based on the discount rate and actuarial assumptions below, and was then projected to the measurement date.

| | |
|---------------------|----------------------------|
| Valuation Date | July 1, 2022 |
| Discount rate | 3.54% |
| Inflation | 2.40% |
| Salary Increases | 3.25%, including inflation |
| Municipal Bond Rate | 3.54% |

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

Because the HIS Program is funded on a pay-as-you go basis, no experience study has been completed for that program. The actuarial assumptions that determined the total pension liability for the HIS Program were based on certain results of the most recent experience study for the FRS Pension Plan.

Discount Rate

The discount rate used to measure the total pension liability was 3.54%. In general, the discount rate for calculating the total pension liability is equal to the single rate equivalent of 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 bond index.

Sensitivity to Changes in the Discount Rate

The following presents the County's proportionate share of the net pension liability calculated using the discount rate of 3.54%, as well as what the County's proportionate share of the net pension liability would be if were calculated using a discount rate that is 1-percentage point lower (2.54%) or 1-percent higher (4.54%) than the current rate:

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| | 1% Decrease (2.54%) | Current Discount Rate (3.54%) | 1% Increase (4.54%) |
|--|---------------------------|-------------------------------------|---------------------------|
| County's proportionate share of the Net Pension Liability | \$ 303,659,056 | \$ 265,417,189 | \$ 233,772,832 |

Vesting Provisions

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 FRS Pension Plan is transferred to the Investment Plan, the member must have the years of service required for FRS 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 their account. If the employee does not return within the five-year period, the employee will forfeit the accumulated account balance. Costs of administering the Investment Plan, including the FRS Financial Guidance Program, are funded through an employer contribution of 0.06% of payroll, which is included in the FRS contribution rates, and by forfeited benefits of Investment Plan members. For the fiscal year ended September 30, 2022, the information for the amount of forfeitures was unavailable from the SBA, however, management believe that these amounts, if any, would be immaterial to the County. 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 any combination of these options. Disability coverage is provided; the member may either transfer the account balance to the FRS Pension Plan when approved for disability retirement to receive guaranteed lifetime monthly benefits under the FRS Pension Plan or remain in the Investment Plan and rely upon that account balance for retirement income. The County's employer contributions to the Investment Plan totaled \$10.1 million for the fiscal year ended September 30, 2022.

PALM TRAN, INC. – DEFINED BENEFIT PLAN

Benefits Provided

The Palm Tran Inc. Amalgamated Transit Union Local 1577 (Palm Tran) Pension Plan provides retirement, disability, and death benefits to plan members and beneficiaries. The Board of Trustees of the Palm Tran pension plan has the authority to establish and amend benefit provisions.

The Palm Tran Pension Plan is a Single-Employer plan in which the County is only required to fund the plan but has no fiduciary responsibility for the plan itself. The County also does not have any oversight responsibilities for the plan.

PALM BEACH COUNTY, FLORIDA
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Membership Statistics

Number of:

| | |
|---|-------|
| Inactive members or beneficiaries receiving benefits | 423 |
| Inactive members entitled to but not yet receiving benefits | 107 |
| Active Members | 576 |
| TOTAL | 1,106 |

Contributions

The contribution requirements of plan members and Palm Tran, Inc. are established by the Pension Trust Agreement and may be amended by the Board of Trustees. Plan members hired after October 1, 2013 are required to contribute 3.0% of their annual salary. Plan members hired prior to October 1, 2013 have a contribution phase in period to match those hired after this date. For employees hired prior to October 1, 2013, the employee contribution is 2.5% of annual salary through September 30, 2014. For the period October 1, 2014 – September 30, 2015, the contribution is 2.75% of salary. Employee contributions after October 1, 2015 will be 3.0% of annual salary. Prior to October 1, 2014, the Employer made contributions to the Plan as specified in the collective bargaining agreement. Effective October 1, 2014, the Employer will make the minimum required contribution as determined by the Plan actuary and approved by the Board. The County’s employer contributions to the Palm Tran Pension Plan totaled \$6.4 million for the fiscal year ended September 30, 2022.

Net Pension Liability

The components of the net pension liability at December 31, 2021 were as follows:

| | |
|-----------------------------|----------------|
| Total pension liability | \$ 168,061,915 |
| Plan fiduciary net position | (154,520,407) |
| Net pension liability | \$ 13,541,508 |

Plan fiduciary net position as percentage of the total pension liability: 91.94%

Actuarial Assumptions

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

| | |
|---------------------------|--|
| Inflation | 2.00% |
| Salary increases | 5% to 12.5% |
| Investment rate of return | 7.0% net of investment expense, including inflation |
| Mortality | Pub-2010 fully generational mortality improvements using sex distinct Scale MP-2018. |

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
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Other assumptions are based on the results of a five-year actuarial experience study performed as of January 1, 2018.

Discount Rate

The discount rate used to measure the total pension liability was 6.5%. This is the single rate that reflects the long-term expected net rate of return on pension plan investments expected to be used to finance the payment of benefits. A projection of cash flows used to determine the discount rate assumed that plan member contributions are made at the current contribution rate and that County contributions will be made equal to the difference between the actuarially determined contribution and the member contributions. Based on those assumptions, the pension plan's fiduciary net position is projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments is applied to all periods of projected benefit payments to determine the pension liability. For purposes of this determination, pension plan assets are expected to be invested using a strategy to achieve the 6.5% discount rate.

Sensitivity to Changes in Discount Rate

The following table illustrates the impact of interest rate sensitivity on the net pension liability (asset) for fiscal year ended September 30, 2022:

| | 1% Decrease (5.5%) | Current Discount Rate (6.5%) | 1% Increase (7.5%) |
|-------------------------------|-----------------------------------|---|-----------------------------------|
| Net Pension Liability (asset) | \$ 31,998,014 | \$ 13,541,508 | \$ (2,056,663) |

Expected Rate of Return

The long-term expected net rate of return on investments was determined using a building-block method. Best-estimate ranges of expected future real rates of return (expected returns net of investment expenses and inflation) are developed for each major asset class. The long-term expected net rate of return on investments is the best-estimate ranges weighted by the asset allocation plus expected inflation. Best estimates of arithmetic real rates of return for each major asset class as provided by the investment monitor are shown in the following table:

**PALM BEACH COUNTY, FLORIDA
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| <u>Asset Class</u> | <u>Target Allocation</u> | <u>Long-Term Expected Real Rate of Return</u> | <u>Asset Group Contribution</u> |
|----------------------|------------------------------|---|-------------------------------------|
| Domestic Equity | 30.0% | 8.3% | 2.5% |
| International Equity | 15.0% | 4.0% | 0.6% |
| Bonds | 24.5% | 2.9% | 0.7% |
| Convertibles | 10.0% | 7.7% | 0.8% |
| Private Real Estate | 10.0% | 5.9% | 0.6% |
| REITS | 5.0% | 8.7% | 0.4% |
| Infrastructure | 5.0% | 7.5% | 0.4% |
| Cash | 0.5% | 0.1% | 0.0% |
| | <u>100%</u> | | |
| | | Weighted Real Return | 6.0% |

Changes in Net Pension Liability

| | <u>Increase (Decrease)</u> | | |
|--|------------------------------------|--|----------------------------------|
| | <u>Total Pension Liability</u> | <u>Plan Fiduciary Net Position</u> | <u>Net Pension Liability</u> |
| | <u>(a)</u> | <u>(b)</u> | <u>(a) - (b)</u> |
| Balances at December 31, 2020 | \$ 162,279,412 | \$ 138,676,209 | \$ 23,603,203 |
| Changes for the year: | | | |
| Service cost | 5,049,308 | - | 5,049,308 |
| Interest | 10,585,772 | - | 10,585,772 |
| Differences between expected and actual experience | (1,611,163) | - | (1,611,163) |
| Change of assumptions | - | - | - |
| Contributions - employer | - | 6,268,796 | (6,268,796) |
| Contributions - employee | - | 987,691 | (987,691) |
| Net investment income | - | 17,116,840 | (17,116,840) |
| Benefit payments, including refunds of employee contributions | (8,241,414) | (8,241,414) | - |
| Administrative expense | - | (287,715) | 287,715 |
| Net changes | <u>5,782,503</u> | <u>15,844,198</u> | <u>(10,061,695)</u> |
| Balances at December 31, 2021 | <u>\$ 168,061,915</u> | <u>\$ 154,520,407</u> | <u>\$ 13,541,508</u> |

Pension Expense and Deferrals

For the year ended September 30, 2022, the County recognized pension expense of \$3.4 million. In addition, the County reported deferred outflows of resources and deferred inflows of resources related to pensions.

The following table illustrates the deferred inflows and outflows under GASB 68 as of September 30, 2022:

**PALM BEACH COUNTY, FLORIDA
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| Description | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|---|--|
| Differences between expected and actual experience | \$ - | \$ 2,911,887 |
| Change of assumptions | 7,070,375 | - |
| Net difference between projected and actual earnings | - | 15,361,032 |
| Employer contributions subsequent to the measurement date | 6,390,895 | - |
| Total | \$ 13,461,270 | \$ 18,272,919 |

The employer contributions to the Palm Tran Pension Plan subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ending September 30, 2023. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| Fiscal Year Ending September 30 | Deferred Outflows/ (Inflows), net |
|--|--|
| 2023 | \$ (871,670) |
| 2024 | (4,010,461) |
| 2025 | (4,522,158) |
| 2026 | (1,798,255) |
| | \$ (11,202,544) |

TOWN OF LANTANA FIREFIGHTERS' PENSION FUND

Benefits Provided

The Town of Lantana Firefighters' Pension Fund (LFPF) provides a defined benefit retirement annuity to retiring participants and also provides a defined contribution retirement benefit in the form of share accounts, payable upon retirement, death or disability. The LFPF members are full-time certified firefighters employed in the fire department of Palm Beach County Fire Rescue. Members are eligible to retire at age 55 with 10 or more years of credited service; or any age with 20 or more years of credited service. The pension amount is three percent (3%) of average final compensation multiplied by credited service. The normal form of benefit is a benefit payable for life with the first 10 years guaranteed. Early retirement and other benefits may be available in accordance with Town of Lantana Code, Division 3 of Chapter 14, Article IV, as amended by Town Ordinances and Palm Beach County agreements pertaining to the fund.

The LFPF is a Single-Employer plan in which the County is only required to fund the plan but has no fiduciary responsibility for the plan itself. The County also does not have any oversight responsibilities for the plan.

PALM BEACH COUNTY, FLORIDA
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Membership Statistics

Number of:

| | | |
|------------------------------|--|----|
| Retirees and Beneficiaries | | 26 |
| Inactive, Nonretired members | | 1 |
| Active Members | | 6 |
| TOTAL | | 33 |

Contributions

Plan members are required to contribute 10% of their salary to the Plan. Of this, 2% is allocated to the defined benefit portion of the Plan and 8% is allocated to the defined contribution portion. Pursuant to Chapter 175, Florida Statutes, the Town imposes a 1.85% tax on fire insurance premiums paid to insure real or personal property within its corporate limits. 100% of the net proceeds of this 1.85% excise tax are allocated to the defined benefit portion of the Plan. Because the County is ultimately responsible for the actuarial soundness of the Plan, the County must contribute an amount determined by the Trustees, in conjunction with the Plan’s actuary, to be sufficient, along with the employees’ contributions and the proceeds from the insurance tax, described above, to fund the defined benefits under the Plan. The County’s employer contributions to the Lantana Pension Plan totaled \$915,438 and employee contributions totaled \$180,176 for the fiscal year ended September 30, 2022.

Net Pension Liability

The components of the net pension liability at September 30, 2022 were as follows:

| | | |
|-----------------------------|--|---------------|
| Total pension liability | | \$ 57,742,971 |
| Plan fiduciary net position | | (45,876,053) |
| Net pension liability | | \$ 11,866,918 |

Plan fiduciary net position as percentage of the total pension liability: 79.45%

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of September 30, 2021 and rolled forward to the measurement date of September 30, 2022 using the following actuarial assumptions applied to all periods included in the measurement:

PALM BEACH COUNTY, FLORIDA
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| | |
|---------------------------|---|
| Price Inflation | 2.50% |
| Salary increases | 6.5%, including inflation |
| Investment rate of return | 6.00% |
| Mortality | Fully generational Pub-2010 Mortality Tables with improvement scale MP-2018 |

Expected Rate of Return

GASB Statement No. 67 includes a specific requirement for the discount rate that is used for the purpose of the measurement of the total pension liability. This rate considers the ability of the fund to meet benefit obligations in the future. To make this determination, employer contributions, employee contributions, benefit payments, expenses and investment returns are projected into the future. The plan's net position (assets) in future years can then be determined and compared to its obligation to make benefit payments in those years. As long as assets are projected to be on hand in a future year, the assumed valuation discount rate is used. In years where assets are not projected to be sufficient to meet benefit payments, the use of a "risk-free" rate is required, as described in the following paragraph.

The *Single Discount Rate* (SDR) is equivalent to applying these two rates to the benefits that are projected to be paid during the different time periods. The SDR reflects (1) the long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits) and (2) tax-exempt municipal bond rate based on the Bond Buyer 20-Bond Index of general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of this valuation, the expected rate of return on pension plan investments is 6.00%, the municipal bond rate is 4.40%, and the resulting single discount rate is 6.00%.

Discount Rate

The discount rate used to measure the total pension liability was 6.00%. This is the single rate that reflects the long-term expected net rate of return on pension plan investments expected to be used to finance the payment of benefits, including inflation. The fiduciary net position is projected to be sufficient to make projected benefit payments. For purposes of this determination, pension plan assets are expected to be invested using a strategy to achieve the 6.00% discount rate.

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
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Sensitivity to Changes in the Discount Rate

The following table illustrates the impact of interest rate sensitivity on the net pension liability (asset) for fiscal year ended September 30, 2022:

| | 1% Decrease (5.00%) | Current Discount Rate (6.00%) | 1% Increase (7.00%) |
|-----------------------|---------------------------|-------------------------------------|---------------------------|
| Net Pension Liability | \$18,494,255 | \$11,866,918 | \$6,443,554 |

Changes in Net Pension Liability

| | Increase (Decrease) | | |
|--|---------------------------------------|---------------------------------------|---|
| | Total Pension Liability (a) | Plan Fiduciary Net Position (b) | Net Pension Liability (Asset) (a) - (b) |
| | Balances at September 30, 2021 | \$ 53,969,282 | \$ 57,246,142 |
| Changes for the year: | | | |
| Service cost | 366,047 | - | 366,047 |
| Interest | 3,279,547 | - | 3,279,547 |
| Differences between expected and actual experience | 2,029,933 | - | 2,029,933 |
| Assumption Changes | 1,457,264 | - | 1,457,264 |
| Contributions - employer and state | - | 1,100,046 | (1,100,046) |
| Contributions - employee | - | 180,176 | (180,176) |
| Net investment income | - | (9,226,068) | 9,226,068 |
| Benefit payments, including refunds of employee contributions | (3,359,102) | (3,359,102) | - |
| Administrative expense/Other | - | (65,141) | 65,141 |
| Net changes | 3,773,689 | (11,370,089) | 15,143,778 |
| Balances at September 30, 2022 | \$ 57,742,971 | \$ 45,876,053 | \$ 11,866,918 |

Pension Expense and Deferrals

For the year ended September 30, 2022, the County recognized pension expense of \$4,411,972. In addition, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

**PALM BEACH COUNTY, FLORIDA
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| Description | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|---|--|
| Differences between expected and actual experience | \$ - | \$ - |
| Changes in assumptions | - | - |
| Net difference between projected and actual earnings on pension plan investments | 5,820,377 | - |
| Total | \$ 5,820,377 | \$ - |

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

| Fiscal Year Ending September 30 | Deferred outflows/ (inflows), net |
|--|--|
| 2023 | \$ 1,242,423 |
| 2024 | 954,164 |
| 2025 | 1,076,400 |
| 2026 | 2,547,390 |
| | \$ 5,820,377 |

OTHER PENSION PAYMENTS

The County entered into agreements with the City of Lake Worth (City) for law enforcement services, effective October 1, 2008, and fire rescue services, effective October 1, 2009. Employees of the City who became County employees had the choice to remain in the appropriate City-sponsored retirement plan or to become a member of the Florida Retirement System (FRS). The County contributes to the City-sponsored plans the equivalent amount that would be required by FRS. The County's contributions for employees who elected to remain with the City-sponsored plans were \$484,710 for the fiscal year ended September 30, 2022.

COMPONENT UNIT – Solid Waste Authority (SWA)

Like the Primary Government, the SWA also participates in the **Florida Retirement System (FRS) Pension Plan**, the **Retiree Health Insurance Subsidy (HIS) Program** and the **Florida Retirement System Investment Plan**. Refer to those sections within this note for information on plan descriptions, contribution rates, actuarial assumptions and discount rates.

FLORIDA RETIREMENT SYSTEM (FRS) PENSION PLAN

SWA contributions to the FRS Pension Plan totaled \$2,879,011 for the fiscal year ended September 30, 2022.

PALM BEACH COUNTY, FLORIDA
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At September 30, 2022, the SWA reported a liability of \$27,459,669 for its proportionate share of the Pension Plan's net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022. The SWA's proportionate share of the net pension liability was based on the SWA's 2021-22 plan year contributions relative to the 2021-22 plan year contributions of all participating members. At June 30, 2022, the SWA's proportionate share was 0.073800370 percent, which was a decrease of .001220435 percent from its proportionate share measured as of June 30, 2021. For the fiscal year ended September 30, 2022, the SWA recognized pension expense of \$4,363,171 related to the Plan.

The SWA reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| Description | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|---|--|
| Differences between expected and actual experience | \$ 1,304,176 | \$ - |
| Change of assumptions | 3,381,773 | - |
| Net difference between projected and actual earnings on pension plan investments | 1,813,158 | - |
| Change in proportion and differences between SWA pension plan contributions and proportionate share of contributions | 2,020,730 | 286,593 |
| Pension plan contributions subsequent to the measurement date | 870,577 | - |
| Total | \$ 9,390,414 | \$ 286,593 |

The deferred outflows of resources related to the Pension Plan, totaling \$870,577 resulting from SWA contributions to the Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ending September 30, 2023.

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

| Fiscal Year Ending September 30 | Deferred outflows/ (inflows), net |
|--|--|
| 2023 | \$ 2,078,505 |
| 2024 | 1,110,071 |
| 2025 | (40,415) |
| 2026 | 4,868,582 |
| 2027 | 216,501 |
| Thereafter | - |
| | \$ 8,233,244 |

PALM BEACH COUNTY, FLORIDA
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Sensitivity of the SWA's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate:

The following represents the SWA's proportionate share of the net pension liability calculated using the discount rate of 6.70%, as well as what the SWA's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (5.70%) or one percentage point higher (7.70%) than the current rate:

| | 1% Decrease (5.70%) | Current Discount Rate (6.70%) | 1% Increase (7.70%) |
|--|------------------------------------|--|------------------------------------|
| Proportionate share of the net pension liability | \$ 47,486,608 | \$ 27,459,669 | \$ 10,712,255 |

RETIREE HEALTH INSURANCE SUBSIDY (HIS) PROGRAM

SWA's contributions to the HIS Plan totaled \$496,879 for the fiscal year ended September 30, 2022.

At September 30, 2022, the SWA reported a liability of \$8,639,622 for its proportionate share of the HIS Plan's net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022. The SWA's proportionate share of the net pension liability was based on the SWA's 2021-22 plan year contributions relative to the 2021-22 plan year contributions of all participating members. At June 30, 2022, the SWA's proportionate share was .081570533 percent, which was a decrease of 0.001243618 percent from its proportionate share measured as of June 30, 2021. For the fiscal year ended September 30, 2022, the SWA recognized pension expense of \$549,555.

Deferred Outflows and Inflows of Resources Related to Pensions:

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

| Description | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|---|--|
| Difference between expected and actual experience | \$ 262,233 | \$ 38,015 |
| Change of assumptions | 495,229 | 1,336,544 |
| Net difference between projected and actual earnings on pension plan investments | 12,508 | - |
| Change in proportion and differences between SWA pension plan contributions and proportionate share of contributions | 311,795 | 149,588 |
| Pension plan contributions subsequent to the measurement date | 131,455 | - |
| Total | \$ 1,213,220 | \$ 1,524,147 |

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The deferred outflows of resources related to the HIS Plan, totaling \$131,455 resulting from the SWA's contributions to the HIS Plan subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the fiscal year ending September 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the HIS Plan will be recognized in pension expense as follows:

| Fiscal Year Ending September 30 | Deferred outflows/ (inflows), net |
|------------------------------------|--------------------------------------|
| 2023 | \$ (98,521) |
| 2024 | (26,230) |
| 2025 | 12,904 |
| 2026 | (47,716) |
| 2027 | (190,375) |
| Thereafter | (92,444) |
| | \$ (442,382) |

Sensitivity of the SWA's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate:

The following represents the SWA's proportionate share of the net pension liability calculated using the discount rate of 3.54%, as well as what the SWA's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (2.54%) or one percentage point higher (4.54%) than the current rate:

| | 1% Decrease (2.54%) | Discount Rate (3.54%) | 1% Increase (4.54%) |
|--|------------------------|--------------------------|------------------------|
| Proportionate share of the net pension liability | \$ 9,884,437 | \$ 8,639,622 | \$ 7,609,564 |

INVESTMENT PLAN

The SWA's Investment Plan pension expense totaled \$532,724 for the fiscal year ended September 30, 2022.

11. POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

The County provides post-employment benefits for healthcare to retirees of the County, which includes the Board of County Commissioners as well as all Constitutional Officers. The County also provides a Fire-Rescue Healthcare OPEB plan that provides benefits to all eligible retired employees and their dependents. In addition, the County provides a Fire-Rescue Supplemental Disability Plan that provides disability benefits to Firefighters and District Chiefs that meet eligibility requirements.

**PALM BEACH COUNTY, FLORIDA
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Below is information that describes the Healthcare OPEB plans as well as the Fire-Rescue Supplemental Disability OPEB plan.

COUNTY'S AGGREGATE NET OPEB LIABILITY, DEFERRED OUTFLOWS, DEFERRED INFLOWS, & OPEB EXPENSE

The County's aggregate OPEB expense for all plans amounted to \$27,496,915 for the fiscal year ended September 30, 2022. The County's aggregate net OPEB liability for all plans was \$395,323,262, with balances of deferred outflows of resources related to OPEB of \$175,028,155 and deferred inflows of resources related to OPEB of \$190,581,101, as of September 30, 2022.

Below is a summary of the net OPEB liability, deferred outflows and deferred inflows for each of the County's OPEB plans:

| | Total OPEB Liability | Plan Net Position | Net OPEB Liability | Deferred Outflows | Deferred Inflows | OPEB Expense |
|--|-------------------------------------|----------------------------------|-----------------------------------|------------------------------|-----------------------------|-------------------------|
| Healthcare Plans: | | | | | | |
| County | \$ 13,885,965 | \$ - | \$ 13,885,965 | \$ 7,949,033 | \$ 1,667,941 | \$ 1,222,706 |
| Tax Collector | 4,274,549 | - | 4,274,549 | 1,675,205 | 3,006,857 | 224,483 |
| Property Appraiser | 2,524,886 | - | 2,524,886 | 499,549 | 528,101 | 482,599 |
| Clerk & Comptroller | 9,134,772 | - | 9,134,772 | 2,226,331 | 2,677,575 | 390,886 |
| Sheriff | 247,551,883 | - | 247,551,883 | 99,607,635 | 126,886,874 | 16,411,196 |
| Fire-Rescue Union | 172,328,928 | (83,739,205) | 88,589,723 | 46,173,620 | 54,951,530 | 6,682,322 |
| Supplemental Disability Plan: | | | | | | |
| Fire-Rescue | 29,361,484 | - | 29,361,484 | 16,896,782 | 862,223 | 2,082,723 |
| TOTALS | \$ 479,062,467 | \$ (83,739,205) | \$ 395,323,262 | \$ 175,028,155 | \$ 190,581,101 | \$ 27,496,915 |

HEALTHCARE OPEB PLANS (BOARD OF COUNTY COMMISSIONERS AND CONSTITUTIONAL OFFICERS)

Plan Description

The County's defined benefit post-employment healthcare OPEB plans provide OPEB to all eligible retired employees and their dependents. The plans are single employer plans which are administered by the employer for their employees. Regarding the County plan, the Supervisor of Elections (a Constitutional Officer) participates in this plan. The remaining Constitutional Officers (Clerk & Comptroller, Tax Collector, Property Appraiser, and Sheriff) each have separate OPEB plans. The authority to establish and amend the benefit terms and financing requirements is granted to the County Board, as well as each Constitutional Officer. All entities of the Primary

**PALM BEACH COUNTY, FLORIDA
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Government are required by Florida Statute 112.0801 to allow their retirees (and eligible dependents) to continue participation in the group insurance plan. No assets are accumulated in a trust that meets the criteria in Paragraph 4 of GASB Statement No. 75. Additionally, there are no legal documents referencing a trust. The healthcare benefits OPEB plans do not issue separate standalone financial reports.

Benefits Provided

Retirees of all the healthcare benefit OPEB plans must be offered the same coverage as is offered to active employees at a premium cost of no more than the premium cost applicable for active employees which results in an implicit subsidy. In addition to the ‘implicit benefit’, the Sheriff’s healthcare OPEB plan provides a subsidy that retirees can use to partially or fully offset the cost of health insurance.

In particular, for Sheriff employees who retire in good standing after six years of service and who elect to retain the Sheriff’s Office group medical and/or dental coverage, the Sheriff’s Healthcare OPEB plan provides a subsidy of \$18 per month per year of service toward medical and dental coverage for the retiree and eligible family members, based on years of service to the Sheriff. This subsidy ends at the death of the retiree or when the retiree discontinues coverage under the Sheriff’s plan. A special subsidy of 90% of medical and dental premiums for employee or employee-plus-one coverage is offered to the Sheriff, Chief Deputy, Deputy Director, Director, and Colonel. A special subsidy of 80% of medical and dental premiums for employee or employee-plus-one coverage is offered to Majors and the Bureau Director. A special subsidy of 100% of medical and dental premiums for employee or employee-plus-one coverage is offered to employees who become disabled in the line of duty and spouses of employees who die in the line of duty.

Employees Covered By Benefit Terms

At September 30, 2022, the following employees were covered by the benefit terms:

| | County | Tax Collector | Property Appraiser | Clerk & Comptroller | Sheriff |
|----------------------------|---------------|--------------------------|-------------------------------|------------------------------------|----------------|
| Retirees and Beneficiaries | 183 | 3 | 7 | 26 | 1,241 |
| Active Members | 4,486 | 257 | 195 | 606 | 3,555 |
| TOTAL | <u>4,669</u> | <u>260</u> | <u>202</u> | <u>632</u> | <u>4,796</u> |

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Total OPEB Liability

The total healthcare OPEB liability amount consisted of the following:

| | County | Tax Collector | Property Appraiser | Clerk & Comptroller | Sheriff |
|--------------------------|---------------|--------------------------|-------------------------------|------------------------------------|----------------|
| Total OPEB Liability | \$ 13,885,965 | \$ 4,274,549 | \$ 2,524,886 | \$ 9,134,772 | \$247,551,883 |
| Measurement Date | 9/30/2022 | 9/30/2022 | 9/30/2022 | 9/30/2021 | 9/30/2022 |
| Actuarial Valuation Date | 9/30/2022 | 9/30/2021 | 9/30/2021 | 9/30/2021 | 9/30/2022 |

Actuarial Assumptions and Other Inputs

The total healthcare OPEB liability in these actuarial valuations was determined using several actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified. The actuarial valuation method utilized was the entry age normal level percentage of pay. Other assumptions specific to each plan are noted below.

| | County | Tax Collector | Property Appraiser | Clerk & Comptroller | Sheriff |
|------------------|---------------|--------------------------|-------------------------------|------------------------------------|----------------|
| Inflation | 3.00% | 4.00% | 4.00% | 2.50% | 2.50% |
| Salary increases | 3.00% | 4.00% | 4.00% | 2.50% | 3.00% |
| Discount Rate | 4.02% | 2.43% | 2.43% | 2.43% | 4.02% |

The source of the discount rates was as follows:

| | |
|---------------------------------|---|
| County: | Bond Buyer 20-Bond GO Index |
| Tax Collector: | S&P Municipal Bond 20-Year High Grade Index |
| Property Appraiser: | S&P Municipal Bond 20-Year High Grade Index |
| Clerk & Comptroller: | S&P Municipal Bond 20-Year High Grade Index |
| Sheriff: | Bond Buyer 20-Bond GO Index |

Healthcare cost trend rates were based as follows:

| | |
|---------------------------------|--|
| County: | Initially 7.0% to grade uniformly to 4.0% over a 12-year period |
| Tax Collector: | Initially 6.25% grading ultimately to 4.04% over a 54-year period |
| Property Appraiser: | Initially 6.25% to grading ultimately to 4.04% over a 55-year period |
| Clerk & Comptroller: | Initially 7.5% grading ultimately to 4.0% over a 53-year period |
| Sheriff: | Initially 7.0% to grade uniformly to 4.0% over a 12-year period |

**PALM BEACH COUNTY, FLORIDA
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Mortality rates were based as follows:

| | |
|---------------------------------|--------------------------------------|
| County: | Pub-2010 Generational, Scale MP-2021 |
| Tax Collector: | Pub-2010 Generational, Scale MP-2020 |
| Property Appraiser: | Pub-2010 Generational, Scale MP-2020 |
| Clerk & Comptroller: | Pub-2010 Generational, Scale MP-2020 |
| Sheriff: | Pub-2010 Generational, Scale MP-2021 |

Formal experience studies were not performed; however, the actuarial assumptions used in the specified valuations above were consistent with the following:

| | |
|---------------------------------|--|
| County: | Florida Retirement System |
| Tax Collector: | Reasonableness/consistency with typical industry standards |
| Property Appraiser: | Reasonableness/consistency with typical industry standards |
| Clerk & Comptroller: | Florida Retirement System |
| Sheriff: | Florida Retirement System |

Changes in the Total OPEB Liability

| | Total OPEB Liability | | | | |
|--------------------------------------|-----------------------------|--------------------------|-------------------------------|------------------------------------|-----------------------|
| | County | Tax Collector | Property Appraiser | Clerk & Comptroller | Sheriff |
| Balance at September 30, 2021 | \$ 9,831,595 | \$ 3,844,526 | \$ 2,377,373 | \$ 10,090,746 | \$ 281,685,296 |
| Changes for the year: | | | | | |
| Service cost | 505,554 | 409,063 | 168,086 | 376,045 | 10,204,876 |
| Interest | 207,280 | 101,407 | 59,899 | 220,688 | 6,506,772 |
| Experience losses(gains) | 6,350,176 | - | - | 58,950 | 38,557,399 |
| Change of assumptions | (1,616,209) | - | - | (1,301,476) | (81,442,605) |
| Benefit payments | (1,392,431) | (80,447) | (80,472) | (310,181) | (7,959,855) |
| Net changes | <u>4,054,370</u> | <u>430,023</u> | <u>147,513</u> | <u>(955,974)</u> | <u>(34,133,413)</u> |
| Balance at September 30, 2022 | <u>\$ 13,885,965</u> | <u>\$ 4,274,549</u> | <u>\$ 2,524,886</u> | <u>\$ 9,134,772</u> | <u>\$ 247,551,883</u> |

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following table presents the total OPEB liability for each healthcare OPEB plan, as well as what each plan's total OPEB liability would be if it were calculated using a discount rate that is 1-percent lower or 1-percent higher than the current discount rate:

**PALM BEACH COUNTY, FLORIDA
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| | County | | |
|-----------------------------|--------------------------------|------------------------------|--------------------|
| | 1% Decrease | Current Discount Rate | 1% Increase |
| Total OPEB Liability | (3.02%) | (4.02%) | (5.02%) |
| | \$ 14,982,000 | \$ 13,885,965 | \$ 12,916,000 |
| | Tax Collector | | |
| | (1.43%) | (2.43%) | (3.43%) |
| Total OPEB Liability | \$ 4,650,964 | \$ 4,274,549 | \$ 3,924,153 |
| | Property Appraiser | | |
| | (1.43%) | (2.43%) | (3.43%) |
| Total OPEB Liability | \$ 2,677,879 | \$ 2,524,886 | \$ 2,378,481 |
| | Clerk & Comptroller | | |
| | (1.43%) | (2.43%) | (3.43%) |
| Total OPEB Liability | \$ 10,162,625 | \$ 9,134,772 | \$ 8,234,194 |
| | Sheriff | | |
| | (3.02%) | (4.02%) | (5.02%) |
| Total OPEB Liability | \$ 285,749,000 | \$ 247,551,883 | \$ 216,037,000 |

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability for each healthcare OPEB plan, as well as what each plans total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the assumed trend rate:

| | County | | |
|-----------------------------|--|--|--|
| | 1% Decrease | Current Rate | 1% Increase |
| | 6.0% decreasing to 3.0% over 12 years | 7.0% decreasing to 4.0% over 12 years | 8.0% decreasing to 5.0% over 12 years |
| Total OPEB Liability | \$ 12,560,000 | \$ 13,885,965 | \$ 15,478,000 |
| | Tax Collector | | |
| | 1% Decrease | Current Rate | 1% Increase |
| | 5.25% decreasing to 3.04% over 54 years | 6.25% decreasing to 4.04% over 54 years | 7.25% decreasing to 5.04% over 54 years |
| Total OPEB Liability | \$ 3,694,678 | \$ 4,274,549 | \$ 4,974,048 |

**PALM BEACH COUNTY, FLORIDA
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| Property Appraiser | | | |
|-----------------------------|--|--|--|
| | 1% Decrease | Current Rate | 1% Increase |
| | 5.25% decreasing to 3.04% over 55 years | 6.25% decreasing to 4.04% over 55 years | 7.25% decreasing to 5.04% over 55 years |
| Total OPEB Liability | \$ 2,275,093 | \$ 2,524,886 | \$ 2,812,817 |

| Clerk & Comptroller | | | |
|--------------------------------|--|--|--|
| | 1% Decrease | Current Rate | 1% Increase |
| | 6.5% decreasing to 3.0% over 53 years | 7.5% decreasing to 4.0% over 53 years | 8.5% decreasing to 5.0% over 53 years |
| Total OPEB Liability | \$ 8,045,942 | \$ 9,134,772 | \$ 10,456,207 |

| Sheriff | | | |
|-----------------------------|--|--|--|
| | 1% Decrease | Current Rate | 1% Increase |
| | 6.0% decreasing to 3.0% over 12 years | 7.0% decreasing to 4.0% over 12 years | 8.0% decreasing to 5.0% over 12 years |
| Total OPEB Liability | \$ 225,822,000 | \$ 247,551,883 | \$ 274,590,000 |

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

For the fiscal year ended September 30, 2022, these Healthcare OPEB plans recognized OPEB expense of \$18,731,870. At September 30, 2022, these plans reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

PALM BEACH COUNTY, FLORIDA
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| | Deferred Outflows of Resources | | | | |
|--|---------------------------------------|--------------------------|-------------------------------|------------------------------------|----------------------|
| | County | Tax Collector | Property Appraiser | Clerk & Comptroller | Sheriff |
| Changes of assumptions or other inputs | \$ 1,395,667 | \$ 1,675,205 | \$ 499,549 | \$ 1,772,290 | \$ 63,746,558 |
| Experience losses(gains) | 6,553,366 | - | - | 53,055 | 35,861,077 |
| Contributions subsequent to the measurement date | - | - | - | 400,986 | - |
| Total | <u>\$ 7,949,033</u> | <u>\$ 1,675,205</u> | <u>\$ 499,549</u> | <u>\$ 2,226,331</u> | <u>\$ 99,607,635</u> |

| | Deferred Inflows of Resources | | | | |
|---------------------------------------|--------------------------------------|--------------------------|-------------------------------|------------------------------------|-----------------------|
| | County | Tax Collector | Property Appraiser | Clerk & Comptroller | Sheriff |
| Change of assumptions or other inputs | \$ 1,667,941 | \$ - | \$ - | \$ 2,152,705 | \$ 85,798,223 |
| Experience losses(gains) | - | 3,006,857 | 528,101 | 524,870 | 41,088,651 |
| Total | <u>\$ 1,667,941</u> | <u>\$ 3,006,857</u> | <u>\$ 528,101</u> | <u>\$ 2,677,575</u> | <u>\$ 126,886,874</u> |

Contributions to the applicable plans subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ending September 30, 2022.

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

| | Deferred Outflows/(Inflows), net | | | | |
|----------------------------------|---|--------------------------|-------------------------------|------------------------------------|------------------------|
| | County | Tax Collector | Property Appraiser | Clerk & Comptroller | Sheriff |
| Year ending September 30: | | | | | |
| 2023 | \$ 509,872 | \$ (285,987) | \$ 254,616 | \$ (207,347) | \$ (300,452) |
| 2024 | 509,872 | (285,987) | (141,584) | (207,347) | (300,452) |
| 2025 | 509,872 | (285,987) | (141,584) | (207,345) | (300,452) |
| 2026 | 509,872 | (236,846) | | (70,780) | (300,452) |
| 2027 | 509,872 | (236,845) | - | 42,217 | (300,452) |
| Thereafter | 3,731,732 | | - | (201,628) | (25,776,979) |
| Totals | <u>\$ 6,281,092</u> | <u>\$ (1,331,652)</u> | <u>\$ (28,552)</u> | <u>\$ (852,230)</u> | <u>\$ (27,279,239)</u> |

FIRE-RESCUE UNION HEALTHCARE OPEB PLAN

Plan Description

The Fire-Rescue Union Healthcare OPEB is a defined benefit post-employment healthcare OPEB plan that provides OPEB to all eligible retired employees and their dependents. The plan is a single employer plan which is administered by the Fire-Rescue Union for the employees. The

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authority to establish and amend the benefit terms and financing requirements is granted to the Fire-Rescue Union. Florida Statute 112.0801 allows retirees (and eligible dependents) to continue participation in the group insurance plan. Assets are accumulated in a trust that meets the criteria in Paragraph 4 of GASB Statement No. 75. The Fire-Rescue Union Healthcare OPEB plan does not issue a separate standalone financial report.

The County is required, per the Collective Bargaining Agreement, to make contributions equal to 3% of the total current base annual pay plus benefits for the Fire Rescue employees. Since the plan is a trust, the County is not entitled to nor does it have the ability to otherwise access the economic resources received or held by the plan and the County has no reversionary interest in the economic resources received or held by the plan, nor is the County responsible for custody of the assets of the plan. Therefore, the plan is not reported as a fiduciary fund of the County. The Fire-Rescue Union Healthcare OPEB plan does not issue a separate standalone financial report.

Benefits provided

Retirees of the Fire-Rescue Union healthcare OPEB plan must be offered the same coverage as is offered to active employees at a premium cost of no more than the premium cost applicable for active employees which results in an implicit subsidy. In addition to the ‘implicit benefit’, the plan offers an explicit benefit. Specifically, the Fire-Rescue healthcare OPEB plan provides a subsidy that retirees can use to partially or fully offset the cost of health insurance. For employees who retired before September 27, 2005, the subsidy is a monthly benefit of \$75 plus \$12 per year of service. Unless otherwise precluded, for employees retiring on or after September 27, 2005, the subsidy is a monthly benefit of \$140 plus \$17 per year of service. This subsidy is payable for life and is assumed to remain fixed in the future. Employees who retire with at least ten years of service but before attaining normal retirement eligibility are eligible for a reduction to this benefit in the amount of 6% for each year between their age of retirement and age 55. This reduction remains fixed in the future.

Employees Covered by Benefit Terms

At September 30, 2022, the following employees were covered by the benefit terms:

| | |
|----------------------------|---------------------|
| Retirees and Beneficiaries | 699 |
| Active Members | <u>1,559</u> |
| TOTAL | <u><u>2,258</u></u> |

Net OPEB Liability

The Fire-Rescue’s net OPEB liability was measured as of September 30, 2022, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of September 30, 2022.

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Actuarial Assumptions and Other Inputs

The Fire-Rescue total healthcare OPEB liability based on the September 30, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

| | |
|----------------------------|--|
| Inflation | 3.0% |
| Salary increases | 3.5% |
| Discount rate | 4.89% |
| Healthcare cost trend rate | 7.0% to grade uniformly to 4.00% over 12-year period |
| Actuarial cost method | Entry Age Normal based on level percentage of projected salary |

Mortality rates were based on the Pub-2010 table, scaled using MP-2020 and applied on a gender-specific basis.

A formal experience study was not performed; however, the actuarial assumptions used in the specified valuation above were consistent with the FRS valuation as of July 1, 2020.

The long-term expected rate of return on the plan's investments was determined by weighting the expected future real rates of return (which included an additional 3.0% for inflation) by the target asset allocation percentage.

The real rates of return and target allocation percentage for each major asset class are summarized in the following table:

| Asset Class | Target Allocation | Returns (with inflation) * |
|-----------------------|------------------------------|-----------------------------------|
| Domestic equity | 51.3% | 15% |
| International Equity | 16.8% | 11% |
| Domestic Fixed Income | 19.3% | 4% |
| Real Return | 5.8% | 6% |
| Real Estate | 6.6% | 9% |
| Cash & Equivalents | 0.2% | 0% |
| Total | 100% | 11.0% |

* Target returns are 7%.

Discount Rate

The discount rate used to measure the total OPEB liability was 4.89%. This was based on a blend of the plan's estimated long-term rate of return and the 20-year Bond Buyer GO index.

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Changes in the Net OPEB Liability

| | Increase (Decrease) | | |
|---|---------------------------------|--|-------------------------------|
| | Total OPEB Liability | Plan Fiduciary Net Position | Net OPEB Liability |
| | (a) | (b) | (a) - (b) |
| Balances at September 30, 2021 | \$ 201,250,807 | \$ 99,103,779 | \$ 102,147,028 |
| Changes for the year: | | | |
| Service Cost | 5,001,839 | - | 5,001,839 |
| Interest | 6,860,219 | - | 6,860,219 |
| Differences between expected and actual experience | - | - | - |
| Changes in assumptions or other inputs | (35,413,330) | - | (35,413,330) |
| Contributions-employer | - | 6,742,126 | (6,742,126) |
| Net investment income | - | (16,692,990) | 16,692,990 |
| Benefit payments | (5,370,607) | (5,370,607) | - |
| Administrative expense | - | (43,103) | 43,103 |
| Net changes | (28,921,879) | (15,364,574) | (13,557,305) |
| Balances at September 30, 2022 | \$ 172,328,928 | \$ 83,739,205 | \$ 88,589,723 |

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The following presents the net OPEB liability of the Fire-Rescue Healthcare plan, as well as what the plan's net OPEB liability would be if it were calculated using a discount rate that is 1-percent lower (3.89%) or 1-percent higher (5.89%) than the current discount rate.

| | Current | | |
|---------------------------|-----------------------|----------------------|----------------------|
| | 1% Decrease | Discount Rate | 1% Increase |
| | (3.89%) | (4.89%) | (5.89%) |
| Net OPEB liability | \$ 114,151,000 | \$ 88,589,723 | \$ 67,822,000 |

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the net OPEB liability of the Fire-Rescue Healthcare plan, as well as what the plan's net OPEB liability would be if it were calculated using healthcare cost trend rates that

PALM BEACH COUNTY, FLORIDA
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were 1-percent lower (6.00 percent decreasing to 3.00 percent) or 1-percentage-point higher (8.00 percent decreasing to 5.00 percent) than the current healthcare cost trend rates:

| | Healthcare Cost Trend Rates | | |
|---------------------------|--|------------------------|------------------------|
| | 1% Decrease | Current | 1% Increase |
| | 6.00% | 7.00% | 8.00% |
| | decreasing to 3.00% | decreasing to 4.00% | decreasing to 5.00% |
| | over 12 years | over 12 years | over 12 years |
| Net OPEB liability | \$ 76,086,000 | \$ 88,589,723 | \$ 104,529,000 |

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

For the year ended September 30, 2022, the County recognized OPEB expense of \$6,682,322 regarding the Fire-Rescue Healthcare plan.

At September 30, 2022, the Fire Rescue Healthcare plan reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|---|--|
| Differences between expected and actual experience | \$ - | \$ 22,798,019 |
| Changes of assumptions | 34,777,857 | 32,153,511 |
| Net difference between projected and actual earnings on OPEB plan investments | 11,395,763 | - |
| Total | \$ 46,173,620 | \$ 54,951,530 |

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

| <u>Year ending September 30:</u> | <u>Deferred Outflows/ (Inflows), net</u> |
|---|---|
| 2023 | \$ 1,467,816 |
| 2024 | 1,029,593 |
| 2025 | 1,188,863 |
| 2026 | 3,681,043 |
| 2027 | (1,007,112) |
| Thereafter | (15,138,113) |
| | \$ (8,777,910) |

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FIRE-RESCUE SUPPLEMENTAL DISABILITY OPEB PLAN

Plan description

The Fire-Rescue's supplemental disability OPEB is a defined benefit plan, as well as a single employer plan which is administered by the Palm Beach County Fire-Rescue Department. The authority to establish and amend the benefit terms and financing requirements is granted through collective bargaining between Palm Beach County and the Professional Firefighters/Paramedics of Palm Beach County, Local 2928, IAFF, Inc. The earmarked funding, related earnings, expenditures, and administrative costs are recorded in a special revenue fund. No assets are accumulated in a trust that meets the criteria in Paragraph 4 of GASB Statement No. 75. Additionally, there are no legal documents referencing a trust. The long-term disability OPEB plan does not issue a separate standalone financial report.

Benefits Provided

The plan provides disability benefits to Firefighters and District Chiefs totally and permanently prevented from rendering useful and efficient service as a Firefighter/District Chief incurred in the line of duty.

Employees Covered by Benefit Terms

At September 30, 2022, the following employees were covered by the benefit terms:

| | |
|----------------------------|---------------------|
| Retirees and Beneficiaries | 69 |
| Active Members | <u>1,361</u> |
| TOTAL | <u><u>1,430</u></u> |

Total OPEB Liability

The total supplemental disability OPEB liability of \$29,361,484 was measured as of October 1, 2021 and was determined by an actuarial valuation as of October 1, 2021.

Actuarial Assumptions and Other Inputs

The total supplemental disability OPEB liability in the October 1, 2021 actuarial valuation was

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determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

| | |
|----------------------------|--|
| Inflation | 2.40% |
| Projected salary increases | 4.8% - 7.4% |
| Discount Rate | 2.19% |
| Actuarial Cost Method | Entry Age Normal based on level percent of pay |

The discount rate was based on the Fidelity 20-Year Municipal GO AA Index - daily rate closest or equal to but not later than the respective measurement date.

Mortality rates were based on the Pub-2010 Generational, Scale MP-2018.

The actuarial assumptions used in the specified valuation was based on the results of an actuarial experience study conducted by the Florida Retirement System as of July 1, 2020.

Changes in the Total OPEB Liability

| | Total OPEB Liability |
|---|-------------------------------------|
| Balance at September 30, 2021 | <u>\$ 25,934,433</u> |
| Changes for the year: | |
| Service cost | 111,544 |
| Interest | 609,871 |
| Differences between expected and actual experience | 3,753,380 |
| Assumption changes | 849,052 |
| Benefit payments | <u>(1,896,796)</u> |
| Net change | <u>3,427,051</u> |
| Balance at September 30, 2022 | <u><u>\$ 29,361,484</u></u> |

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Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability for the supplemental disability OPEB plan, as well as what the supplemental disability OPEB plan's total OPEB liability would be if it were calculated using a discount rate that is 1-percent lower (1.19%) or 1-percent higher (3.19%) than the current discount rate:

| | 1% Decrease (1.19%) | Current Discount Rate (2.19%) | 1% Increase (3.19%) |
|-----------------------------|--------------------------------|--|--------------------------------|
| Total OPEB liability | \$ 32,889,501 | \$ 29,361,484 | \$26,476,017 |

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

For the fiscal year ended September 30, 2022, the Fire-Rescue supplemental disability OPEB plan recognized OPEB expenses of \$2,082,723. At September 30, 2022, the supplemental disability plan reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|---|--|
| Differences between expected and actual experience | \$ 13,261,786 | \$ - |
| Changes of assumptions | 3,634,996 | 862,223 |
| Total | \$ 16,896,782 | \$ 862,223 |

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

| <u>Year ending September 30:</u> | <u>Deferred Outflows/ (Inflows), net</u> |
|---|---|
| 2023 | \$ 1,353,493 |
| 2024 | 1,353,493 |
| 2025 | 1,353,493 |
| 2026 | 1,353,493 |
| 2027 | 1,353,493 |
| Thereafter | 9,267,094 |
| | \$ 16,034,559 |

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COMPONENT UNIT – Solid Waste Authority (SWA)

Retirees of the SWA pay an amount equal to the actual premium for health insurance charged by the carrier. The premium charged includes an implied subsidy, as the amount charged for all participants (active employee or retiree) is the same, regardless of age. Under GASB 75, an implied subsidy is considered other post-employment benefits (OPEB).

Plan Description

The SWA provides a single employer defined benefit health care plan to all of its employees and the plan is administered by the SWA. The plan has no assets and does not issue a separate financial report.

Benefits Provided

The plan allows its employees and their beneficiaries, at their own cost, to obtain medical/Rx and other insurance benefits upon retirement. The benefits of the plan are in accordance with Florida Statutes, which are the legal authority for the plan.

Employees Covered by Benefit Terms

At September 30, 2022, the following employees were covered by the benefit terms:

| | |
|---|-------------------|
| Active Employees | 396 |
| Inactive employees currently receiving benefits | <u>14</u> |
| TOTAL | <u><u>410</u></u> |

Contributions

The SWA does not make direct contributions to the plan on behalf of retirees. Retirees and their beneficiaries pay the same group health rates as active employees. However, the SWA's actuaries, in their actuarial valuation, calculate an offset to the cost of these benefits as an employer contribution, based upon an implicit rate subsidy. This offset equals the total annual age-adjusted costs paid by the SWA, or its active employees, for coverage of the retirees and their dependents net of the retiree's own payments for the year.

Total OPEB Liability

The SWA's total OPEB liability of \$571,000 was measured as of September 30, 2022 and was determined by the actuarial valuation as of September 1, 2021.

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

Actuarial Assumptions and Methods

The total OPEB liability was determined using the following actuarial assumptions and other methods:

| | |
|--------------------------------|---|
| Valuation Date: | September 1, 2021 |
| Discount Rate: | 4.40% per annum, September 30, 2022 Measurement Date Source: 20-year municipal general obligation bond index rate |
| Salary Increase Rate: | 2.5% per annum |
| Inflation Rate: | 2.5% per annum |
| Census Data: | The census was provided by the SWA as of September 2022. |
| Marriage Rate: | Actual coverage status is used. |
| Spouse Age: | Spouse dates of birth were provided by the SWA. Where this information is missing, male spouses are assumed to be three years older than female spouses. |
| Medicare Eligibility: | All current and future retirees are assumed to be eligible for Medicare at age 65. |
| Actuarial Cost Method: | Entry Age Normal based on level percentage of projected salary. |
| Amortization Method: | <i>Experience/Assumptions</i> gains and losses are amortized over the closed period of 8 years starting the current fiscal year, equal to the average remaining service of active and inactive plan members (who have no future service). |
| Plan Participation Percentage: | 20% of employees are assumed to elect to participate in the plan upon retirement/disability. |
| Mortality Rates: | Pub-2010 General Employees Headcount- Weighted Mortality Projected with Fully Generational MP-2020 Mortality Improvement Scale. |

**PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

Discount Rate

The SWA does not have a dedicated Trust to pay retiree healthcare benefits. Per GASB 75, the discount rate is a yield or index rate for 20-year, tax-exempt municipal bonds. As a result, the calculation used a rate of 4.40%, as of September 30, 2022.

Changes in the Total OPEB Liability

| | Total OPEB Liability |
|--|----------------------|
| Balance at September 30, 2021 | \$ 755,000 |
| Changes for the year: | |
| Service cost | 42,000 |
| Interest cost | 13,000 |
| Differences Between expected and actual experience | (87,000) |
| Changes of assumptions and other inputs | (49,000) |
| Benefit payments | (103,000) |
| Net change in total OPEB liability | (184,000) |
| Balance at September 30, 2022 | \$ 571,000 |

Changes in Assumptions

As of September 30, 2022, all assumptions, methods, and results are based on the fiscal year 2021 GASB 75 actuarial report dated November 11, 2021. Changes to the assumptions since the actuarial report dates February 1, 2021 are as follows:

- The discount rate was updated from 2.15% to 4.40%.
- The mortality assumption was updated from PUB-2010 mortality table with generational scale MP-2019 to PUB-2010 General Employees Headcount-Weighted Mortality Projected with Fully Generational MP-2020 Mortality Improvement Scale.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the SWA, as well as what the SWA's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.40%) or 1-percentage-point higher (5.40%) than the current discount rate:

| | <u>1.0% Decrease (3.40%)</u> | <u>Discount Rate (4.40%)</u> | <u>1.0% Increase (5.40%)</u> |
|----------------------|---|---|---|
| Total OPEB Liability | \$ 594,000 | \$ 571,000 | \$ 547,000 |

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Trend Rates

The following presents the total OPEB liability of the SWA, as well as what the SWA's total OPEB liability would be if it were calculated using healthcare cost trends that are 1-percentage-point lower (5.50% decreasing to 3.04%) or 1-percentage-point higher (7.50% decreasing to 5.04%) than the current healthcare cost trend rates:

| | 1.0% Decrease (5.50% decreasing to 3.04%) | Healthcare cost Trend Rates (6.50% decreasing to 4.04%) | 1.0% Increase (7.50% decreasing to 5.04%) |
|----------------------|--|--|--|
| Total OPEB Liability | \$ <u>520,000</u> | \$ <u>571,000</u> | \$ <u>629,000</u> |

OPEB Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to OPEB

For the fiscal year ended September 30, 2022, the SWA recognized OPEB expense of \$53,000. At September 30, 2022, the SWA reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|---|--|
| Difference Between Expected and Actual Experience | \$ 47,000 | \$ 244,000 |
| Changes of Assumptions/Inputs | <u>244,000</u> | <u>49,000</u> |
| Total | <u>\$ 291,000</u> | <u>\$ 293,000</u> |

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

| <u>Year ending September 30:</u> | Deferred Outflows/ (Inflows), net |
|---|--|
| 2023 | \$ (1,300) |
| 2024 | (1,300) |
| 2025 | (1,300) |
| 2026 | (1,300) |
| 2027 | (1,300) |
| Thereafter | 4,500 |
| | <u>\$ (2,000)</u> |

**PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

12. REFUNDING OF DEBT

Advance Refundings:

There were no advanced refundings for the year ended September 30, 2022.

The amount of in-substance defeased bonds outstanding, as of September 30, 2022, consists of the following:

| <u>Bond Issues</u> | <u>Amount</u> |
|----------------------------------|----------------------------|
| Governmental Funds: | \$22,140,000 |
| Proprietary Funds: | <u>-</u> |
| Total Defeased Bonds Outstanding | <u><u>\$22,140,000</u></u> |

Current Refundings:

There were no current year refundings for the year ended September 30, 2022.

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

13. LONG-TERM DEBT

Changes in Long-Term Liabilities – The following is a summary of changes in long-term liabilities for the year ended September 30, 2022 for both governmental activities and business-type activities:

| Governmental activities: | Beginning Balance * | Additions | Reductions | Ending Balance | Due within One Year |
|--|-------------------------|-------------------------|-----------------------|-------------------------|------------------------|
| Bonds payable: | | | | | |
| General obligation bonds | \$ 35,700,000 | \$ - | \$ 9,450,000 | \$ 26,250,000 | \$ 9,880,000 |
| Notes from direct borrowings and direct placements | 50,372,911 | - | 6,986,271 | 43,386,640 | 7,160,689 |
| Non-ad valorem revenue bonds | 570,085,000 | - | 46,315,000 | 523,770,000 | 48,665,000 |
| Unamortized bond premiums | 49,035,296 | - | 5,371,134 | 43,664,162 | - |
| Total bonds payable | 705,193,207 | - | 68,122,405 | 637,070,802 | 65,705,689 |
| Notes and loans payable | 18,367,838 | 307,103 | 1,730,404 | 16,944,537 | 1,498,289 |
| Compensated absences | 219,041,975 | 87,921,976 | 76,725,651 | 230,238,300 | 11,921,809 |
| Estimated Self-Insurance liability | 293,196,520 | 87,138,988 | 122,542,191 | 257,793,317 | 23,097,852 |
| Lease liability | 9,501,581 | 198,302 | 3,054,179 | 6,645,704 | 3,110,231 |
| Sub-total | 1,245,301,121 | 175,566,369 | 272,174,830 | 1,148,692,660 | 105,333,870 |
| Net pension liability | 554,633,918 | 936,195,977 | - | 1,490,829,895 | - |
| Net OPEB liability | 434,346,881 | - | 41,348,590 | 392,998,291 | - |
| Governmental activities long-term liabilities | \$ 2,234,281,920 | \$ 1,111,762,346 | \$ 313,523,420 | \$ 3,032,520,846 | \$ 105,333,870 |

Long-term liabilities other than debt (bonds and loans) are liquidated by the governmental funds incurring the expenditure. Specifically for compensated absences, the General Fund liquidates 84%, with the Fire Rescue Special Revenue Fund liquidating 11% and the Road Program Capital Projects Fund liquidating less than 1%. The remaining 4% is liquidated by the Palm Tran Special Revenue Fund, other Special Revenue Funds, and the Internal Service Funds. For the estimated Self-Insurance liability, the General Fund liquidates 72% with the remaining 28% liquidated by the Internal Service Funds. The lease liability is liquidated 78% by the General Fund, 20% by the General Government Capital Project Fund and the remaining 2% by the Fire Rescue Special Revenue Fund. The net pension liability and net OPEB liability are liquidated in the respective General Fund, Special Revenue Fund or Internal Service Fund which incur personnel expenditures.

| Business-type activities: | Beginning Balance * | Additions | Reductions | Ending Balance | Due within One Year |
|---|------------------------|----------------------|----------------------|-----------------------|------------------------|
| Bonds payable: | | | | | |
| Revenue bonds | \$ 193,280,000 | \$ - | \$ 8,890,000 | \$ 184,390,000 | \$ 9,240,000 |
| Unamortized bond premiums | 13,255,375 | - | 1,866,686 | 11,388,689 | - |
| Total bonds payable | 206,535,375 | - | 10,756,686 | 195,778,689 | 9,240,000 |
| Notes and loans payable | 5,688,391 | - | 613,670 | 5,074,721 | 625,367 |
| Compensated absences | 4,957,164 | 417,700 | 242,625 | 5,132,239 | 517,568 |
| Lease liability | 315,693 | 62,946 | 129,635 | 249,004 | 133,035 |
| Sub-total | 217,496,623 | 480,646 | 11,742,616 | 206,234,653 | 10,515,970 |
| Net pension liability | 17,710,669 | 31,153,128 | - | 48,863,797 | - |
| Total OPEB liability | 1,564,116 | 760,855 | - | 2,324,971 | - |
| Business-type activities long-term liabilities | \$ 236,771,408 | \$ 32,394,629 | \$ 11,742,616 | \$ 257,423,421 | \$ 10,515,970 |

* Revised to include Lease Liability as a result of the implementation of GASB Statement No. 87 effective as of 10/1/21.

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

Governmental Activities General Long-Term Debt

General long-term debt, including current maturities, at September 30, 2022 consisted of the following:

General Obligation Bonds

| | |
|--|--|
| <p>\$19,530,000 General Obligation Refunding Bonds (Library District Improvement Project), Series 2010 were issued for paying and defeasing the County's outstanding General Obligation Bonds (Library District Improvement Project), Series 2003 maturing on and after July 1, 2014. The annual installments range from \$2,030,000 to \$2,090,000 through July 1, 2023, with an interest rate of 3.00% payable semi-annually on January 1 and July 1 of each year. The bonds are general obligations of the County and are payable from ad valorem revenues.</p> | <p>\$ 2,090,000</p> |
| <p>\$28,700,000 General Obligation Refunding Bonds (Recreational and Cultural Facilities), Series 2010 were issued for paying and defeasing a portion of the County's outstanding General Obligation Bonds (Recreational and Cultural Facilities), Series 2003 maturing on and after July 1, 2014 and a portion of its General Obligation Bonds (Recreational and Cultural Facilities), Series 2005 maturing on and after July 1, 2016. The annual installments range from \$1,725,000 to \$3,335,000 through July 1, 2025, with an interest rate of 5.00% payable semi-annually on January 1 and July 1 of each year. The bonds are general obligations of the County and are payable from ad valorem revenues.</p> | <p>\$ 6,870,000</p> |
| <p>\$11,865,000 General Obligation Refunding Bonds (Library District Improvement Projects), Series 2014 were issued for paying and defeasing a portion of the County's outstanding General Obligation Bonds (Library District Improvement Project), Series 2006 maturing on and after August 1, 2016. The annual installments range from \$1,375,000 to \$1,565,000 through August 1, 2025, with interest rates from 3.00% to 5.00% payable semi-annually on February 1 and August 1 of each year. The bonds are general obligations of the County and are payable from ad valorem revenues.</p> | <p>\$ 4,525,000</p> |
| <p>\$28,035,000 General Obligation Refunding Bonds (Waterfront Access Projects), Series 2014 were issued for paying and defeasing a portion of the County's outstanding General Obligation Bonds (Waterfront Access Projects), Series 2006 maturing on and after August 1, 2016. The annual installments range from \$2,865,000 to \$3,350,000 through August 1, 2026, with interest rates from 3.00% to 5.00% payable semi-annually on February 1 and August 1 of each year. The bonds are general obligations of the County and are payable from ad valorem revenues.</p> | <p>\$ 12,765,000</p> |
| <p style="text-align: center;">Total General Obligation Bonds</p> | <p style="text-align: right;"><u>\$ 26,250,000</u></p> |

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

Notes from Direct Borrowings and Direct Placements

| | |
|--|---------------|
| <p>\$11,598,107 Taxable Public Improvement Revenue Bonds (Convention Center Hotel Project), Series 2010 were issued to pay the principal on the County's Taxable Public Improvement Revenue Bond Anticipation Notes (Convention Center Hotel Project), Series 2007. The annual installments range from \$908,457 to \$1,066,262 through November 1, 2024, with an interest rate of 5.484% payable semi-annually on May 1 and November 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues.</p> | \$ 3,035,368 |
| <p>\$16,189,340 Capital Improvement Revenue Bonds (Four Points and Other Public Buildings Projects), Series 2012 was issued to pay the County's Capital Improvement Bond Anticipation Notes, Series 2009. The annual installments range from \$1,105,041 to \$1,176,435 through March 1, 2027, with an interest rate of 2.520% payable semi-annually on March 1 and September 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues.</p> | \$ 5,737,600 |
| <p>\$13,180,000 Public Improvement Revenue Bonds, (Max Planck 3 Project), Series 2013 was issued to fund the third installment of the grant to Max Planck Florida Corporation, and to pay the costs of issuing the Bond. The annual installments range from \$876,904 to \$1,039,969 through December 1, 2028, with an interest rate of 3.00% payable annually on December 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues.</p> | \$ 6,774,369 |
| <p>\$18,805,000 Public Improvement Revenue Bonds (Max Planck 3 Project), Series 2015B was issued to fund the fifth installment of the grant to Max Planck Florida Corporation, and to pay the costs of issuing the Bond. The annual installments range from \$1,900,000 to \$2,115,000 through December 1, 2025, with an interest rate of 2.73% payable semi-annually on June 1 and December 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues.</p> | \$ 8,135,000 |
| <p>\$22,540,000 Revenue Improvement Refunding Bonds (Ocean Avenue Lantana Bridge and Max Planck Florida Corporation Projects), Series 2018 was issued for paying the County's outstanding Revenue Improvement Bonds (Ocean Avenue Lantana Bridge and Max Planck Florida Corporation Projects), Series 2011. The annual installments range from \$1,1610,000 to \$1,960,000 through August 1, 2031, with an interest rate of 2.89% payable semi-annually on February 1 and August 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues.</p> | \$ 16,195,000 |

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

| | |
|--|---|
| <p>\$11,697,676 Public Improvement Revenue Note (Environmentally Sensitive Land Acquisition Project) Series 2008 was issued to pay the cost of the acquisition of environmentally sensitive land in Palm Beach County. The annual installments are \$584,884 through August 1, 2028, with a variable rate of interest in effect of 2.32% payable semiannually on February 1 and August 1 of each year. The note is not a general obligation of the County and is payable from non-ad valorem revenues.</p> | <p style="border-top: 1px solid black;">\$ 3,509,303</p> |
| <p style="padding-left: 40px;">Total Notes from Direct Borrowing and Direct Placements</p> | <p style="border-top: 1px solid black;">\$ 43,386,640</p> |

Non-Ad Valorem Bonds

\$28,075,000 Taxable Public Improvement Revenue Bonds (Convention Center Hotel Project), Series 2013 was issued for the purpose of providing funds to finance a portion of the costs of development, acquisition, construction, and equipping of a convention center hotel to be located adjacent to the County’s convention center pursuant to written agreements related to this development, and to the pay costs of issuance of the Bonds. This was partially refunded in fiscal year 2020. The annual installments range from \$620,000 to \$665,000 through November 1, 2023, with an interest rate from 3.50% to 3.75% payable semi-annually on May 1 and November 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. \$ 1,310,000

\$72,445,000 Public Improvement Revenue Refunding Bonds, Series 2014A for the purpose of providing funds to refund and redeem the following outstanding obligations of the County: (a) a portion of the callable maturities of the Palm Beach County, Florida Public Improvement Revenue Bonds, Series 2006 (Parking Facilities Expansion Project), (b) a portion of the outstanding Palm Beach County, Florida Public Improvement Revenue Refunding Bonds, Series 2007A (Biomedical Research Park Project), (c) a portion of the outstanding Palm Beach County, Florida Taxable Public Improvement Revenue Refunding Bond, Series 2007B (Biomedical Research Park Project) and (d) a portion of the callable maturities of the Palm Beach County, Florida Public Improvement Revenue Bonds, Series 2007C (Biomedical Research Park Project). Proceeds of the bonds were used to pay the cost of issuance of the bonds. The annual installments range from \$6,685,000 to \$8,570,000 through November 1, 2027, with an interest rate from 3.00% to 5.00% payable semi-annually on May 1 and November 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. \$ 46,630,000

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
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\$63,635,000 Public Improvement Revenue Refunding Bonds, Series 2015 for the purpose of providing funds to refund and redeem the following outstanding obligations of the County: (a) all of the callable maturities of the Palm Beach County, Florida Refunding Public Improvement Sunshine State Government Finance Commission, Series 2008A and (b) a portion of the outstanding Palm Beach County, Florida Public Improvement Revenue Bonds, Series 2008-2. Proceeds of the bonds will also be used to pay the cost of issuance of the Bonds. The annual installments range from \$4,830,000 to \$6,655,000 through November 1, 2028, with an interest rate from 3.00% to 5.00% payable semi-annually on May 1 and November 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. \$ 41,085,000

\$63,155,000 Public Improvement Revenue Bonds (Various Public Improvements Project) Series 2015A. The bond was issued by Palm Beach County for the purpose of providing funds for the construction of a public parking garage adjacent to the County Convention Center and the renovation of a portion of a County-owned office building. The annual installments range from \$2,640,000 to \$4,295,000 through November 1, 2035, with an interest rate from 3.00% to 4.00% payable semi-annually on May 1 and November 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. \$ 48,200,000

\$65,360,000 Public Improvement Revenue Bonds (Professional Sports Franchise Facility Project), Series 2015C was issued for the purpose of financing the cost of the construction and equipping of a professional sports franchise facility. The annual installments range from \$2,650,000 to \$3,425,000 through December 1, 2045, with an interest rate from 2.354% to 4.698% payable semi-annually on June 1 and December 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. \$ 54,670,000

\$121,035,000 Public Improvement Revenue Refunding Bonds, Series 2016 were issued for paying and defeasing the County's outstanding Public Improvement Revenue Bond, Series 2008. The annual installments range from \$4,240,000 to \$9,250,000 through May 1, 2038, with an interest rate of 5.00% payable semi-annually on May 1 and November 1 of each year. The bonds are not general obligations of the County and are payable from non-ad valorem revenues. \$ 105,255,000

\$41,830,000 Taxable Public Improvement Revenue Bond (Convention Center Project), Series 2019A was issued in Fiscal Year 2020 as a non-ad valorem bond to partially refund the Public Improvement Revenue Refunding Bonds, Series 2011 for the Convention Center Project. The annual installments range from \$495,000 to \$4,910,000 through November 1, 2030 with an interest rate of 2.00% payable semi-annually on May 1 and November 1 of each year. The bond is not a general obligation and is payable from non-ad valorem revenues. \$ 40,835,000

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
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\$25,180,000 Taxable Public Improvement Revenue Bond (Convention Center Hotel Project), Series 2019B was issued in Fiscal Year 2020 as a non-ad valorem bond to partially refund the Public Improvement Revenue Refunding Bond, Series 2013 for the Convention Center Hotel Project. The annual installments range from \$330,000 to \$1,425,000 through November 1, 2043 with an interest rate from 3.00% to 3.35% payable semi-annually on May 1 and November 1 of each year. The bond is not a general obligation and is payable from non-ad valorem revenues. \$ 24,480,000

\$51,050,000 Public Improvement Revenue Bonds (Supervisor of Elections Operations Building), Series 2021A were issued in Fiscal Year 2021 as a non-ad valorem bond to acquire, construct, develop and equip the Supervisor of Elections Operations Building and related facilities. The annual installments range from \$1,385,000 to \$3,715,000 through November 1, 2040 with an interest rate range from 4.00% to 5.00% payable semi-annually on June 1 and December 1 of each year. The bond is not a general obligation and is payable from non-ad valorem revenues. \$ 49,665,000

\$44,705,000 Taxable Public Improvement Revenue Bonds, Series 2021B were issued in Fiscal Year 2021 to finance the costs of refunding all or a portion of the County's Public Improvement Revenue Refunding Bonds, Series 2012. The annual installments range from \$1,350,000 to \$12,310,000 through November 1, 2024 with an interest rate of 3.00% payable semi-annually on June 1 and December 1 of each year. The bond is not a general obligation and is payable from non-ad valorem revenues. \$ 43,355,000

\$69,235,000 Taxable Public Improvement Revenue Bonds (Professional Sports Franchise Facility Project), Series 2021C were issued in Fiscal Year 2021 to finance the costs of refunding all or a portion of the County's Public Improvement Revenue Bonds (Professional Sports Franchise Facility Project), tax-exempt Series 2015D. The annual installments range from \$950,000 to \$2,190,000 through November 1, 2045 with an interest rate range from 1.00% to 2.75% payable semi-annually on May 1 and November 1 of each year. The bond is not a general obligation and is payable from non-ad valorem revenues. \$ 68,285,000

| | |
|---|----------------|
| Total Non-Ad Valorem Revenue Bonds | \$ 523,770,000 |
| Total Face Amount of Bonds Payable | \$ 593,406,640 |
| Unamortized bond premiums | \$ 43,664,162 |
| Total Governmental Activities Bonds Payable | \$ 637,070,802 |

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
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Notes and Loans Payable

\$2,600,000 - HUD Section 108 Loan. \$2,600,000 is authorized leaving \$0 available for future financing. The HUD Loan was obtained to provide funding for County loans to various borrowers for the Belle Glade Avenue "A" Revitalization Project. The annual installments range from \$1,000 to \$47,000 through August 1, 2033, with a variable rate of interest in effect of 2.98% payable quarterly on February 1, May 1, August 1, and November 1 of each year. The loans are general obligations of the County. The debt service will be paid using the cash flows received by the County from the sub-recipient borrowers. In the event the cash flows from the sub-recipients are not sufficient to service the HUD loans, the County is obligated to use other resources.

As of September 30, 2022 the outstanding individual loans are as follows:

| | | | |
|----|--|----|---------------|
| \$ | 199,000 - Glades Gas & Electric, 2009 | \$ | 29,000 |
| | 878,000 - Muslet Brothers, 2010 | | 360,000 |
| | 21,000 - Building 172, Belle Glade, 2012 | | 9,000 |
| | 592,000 - America's Sound, 2012 | | 282,000 |
| | 770,000 - Old City Hall - BI Development, 2013 | | 450,000 |
| | 51,000 - Building 172 Overrun, 2013 | | <u>33,000</u> |
| | | \$ | 1,163,000 |

\$13,340,000 - HUD Section 108 Loan. \$13,340,000 is authorized leaving \$0 available for future financing. The HUD Loan was obtained to provide funding for County loans to various borrowers for the Community Development Business Loan Program Project. The annual installments range from \$13,000 to \$327,000 through August 1, 2034, with a variable rate of interest in effect of 2.98% payable quarterly on February 1, May 1, August 1, and November 1 of each year. The loans are general obligations of the County. The debt service will be paid using the cash flows received by the County from the sub-recipient borrowers. In the event the cash flows from the sub-recipients are not sufficient to service the HUD loans, the County is obligated to use other resources.

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

As of September 30, 2022 the outstanding individual loans are as follows:

| | | | |
|--------------|--------------------------------------|--------------|--------------|
| \$ 5,948,000 | - Oxygen Development LLC, 2011 | \$ 2,616,000 | |
| 265,000 | - Donia Adams Roberts PA, 2011 | 112,000 | |
| 257,000 | - F&T of Belle Glade, 2011 | 104,000 | |
| 1,412,000 | - Glades Plaza Enterprises LLC, 2012 | 672,000 | |
| 473,000 | - Doctor's Scientific Organica, 2012 | 225,000 | |
| 264,000 | - Medical Career Institute, 2012 | 24,000 | |
| 244,000 | - A&E Auto Sales, 2012 | 117,000 | |
| 244,000 | - SSB Investments, 2013 | 127,000 | |
| 196,000 | - GUS Distribution Corporation, 2014 | 83,000 | |
| 179,000 | - Pinewood Cleaners Inc., 2014 | 11,000 | |
| 1,898,000 | - Critical Needs Program, 2014 | 1,348,000 | |
| | | | \$ 5,439,000 |

\$2,824,000 - HUD Section 108 Loan. \$2,824,000 is authorized leaving \$0 available for future financing. The HUD Loan was obtained to provide funding for County loans to various borrowers for the Pahokee Downtown Revitalization Project. The annual installments range from \$5,000 to \$110,000 through August 1, 2035, with a variable rate of interest in effect of 2.98% payable quarterly on February 1, May 1, August 1, and November 1 of each year. The loans are general obligations of the County. The debt service will be paid using the cash flows received by the County from the sub-recipient borrowers. In the event the cash flows from the sub-recipient are not sufficient to service the HUD loans, the County is obligated to use other resources.

As of September 30, 2022 the outstanding individual loans are as follows:

| | | | |
|------------|--|-----------|--------------|
| \$ 152,000 | - Circle S Pharmacy, 2010 | \$ 64,000 | |
| 100,000 | - Simco, 2012 | 50,000 | |
| 609,000 | - EHR Tech LLC, 2014 | 60,000 | |
| 1,963,000 | - Pahokee Revitalization Program, 2015 | 1,363,000 | |
| | | | \$ 1,537,000 |

\$10,000,000 - HUD Section 108 Loan. \$10,000,000 is authorized leaving \$0 available for future financing. The HUD Loan was obtained to provide funding for County loans to various borrowers for the Community Development Business Loan Program Project. The annual installments range from \$13,000 to \$421,000 through August 1, 2037, with a variable rate of interest in effect of 2.98 % payable quarterly on February 1, May 1, August 1, and November 1 of each year. The loans are general obligations of the County. The debt service will be paid using the cash flows received by the County from the sub-recipient borrowers. In the event the cash flows from the sub-recipient are not sufficient to service the HUD loans, the County is obligated to use other resources.

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

As of September 30, 2022, the outstanding individual loans are as follows:

| | | | |
|------------|--|------------------|--------------|
| \$ 258,000 | - Old City Hall - BI Development 2, 2014 | \$ 154,000 | |
| 7,442,000 | - Final Draw, 17 | <u>6,203,000</u> | |
| | | | \$ 6,357,000 |

\$400,000 - USDA Palm Beach County Relending Program (PBC IRP) funded by the U.S. Department of Agriculture. PBC IRP loans provide a dedicated, national source of low interest loans for use by individuals, a corporation, partnership, limited liability company, non-profit corporation, or entity with economic development projects located in the rural areas to alleviate poverty and increase economic activity and employment. The annual installments range from \$844 to \$5,065 through April 15, 2044, with an interest rate of 1.00% payable annually on April 15 of each year. The debt service will be paid using the cash flows received by the County from the sub-recipient borrowers. In the event the cash flows from the sub-recipient are not sufficient to service the USDA loans, the County is obligated to use other resources.

As of September 30, 2022 the outstanding individual loans are as follows:

| | | | |
|------------|-----------------------------------|---------------|------------|
| \$ 150,000 | - IRP BI Development Group, 2014 | \$ 120,112 | |
| 25,000 | - IRP Gus Distributing Corp, 2014 | 20,019 | |
| 150,000 | - IRP EHR LLC, 2014 | 120,112 | |
| 75,000 | - IRP PR Local Electric, 2014 | <u>60,056</u> | |
| | | | \$ 320,299 |

\$1,568,000 - HUD Section 108 Loan. \$1,568,000 is authorized leaving \$0 available for future financing. The HUD Loan was obtained to provide funding for County loans to various borrowers for the Community Development Business Loan Program Project. The annual installments range from \$14,000 to \$72,000 through August 1, 2038, with a variable rate of interest in effect of 2.98% payable quarterly on February 1, May 1, August 1, and November 1 of each year. The loans are general obligations of the County. The debt service will be paid using the cash flows received by the County from the sub-recipient borrowers. In the event the cash flows from the sub-recipients are not sufficient to service the HUD loans, the County is obligated to use other resources.

As of September 30, 2022 the outstanding loans are as follows:

| | | | |
|------------|--|------------------|--------------|
| \$ 131,000 | - Kiddie Haven Pre-School Inc., 2014 | \$ 15,000 | |
| 1,437,000 | - Economic Development Loan Project Fund, 2018 | <u>1,149,000</u> | |
| | | | \$ 1,164,000 |

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

\$1,000,000 - USDA Palm Beach County Relending Program (PBC IRP) funded by the U.S. Department of Agriculture. \$1,000,000 is authorized leaving \$0 available for future financing. PBC IRP loans provide a dedicated, national source of low interest loans for use by individuals, a corporation, partnership, limited liability company, non-profit corporation, or entity with economic development projects located in the rural areas to alleviate poverty and increase economic activity and employment. The annual installments range from \$1,777 to \$8,890 through November 21, 2047, with an interest rate of 1.00% payable annually on November 13 of each year. The debt service will be paid using the cash flows received by the County from the sub-recipient borrowers. In the event of cash flows from the sub-recipient are not sufficient to service the USDA loans, the County is obligated to use other resources.

| | | | |
|----|--|----|---------------|
| \$ | 100,000 - IRP - Glades Plaza Enterprises, LLC, 2019 | \$ | 94,839 |
| | 90,522 - IRP - Madina Sod Corporation, 2019 | | 85,850 |
| | 150,000 - IRP - ARK 305, LLC, 2020 | | 142,258 |
| | 100,000 - IRP - ARC Realty Holding LLC, 2020 | | 94,839 |
| | 34,000 - IRP - ARC Development Global LLC, 2020 | | 32,245 |
| | 29,000 - IRP - Myr's Management Services LLC, 2020 | | 27,503 |
| | 150,000 - IRP - JEM Farms, 2021 | | 142,258 |
| | 39,375 - IRP - Cutting Edge Landscape Services LLC, 2021 | | 37,343 |
| | 150,000 - IRP - Performance Napa, LLC, 2022 | | 150,000 |
| | 157,103 - IRP - Sheraton Oz Fund, LLC, 2022 | | 157,103 |
| | | | 964,238 |
| | | | \$ 16,944,537 |

Line of Credit

The County does not have any outstanding line of credit agreements.

\$ -

Arbitrage Liability

Certain County debt obligations are subject to Section 148 of the Internal Revenue Code which requires that interest earned on proceeds from tax-exempt debt be rebated to the federal government to the extent that those earnings exceed the interest cost of the related tax-exempt debt. The arbitrage rebate must be calculated and paid to the federal government every five years from the date of issue until the debt matures. The County employs a consultant to make computations on an annual basis. However, since the rebate is cumulative (excess earnings in one year can be offset with deficit earnings in another year), the annually computed estimate may change significantly (increase or decrease) before the actual due date.

\$ -

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

Compensated Absences

Compensated absences are liquidated by the governmental fund incurring the expense.

General Fund

| | | | |
|--|----|-------------|------------------|
| Board of County Commissioners | \$ | 17,585,251 | |
| Clerk & Comptroller | | - | |
| Sheriff | | 171,977,216 | |
| Tax Collector | | 143,934 | |
| Property Appraiser | | 2,583,457 | |
| Supervisor of Elections | | 270,415 | |
| Total General Fund | \$ | 192,560,273 | |
| Special Revenue Funds | | 36,215,822 | |
| Capital Project Funds | | 677,849 | |
| Internal Service Funds | | 784,356 | |
| | | | \$ 230,238,300 |
| Estimated Self-Insurance Obligation (see note on Risk Management) | | | 257,793,317 |
| Lease liability | | | 6,645,704 |
| Total governmental activities general long-term debt including current portion | | | \$ 1,148,692,660 |

Business-type Activities Long-Term Debt

Business-type long-term debt, including current portion, at September 30, 2022 consisted of the following:

Revenue Bonds

\$44,105,000 Water and Sewer Revenue Refunding Bonds, Series 2019 (FPL Reclaimed Water Project) were issued to pay the cost of refunding the County's Water and Sewer Revenue Bonds, Series 2009 (FPL Reclaimed Water Project) which financed the acquisition and construction of additions to the County's Water and Sewer System and to reimburse Florida Power and Light for costs advanced by them. The annual installments range from \$1,660,000 to \$3,455,000 through October 1, 2040, with interest rates from 2.500% to 5.000% payable semi-annually on April 1 and October 1 of each year. The bonds are not general obligations of the County and are secured by a first lien on and pledge of the net revenues of the County's Water and Sewer System and a first lien on and pledge of the connection fees. \$ 41,035,000

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

\$72,430,000 Water and Sewer Revenue Refunding Bonds, Series 2013 were issued to pay the cost of advance refunding a portion of the County's Water and Sewer Revenue Bonds, Series 2006A. The annual installments range from \$3,740,000 to \$3,900,000 through October 1, 2024, with interest rates from 4.000% to 4.500% payable semi-annually on April 1 and October 1 of each year. The bonds are not general obligations of the County and are secured by a first lien on and pledge of the net revenues of the County's Water and Sewer system and a first lien on and pledge of the connection fees. \$ 7,640,000

\$26,930,000 Water and Sewer Revenue Refunding Bonds, Series 2015 was issued to partially refund the Series 2006A Bonds through an in-substance defeasance. The Department placed into irrevocable trusts funds sufficient to meet future principal and interest payments on the defeased bonds, outstanding principal of which was \$25,300,000. The installments range from \$7,535,000 to \$8,080,000 through October 1, 2036, with an interest rate from 3.125% to 4.000% payable semi-annually on April 1 and October 1 of each year. The bonds are not general obligations of the County and are payable solely from and secured from the accounts pledged under the bond resolution. \$ 23,385,000

\$59,375,000 Water and Sewer Revenue Refunding Bonds, Series 2020 were issued to advance refund \$51,325,000 of the Series 2013 Water and Sewer Revenue Refunding Bonds maturing on or after October 1, 2024. The annual installments range from \$1,320,000 to \$5,865,000 through October 1, 2033, with an interest rate of 0.25% to 1.75% payable semi-annually on April 1 and October 1 of each year. The bonds are not general obligations of the County and are payable solely from and secured from the accounts pledged under the bond resolution. \$ 58,060,000

\$57,070,000 Airport System Revenue Refunding Bonds, Series 2016 were issued to advance refund the Airport System Revenue Bonds, Series 2006B. The annual installments range from \$2,520,000 to \$4,980,000 through October 1, 2036, with an interest rate of 5.000% payable semi-annually on April 1 and October 1 of each year. The bonds are not general obligations of the County and are payable solely from and secured from the net revenues available for Debt Service and the funds and accounts pledged under the bond resolution. \$ 54,270,000

| | |
|---|----------------|
| Total face value of Revenue Bonds Payable | \$ 184,390,000 |
| Unamortized bond premiums | 11,388,689 |
| | 11,388,689 |
| Net Revenue Bonds, Business-Type Activities | \$ 195,778,689 |

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

Notes and Loans Payable

\$9,706,342 – Florida Department of Environmental Protection Loans. These State Revolving Fund Loans were assumed by the County on May 1, 2013 under the terms of the County’s absorption of the Glades Utility Authority (GUA). The annual installments range from \$11,661 to \$245,218 through May 15, 2033, with interest rates from 1.640% to 2.820% payable semi-annually. The bonds are not general obligations of the County and are secured by a first lien on and pledge of the net revenues of the County's Water and Sewer system and a first lien on and pledge of the connection fees.

As of September 30, 2022 the outstanding loans are as follows:

| | | | |
|------------|------------------------|------------|--------------|
| \$ 430,015 | - Pahokee SRF Loan | \$ 218,903 | |
| 722,989 | - Belle Glade SRF Loan | 297,268 | |
| 6,515,388 | - Belle Glade SRF Loan | 3,249,114 | |
| 2,037,950 | - Belle Glade SRF Loan | 1,309,436 | |
| | | 1,309,436 | |
| | | | \$ 5,074,721 |

Compensated Absences

Compensated absences are liquidated by the governmental fund incurring the expense.

| | | | |
|--|----------------------------|--------------|----------------|
| Business-Type Fund | | | |
| | Water Utilities Department | \$ 3,839,074 | |
| | Department of Airports | 1,293,165 | |
| | | 5,132,239 | \$ 5,132,239 |
| Lease liability | | | 249,004 |
| Total Business-Type Activities Long-Term Debt, including current portion | | | \$ 206,234,653 |

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

Annual debt service requirements to maturity for governmental activities long-term debt are as follows:

Governmental Activities General Long-Term Debt

| Year Ending September 30 | General Obligation Bonds | | Non-Ad Valorem Revenue Bonds | | Notes from Direct Borrowings and Direct Placements | | Notes and Loans Payable | | Total |
|-----------------------------|-----------------------------|--------------|---------------------------------|----------------|---|--------------|-------------------------|--------------|----------------|
| | Principal | Interest | Principal | Interest | Principal | Interest | Principal | Interest | |
| 2023 | \$ 9,880,000 | \$ 1,014,000 | \$ 48,665,000 | \$ 18,078,427 | \$ 7,160,689 | \$ 1,218,907 | \$ 1,503,289 | \$ 479,513 | \$ 87,999,825 |
| 2024 | 6,395,000 | 561,800 | 43,370,000 | 16,819,671 | 7,339,534 | 994,397 | 1,393,290 | 435,751 | 77,309,443 |
| 2025 | 6,625,000 | 335,450 | 44,665,000 | 15,481,270 | 7,521,987 | 763,313 | 1,394,291 | 395,266 | 77,181,577 |
| 2026 | 3,350,000 | 100,500 | 33,675,000 | 14,106,421 | 6,588,486 | 556,388 | 1,395,291 | 354,751 | 60,126,837 |
| 2027 | - | - | 35,350,000 | 12,753,496 | 4,547,004 | 404,597 | 1,396,291 | 314,207 | 54,765,595 |
| 2028-2032 | - | - | 130,085,000 | 47,972,279 | 10,228,940 | 660,869 | 5,962,451 | 979,112 | 195,888,651 |
| 2033-2037 | - | - | 103,145,000 | 27,592,197 | - | - | 3,328,442 | 293,513 | 134,359,152 |
| 2038-2042 | - | - | 60,560,000 | 9,517,077 | - | - | 332,441 | 21,897 | 70,431,415 |
| 2043-2047 | - | - | 24,255,000 | 1,813,416 | - | - | 211,375 | 7,230 | 26,287,021 |
| 2048-2052 | - | - | - | - | - | - | 27,376 | 274 | 27,650 |
| Total | \$ 26,250,000 | \$ 2,011,750 | \$ 523,770,000 | \$ 164,134,254 | \$ 43,386,640 | \$ 4,598,471 | \$ 16,944,537 | \$ 3,281,514 | \$ 784,377,166 |

Annual debt service requirements to maturity for business-type activities long-term debt are as follows:

Business-type Activities Long-Term Debt

| Year Ending September 30 | Revenue Bonds | | Notes and Loans Payable | | Total |
|-----------------------------|----------------|---------------|-------------------------|------------|----------------|
| | Principal | Interest | Principal | Interest | |
| 2023 | \$ 9,240,000 | \$ 5,908,796 | \$ 625,366 | \$ 98,561 | \$ 15,872,723 |
| 2024 | 9,605,000 | 5,528,278 | 637,296 | 86,631 | 15,857,205 |
| 2025 | 9,920,000 | 5,200,521 | 649,464 | 74,463 | 15,844,448 |
| 2026 | 10,180,000 | 4,934,088 | 661,876 | 62,051 | 15,838,015 |
| 2027 | 10,455,000 | 4,646,205 | 674,535 | 49,391 | 15,825,131 |
| 2028-2032 | 57,095,000 | 18,129,014 | 1,689,789 | 92,850 | 77,006,653 |
| 2033-2037 | 71,455,000 | 7,873,653 | 136,395 | 2,891 | 79,467,939 |
| 2038-2042 | 6,440,000 | 403,819 | - | - | 6,843,819 |
| Total | \$ 184,390,000 | \$ 52,624,374 | \$ 5,074,721 | \$ 466,838 | \$ 242,555,933 |

CONDUIT DEBT

The County issues Industrial Development Bonds to provide financial assistance to not-for-profit and private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The County is not obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. During the current reporting period, three (3) series of Industrial Development Bonds were issued with an aggregate par value of \$79.5 million. As of September 30, 2022, there were fifty-nine (59) series of Industrial Development Bonds outstanding, with an estimated aggregate principal amount payable of \$1.136 billion.

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

COMPONENT UNIT – Solid Waste Authority (SWA)

Revenue Bonds Payable

Revenue bonds payable by the SWA at September 30, 2022 are summarized as follows:

| | |
|--|------------------------------|
| Direct Placement Revenue Bonds: | |
| Series 2021 | \$ 95,300,000 |
| Series 2019 | 347,605,000 |
| Revenue Bonds: | |
| Series 2017 | 62,760,000 |
| Series 2015 | 50,330,000 |
| Unamortized premium | 5,212,192 |
| Net revenue bonds payable | <u>561,207,192</u> |
| Less current maturities | <u>(48,190,000)</u> |
| Revenue bonds payable, long-term portion | <u><u>\$ 513,017,192</u></u> |

Series 2021: \$118,295,000 Solid Waste Authority of Palm Beach County Refunding Revenue Bonds, Series 2021 dated July 6, 2021. The Series 2021 Bonds, in conjunction with approximately \$2.5 million in the SWA’s Debt Service Reserve Fund and \$1.5 million from the Debt Service Fund provided funding to advance refund and defease \$119,055,000 of the SWA’s outstanding Refunding Revenue Bonds, Series 2011 and pay the cost of Issuance of the Series 2021 Bonds.

Interest on the Series 2021 Bonds is payable semiannually on April 1st and October 1st and principal payments are due on October 1st, with the final payment due on October 1, 2025.

The debt service requirements and interest rates of the Series 2021 Bonds are as follows:

| Year Ending September 30 | Interest Rate % | Principal | Interest | Total |
|-----------------------------|--------------------|----------------------|---------------------|----------------------|
| 2023 | 0.67 | \$ 22,880,000 | \$ 561,527 | \$ 23,441,527 |
| 2024 | 0.67 | - | 484,924 | 484,924 |
| 2025 | 0.67 | 32,820,000 | 375,043 | 33,195,043 |
| 2026 | 0.67 | 39,600,000 | 132,581 | 39,732,581 |
| | | <u>\$ 95,300,000</u> | <u>\$ 1,554,075</u> | <u>\$ 96,854,075</u> |

On June 16, 2022, the SWA deposited approximately \$23.0 million of available SWA monies into an escrow account to defease \$22,995,000 of Series 2021 Refunding Revenue Bonds that have a scheduled maturity date of October 1, 2023.

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
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Series 2019: \$347,605,000 Solid Waste Authority of Palm Beach County Refunding Revenue Bonds, Series 2019 dated February 20, 2019. The Series 2019 Bonds provided funding to purchase U.S. Treasury Securities that were placed in an irrevocable trust to (i) pay the interest coming due on the Series 2019 Bonds through October 1, 2021 (the “Crossover Date”), (ii) on the Crossover Date, retire \$336,665,000 of SWA’s outstanding Refunding Revenue Bonds, Series 2011 maturing on October 1, 2031, and (iii) pay costs of issuing the Series 2019 Bonds. As a result, the Series 2011 Bonds will not be defeased at the time of issuance of the Series 2019 Bonds and will remain outstanding for all purposes until the Crossover Date. On the Crossover Date, the Series 2019 Bonds, in conjunction with approximately \$6.4 million in SWA’s Debt Service Reserve Fund provided funding to advance refund and defease \$343,075,000 of the SWA’s outstanding Refunding Revenue Bonds, Series 2011 on which date the Series 2011 Bonds were redeemed and discharged. The Series 2019 Bonds were initially issued at the Taxable Interest Rate of 3.65%. On or prior to the Crossover Date, SWA obtained and provided to the registered owners of the Series 2019 Bonds an unqualified opinion of bond counsel to the effect that as of the Crossover Date the interest thereafter payable on the Series 2019 Bonds is excluded from the gross income of the holders thereof for federal income tax purposes, then after the Crossover Date Series 2019 Bonds shall bear interest at the Tax-Exempt Interest Rate of 2.88%.

The advance refunding of the Series 2011 Bonds by the SWA reduced its aggregate debt service payments by approximately \$44,364,596 over the life of the bonds and produced an economic gain (the difference between the present values of the old and new debt service payments) of approximately \$35,494,113.

Interest on the Series 2019 Bonds is payable semiannually on April 1st and October 1st and principal payments are due on October 1st, with the final payment due on October 1, 2031.

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

The debt service requirements and interest rates of the Series 2019 Bonds are as follows:

| Year Ending September 30 | Interest Rate % | Principal | Interest | Total |
|-----------------------------|--------------------|-----------------------|----------------------|-----------------------|
| 2023 | 2.88 | \$ 1,780,000 | \$ 9,985,392 | \$ 11,765,392 |
| 2024 | 2.88 | 1,845,000 | 9,933,192 | 11,778,192 |
| 2025 | 2.88 | 1,910,000 | 9,879,120 | 11,789,120 |
| 2026 | 2.88 | 1,980,000 | 9,823,104 | 11,803,104 |
| 2027 | 2.88 | 39,875,000 | 9,220,392 | 49,095,392 |
| 2028 | 2.88 | 46,700,000 | 7,973,712 | 54,673,712 |
| 2029 | 2.88 | 49,390,000 | 6,590,016 | 55,980,016 |
| 2030 | 2.88 | 65,605,000 | 4,934,088 | 70,539,088 |
| 2031 | 2.88 | 68,010,000 | 3,010,032 | 71,020,032 |
| 2032 | 2.88 | 70,510,000 | 1,015,341 | 71,525,341 |
| | | <u>\$ 347,605,000</u> | <u>\$ 72,364,389</u> | <u>\$ 419,969,389</u> |

Series 2017: \$107,985,000 Solid Waste Authority of Palm Beach County Refunding Revenue Bonds, Federally Taxable Series 2017 dated August 30, 2017. The Series 2017 Bonds, in conjunction with approximately \$16.2 million in the SWA's Debt Service Reserve Fund and \$2.3 million from the Debt Service Fund provided funding to advance refund and defease \$104,280,000 of the SWA's outstanding Improvement Revenue Bonds, Series 2009 and pay the cost of issuance of the Series 2017 Bonds.

Interest on the Series 2017 Bonds is payable semiannually on April 1st and October 1st and principal payments are due on October 1st, with the final payment due on October 1, 2024.

The debt service requirements and interest rates of the Series 2017 Bonds are as follows:

| Year Ending September 30 | Interest Rate % | Principal | Interest | Total |
|-----------------------------|--------------------|----------------------|---------------------|----------------------|
| 2023 | 2.28 | \$ 23,530,000 | \$ 1,254,428 | \$ 24,784,428 |
| 2024 | 2.44 | 24,135,000 | 691,869 | 24,826,869 |
| 2025 | 2.64 | 15,095,000 | 198,952 | 15,293,952 |
| | | <u>\$ 62,760,000</u> | <u>\$ 2,145,249</u> | <u>\$ 64,905,249</u> |

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

Series 2015: \$50,330,000 Solid Waste Authority of Palm Beach County Refunding Revenue Bonds, Series 2015 dated February 19, 2015. The Series 2015 Bonds, in conjunction with approximately \$83.8 million in the SWA's 2008B Project Account, \$3.0 million from the 2008B Interest Account, and \$6.2 million from the Debt Service Reserve Fund provided funding to advance refund and defease all of the SWA's outstanding Improvement Revenue Bonds, Series 2008B and pay the cost of issuance of the Series 2015 Bonds.

Interest on the Series 2015 Bonds is payable semiannually on April 1st and October 1st and principal payments are due on October 1st, with the final payment due on October 1, 2028.

The debt service requirements and interest rates of the Series 2015 Bonds are as follows:

| Year Ending September 30 | Interest Rate % | Principal | Interest | Total |
|-----------------------------|--------------------|---------------|---------------|---------------|
| 2023 | 5.00 | \$ - | \$ 2,516,500 | \$ 2,516,500 |
| 2024 | 5.00 | - | 2,516,500 | 2,516,500 |
| 2025 | 5.00 | - | 2,516,500 | 2,516,500 |
| 2026 | 5.00 | 10,870,000 | 2,244,750 | 13,114,750 |
| 2027 | 5.00 | 11,525,000 | 1,684,875 | 13,209,875 |
| 2028 | 5.00 | 12,130,000 | 1,093,500 | 13,223,500 |
| 2029 | 5.00 | 15,805,000 | 395,125 | 16,200,125 |
| | | \$ 50,330,000 | \$ 12,967,750 | \$ 63,297,750 |

Series 2011: \$599,860,000 Solid Waste Authority of Palm Beach County Refunding Revenue Bonds, Series 2011 dated October 26, 2011. The Series 2011 Bonds, in conjunction with the refunded Series 2010 Bonds, provided funding for the acquisition and construction of the Renewable Energy Facility #2 (REF #2) mass burn facility, funding for the corresponding Debt Service Reserve Account, and funds for the cost of issuance of the Series 2011 Bonds.

Interest on the Series 2011 Bonds was payable semi-annually on April 1st and October 1st and principal payments were due on October 1st.

DEFEASED DEBT

On September 1, 2016 SWA deposited approximately \$7.5 million of available SWA monies into an escrow account to defease \$735,000 of 2011 Refunding Revenue Bonds that have a scheduled maturity date of October 1, 2025 and to defease \$5,450,000 of 2011 Refunding Revenue Bonds that have a schedule maturity date of October 1, 2031 for a total defeasance of \$6,185,000 of 2011 Refunding Revenue Bonds.

On July 6, 2021, the proceeds of the sale of the Series 2021 Bonds, together with funds contributed by the SWA, after payment of costs of issuance, were deposited into the Series 2011 special fund, an irrevocable escrow fund with an independent trustee created under the Indenture. The trustee of the Special Fund invested the amounts on deposit in cash and U.S. Government Securities to

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

provide for refunding all future debt service payments when due. As a result, the \$119,055,000 of the Series 2011 Bonds are considered to be “defeased” and do not constitute a debt or indebtedness of the SWA, nor is the SWA obligated for repayment of these bonds.

On October 1, 2021, funds held in escrow will refund Series 2011 Refunding Revenue Bonds in the amount of \$336,665,000 and \$6,140,000 of the Series 2011 Refunding Revenue Bonds were called using the SWA’s debt service reserve fund. The total outstanding principal balance of \$363,415,000 for the Series 2011 Bonds were retired October 1, 2021, which included a principal payment of \$20,340,000. As a result, the \$343,075,000 of the Series 2011 Bonds are considered to be “defeased” and do not constitute a debt or indebtedness of the SWA, nor is the SWA obligated for repayment of these bonds.

In accordance with the requirements of the bond documents, revenues are first applied to the Operating Account in an amount sufficient to cover operating expenses. Revenues are next used for the required payments of principal and interest on the outstanding revenue bonds and then the subordinated indebtedness. Revenues are next used to fund the operating reserve and then for the renewal, replacement and capital improvement of the solid waste system. Remaining revenues are deposited in the General Reserve Account.

The Series 2021 Bonds include a provision that outstanding payments in default on this Bond shall bear interest at a rate of 3% above the current Interest Rate on this Bond; provided upon the occurrence of a payment default longer than 90 days, the outstanding principal on this Bond shall bear interest at a rate 3% above the current Interest Rate until such payment default has been cured.

The Series 2019 Bonds include a provision that during the continuance of an event of default or rating event, at the option of the Registered Owner, exercised in writing delivered by it to the Authority, the Interest Rate shall be increased to 12% per annum. If any payment due is not paid within fifteen days after the due date, SWA shall pay the Registered Owner on demand a rate equal to 4% of the overdue payment.

All other revenue bonds include a provision in the event of default that either the Trustee or the Holders of not less than twenty-five percent (25%) in principal amount of the bonds outstanding shall declare the principal of all the bonds then outstanding, and accrued interest thereon, to be due and payable immediately. If an event of default is not remedied, then SWA, upon the demand of the Trustee, will pay the net revenues pledged by the bond covenants to the Trustee.

The Series 2011 Bonds includes an Extraordinary Optional Redemption clause allowing for redemption of prior to maturity at a redemption price of one hundred percent (100%) of the principal amount, plus accrued interest, if any, to the redemption date, in whole or in part at any time, in the event of damage, condemnation or loss of title of the REF#1 and REF#2 renewable energy facilities.

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

Annual Maturities: Maturities for the outstanding bonds of the SWA are as follows:

| Year Ending September 30, | Revenue Bonds | | |
|------------------------------|-----------------------|----------------------|-----------------------|
| | Principal | Interest | Total |
| 2023 | \$ 23,530,000 | \$ 3,770,928 | \$ 27,300,928 |
| 2024 | 24,135,000 | 3,208,369 | 27,343,369 |
| 2025 | 15,095,000 | 2,715,452 | 17,810,452 |
| 2026 | 10,870,000 | 2,244,750 | 13,114,750 |
| 2027 | 11,525,000 | 1,684,875 | 13,209,875 |
| 2028-2029 | 27,935,000 | 1,488,625 | 29,423,625 |
| | <u>\$ 113,090,000</u> | <u>\$ 15,112,999</u> | <u>\$ 128,202,999</u> |

Series 2021 and Series 2019 Refunding Revenue Bonds
Direct Placement

| Year Ending September 30, | Series 2021 and Series 2019 Refunding Revenue Bonds Direct Placement | | |
|------------------------------|---|----------------------|-----------------------|
| | Principal | Interest | Total |
| 2023 | \$ 24,660,000 | \$ 10,546,919 | \$ 35,206,919 |
| 2024 | 1,845,000 | 10,418,116 | 12,263,116 |
| 2025 | 34,730,000 | 10,254,163 | 44,984,163 |
| 2026 | 41,580,000 | 9,955,685 | 51,535,685 |
| 2027 | 39,875,000 | 9,220,392 | 49,095,392 |
| 2028-2032 | 300,215,000 | 23,523,189 | 323,738,189 |
| | <u>\$ 442,905,000</u> | <u>\$ 73,918,464</u> | <u>\$ 516,823,464</u> |

Interest Expense: Total interest costs incurred on all SWA debt for the year ended September 30, 2022 was \$12,777,339. For the year ended September 30, 2022, net interest costs (net of revenue on construction funds of \$85,946) \$12,691,393 was expensed.

Defeased Bonds: In 2015, the SWA defeased \$131,565,000 of Revenue Bonds, Series 2008B by placing cash in an irrevocable escrow fund to provide for all future debt service payments on these bonds. At September 30, 2021, defeased Series 2008B Revenue Bonds totaling \$131,565,000 remain outstanding. In 2016, the SWA defeased \$80,760,000 of Revenue Bonds, Series 2009 by placing cash in an irrevocable escrow fund to provide for all future debt service payments on these bonds and in 2017, the SWA defeased \$104,280,000 of Revenue Bonds, Series 2009 by placing cash in an irrevocable escrow fund to provide for all future debt service payments on these bonds. At September 30, 2021, defeased Series 2009 Revenue Bonds totaling \$146,610,000 remain outstanding. In 2016, the SWA defeased \$6,185,000 of Refunding Revenue Bonds, Series 2011 by placing cash in an irrevocable escrow fund to provide for all future debt service payments on these bonds and in 2021, the SWA defeased \$119,055,000 of Refunding Revenue Bonds, Series 2011 by placing cash in an irrevocable escrow fund to provide for all future debt service payments on these bonds. At

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

September 30, 2021, defeased Series 2011 Refunding Revenue Bonds totaling \$125,240,000 remain outstanding. In 2020, the SWA defeased \$22,975,000 of Refunding Revenue Bonds, Series 2017 by placing cash in an irrevocable escrow fund to provide for all future debt service payments on these bonds. At September 30, 2022, defeased Series 2011 Refunding Revenue Bonds totaling \$22,995,000 remain outstanding.

Changes in Noncurrent Liabilities

Changes in long-term debt for the year ended September 30, 2022 are summarized as follows:

| September 30, 2022 | Beginning Balance | Increases | Decreases & Retirements | Ending Balance | Due within One Year |
|--|-------------------------|----------------------|----------------------------|-----------------------|------------------------|
| Compensated absences | \$ 6,036,871 | \$ 3,378,683 | \$ (3,489,567) | \$ 5,925,987 | \$ 458,671 |
| Lease liability (1) | - | 2,516,013 | (414,855) | 2,101,158 | 176,292 |
| Net pension liability | 15,825,370 | 20,273,921 | - | 36,099,291 | - |
| Total other postemployment liability | 755,000 | 55,000 | (239,000) | 571,000 | - |
| Advance capacity payment | 38,135,285 | - | (2,981,260) | 35,154,025 | 2,981,260 |
| Landfill closure and postclosure care costs | 54,529,933 | - | (1,572,650) | 52,957,283 | - |
| Notes and bonds from direct borrowings and placements: | | | | | |
| Revenue Bond, Series 2019 | 347,605,000 | - | - | 347,605,000 | 1,780,000 |
| Revenue Bond, Series 2021 | 118,295,000 | - | (22,995,000) | 95,300,000 | 22,880,000 |
| Revenue bonds: | | | | | |
| Series 2017 | 62,760,000 | - | - | 62,760,000 | 23,530,000 |
| Series 2015 | 50,330,000 | - | - | 50,330,000 | - |
| Series 2011 | 363,415,000 | - | (363,415,000) | - | - |
| Totals | <u>\$ 1,057,687,459</u> | <u>\$ 26,223,617</u> | <u>\$ (395,107,332)</u> | 688,803,744 | <u>\$ 51,806,223</u> |
| Unamortized premium | | | | 5,212,192 | |
| Current maturities | | | | <u>(51,806,223)</u> | |
| Net long-term debt | | | | <u>\$ 642,209,713</u> | |

(1) Restatement for the implementation of GASB 87 as of October 1, 2021 related to the lease liability was deemed insignificant. The changes in the lease liability summarized above reflect the increases and decreases presented for the implementation of GASB 87 in the fiscal year ended September 30, 2022.

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

14. PLEDGED REVENUES

The County has pledged a portion of future non-ad valorem revenues to repay \$567.2 million in revenue bonds, notes and loans issued between November 13, 2008 and February 13, 2020. A ten-year history of the pledged revenues is reported in Statistical Table X. Proceeds from the debt provided financing for capital additions, improvements, and expansion of County facilities, equipment and infrastructure. The bonds are payable solely from available non-ad valorem revenues and are payable through December 1, 2045. Total principal and interest remaining to be paid on the bonds is \$735.9 million with annual requirements ranging from \$75.1 million in fiscal year 2023 decreasing to \$5.8 million in fiscal year 2046. The pledged non-ad valorem revenues, from which the appropriations will be made, have averaged \$431 million per year over the last 10 years. Principal and interest paid for the current year and total pledged non-ad valorem revenues were \$75.1 million and \$528.3 million, respectively.

The County has pledged future airport revenues net of specified operating expenses to repay \$54.3 million in airport revenue bonds issued between May 17, 2006 and July 26, 2016. Proceeds from the bonds provided financing for the addition, improvements and expansion of the airport facilities, equipment and infrastructure. The bonds are payable solely from the airport net revenues and are payable through October 1, 2036. Total principal and interest remaining to be paid on the bonds is \$77.1 million with annual requirements ranging from \$5.2 million in fiscal year 2023 decreasing to \$5.1 million in fiscal year 2035. Annual principal and interest payments on the bonds are expected to require less than 18% of projected future net revenues. Principal and interest paid for the current year and net operating income before interest expense were \$5.1 million and \$47.7 million, respectively.

The County has pledged future water utility revenues net of specified operating expenses to repay \$135.1 million in water and sewer revenue bonds issued between February 27, 2013 and November 26, 2019. Proceeds from the bonds provided financing for the addition, improvements and expansion of the water and sewer facilities, equipment and infrastructure. The bonds are payable solely from the water utility net revenues and are payable through October 1, 2040. Total principal and interest remaining to be paid on the bonds is \$165.5 million with annual requirements ranging from \$0.1 million in fiscal years 2039 and 2040 to \$11.4 million in fiscal year 2035. Annual principal and interest payments on the bonds are expected to require less than 25% of projected future net revenues and connection fees. Principal and interest paid for the current year and utility system net revenues and connection fees were \$11.0 million and \$103.5 million, respectively.

15. TAX ABATEMENTS

Economic Development Tax Exemption

Palm Beach County enters into property tax abatement agreements with local businesses under Ordinance 2013-022, the “Economic Development Ad Valorem Tax Exemption Ordinance of Palm Beach County, Florida”. Article VII, Section 3, of the Constitution of the State of Florida and Section 196.1995, Florida Statutes, empowers the County to grant economic development ad valorem tax exemptions after the electors of the County authorized such exemptions in a

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

referendum held in November 2012. These ad valorem exemptions apply to new businesses relocating to Palm Beach County as well as to the expansions of businesses already situated in the County. The exemption applies only to taxes levied by Palm Beach County. The exemption does not apply to taxes levied by a municipality, school district, or water management district. This ordinance will expire August 31, 2024.

A business granted an exemption for improvements to real and/or tangible personal property must have a positive economic impact on the County's economy, including the creation and maintenance of new full-time jobs. Retail operations are ineligible for ad valorem tax exemptions. For any year that taxes may have been exempted and the County finds that the business was not entitled to the exemption, such taxes may be recovered, and the Property Appraiser will assist the Board to recover any taxes exempted.

Any exemption granted may apply up to one hundred (100%) percent of the assessed value of all improvements to real property made by or for the use of a new business and of all tangible personal property of such new business, or up to one hundred (100%) of the assessed value of all added improvements to real property made to facilitate the expansion of an existing business and of the net increase in all tangible personal property acquired to facilitate such expansion of an existing business, provided that the improvements to real property are made or the tangible personal property is added or increased on or after the effective date of the ordinance specifically granting a business an exemption.

For the fiscal year ended September 30, 2022, the County abated property taxes totaling \$747,979 under this program.

Historic Property Tax Exemption

Article VII, Section 3 of the Florida Constitution authorizes counties and municipalities to grant a partial ad-valorem tax exemption to owner(s) of historic properties for improvements to such properties which are the result of the restoration, renovation or rehabilitation of historic properties. On October 17, 1995, the Board of County Commissioners (BCC) adopted a historic property tax exemption ordinance, Ordinance No. 95-41, applicable countywide. The ordinance allows a qualifying local government to enter into an inter-local agreement with the County to perform review functions necessary to implement the ordinance within its municipal boundary. Currently, the following municipalities participate in the program, the cities of Boynton Beach, Delray Beach, Lake Park, Lake Worth Beach, West Palm Beach, and the Town of Palm Beach.

As a result, the BCC approved an ad-valorem tax exemption to property owners for a ten (10) year period on that portion of ad-valorem County taxes levied on the increase in assessed value resulting from the renovation, restoration, and rehabilitation of qualifying properties. Properties must meet the requirements for tax exemption under Section 196.1997, Florida Statutes. Prior to the ad-valorem exemption being effective, the property owners must execute and record a restrictive covenant in the form established by the State of Florida, Department of State, Division of Historical Resources, requiring the qualifying improvements be maintained during the period that the tax exemption is granted.

In the event of the non-performance or violation of the maintenance provision of the covenant by the owner or any successor-in-interest during the term of the covenant, the Local Historic

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

Preservation Office will report such violation to the Property Appraiser and Tax Collector who shall take action pursuant to s. 196.1997 (7), F.S. The Owner shall be required to pay the difference between the total amount of taxes which would have been due in March in each of the previous years in which the covenant was in effect had the property not received the exemption and the total amount of taxes actually paid in those years, plus interest on the difference calculated as provided in s. 212.12 (3) F.S.

For the fiscal year ended September 30, 2022, the County abated property taxes totaling \$494,954 under this program.

16. COMMITMENTS

Outstanding Purchase Orders and Contracts

Purchase orders and contracts (including construction contracts) had been executed, but goods and services were not received in the amounts shown below as of September 30, 2022:

| Governmental Activities: | Amount |
|--|----------------|
| Major funds: | |
| General Fund | \$ 11,154,306 |
| Palm Tran | 22,093,177 |
| Fire Rescue Special Revenue Fund | 22,377,261 |
| COVID-19 | 8,852,957 |
| Road Program Capital Projects Fund | 90,328,584 |
| General Government Capital Projects Fund | 114,890,449 |
| Total major funds | 269,696,734 |
| Nonmajor governmental activities | 79,694,697 |
| Total governmental activities | 349,391,431 |
| Business-type Activities: | |
| Airports | 49,114,974 |
| Water Utilities | 137,883,000 |
| Total business-type activities | 186,997,974 |
| Total commitments | \$ 536,389,405 |

Because the budget authority for these amounts lapses at fiscal year-end, they are not reported as either encumbrances or liabilities in the financial statements. Funds are appropriated at the beginning of each fiscal year to provide for these commitments. These amounts are presented as restricted, committed, or assigned in the Statement of Net Position or Balance Sheets, as appropriate, based on the purpose of the funding.

PALM BEACH COUNTY, FLORIDA
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SEPTEMBER 30, 2022

County Home

The County has an inter-local agreement with the Palm Beach County Health Care District (the District) regarding the Medicaid Match and the County Home and General Care Facility (County Home). The agreement ends in July 2035 and provides that the County will make a fixed annual payment of \$15 million to the District in exchange for the District's agreement to operate and manage the County Home and to pay 100% of the Medicaid Match funding as required by the State for hospital and nursing home care.

Tri-County Commuter Rail Authority

Pursuant to Chapter 343 of the Florida Statutes, the South Florida Regional Transportation Authority (SFRTA) was created and established as an agency of the State to own, operate, maintain, and manage a transit system in the tri-county area of Miami-Dade, Broward, and Palm Beach Counties.

A state-authorized, local option recurring funding source available to the tri-counties is directed to SFRTA to fund its capital, operating, and maintenance expenses if the counties dedicate and transfer annually not less than \$2.67 million. In addition, each county shall continue to annually fund the operations of SFRTA in an amount not less than \$1.565 million. The total annual commitment for Palm Beach County is \$4.235 million.

COMPONENT UNIT - Solid Waste Authority (SWA)

Contract Commitments: SWA had outstanding purchase commitments for various equipment, goods and services totaling approximately \$12.3 million at September 30, 2022.

Inter-local Agreement: SWA entered into an inter-local agreement with Palm Beach County to provide funding for a hazardous materials emergency response team to provide regional hazardous materials investigation and mitigation services through the fiscal year ending September 30, 2022 and entered into a new agreement with Palm Beach County to provide funding for a hazardous materials emergency response team to provide regional hazardous materials investigation and mitigation services through the fiscal year ending September 30, 2032.

SWA paid \$2,454,914 for 2022. SWA is required to pay \$2,528,561 under the new agreement for the fiscal year ended September 30, 2023. The amount due each year can increase up to 3% per year.

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

Landfill Closure and Post-closure Care Costs

The SWA operated one active landfill site for the year ended September 30, 2022. In addition, the SWA is responsible for two landfill sites closed after 1991 and three landfill sites closed prior to 1991. State and federal laws and regulations require the SWA to place a final cover on its operating landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at that and other landfill sites closed after 1991, for thirty years after closure. Although the majority of closure and post-closure care costs will be paid near or after the date that the operating landfill stops accepting waste, the SWA reports a portion of these closure and post-closure care costs as an operating expense in each period based on landfill capacity used as of each statement of net position date. For the fiscal year ending 2022, pursuant to Rule 62-701.630, Florida Administrative Code, the SWA is no longer required to demonstrate financial assurance for long-term care of the Dyer Boulevard Landfill.

Landfill closure and post-closure care liabilities at September 30, 2022 are as follows:

| | |
|--|----------------------|
| Accrued closure and postclosure care costs | \$ 52,957,283 |
| Total Accrued Landfill Closure Costs | <u>\$ 52,957,283</u> |

The \$52,957,283 of accrued closure and postclosure care liabilities at September 30, 2022 represents the cumulative cost based on the use of 46.8% of the estimated capacity of the operating landfill. The SWA will recognize the remaining estimated cost of closure and postclosure care of approximately \$80.2 million for the operating landfill as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and post-closure care in 2022. Based on current demographic information and engineering estimates of landfill consumption, the SWA expects to close the landfill in approximately 2054. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

The SWA is required by state laws and regulations to make annual contributions to an escrow account to finance all closure costs and one year of postclosure care for landfills closed after 1991. The SWA is in compliance with these requirements, and at September 30, 2022 cash and cash equivalents of \$41,179,935 were held for these purposes and exceeds the minimum required escrow amount as shown on the next page. These amounts are reported as noncurrent restricted assets on the statements of net position. The SWA expects that future inflation costs will be paid from interest earnings on these invested amounts and subsequent annual contributions.

However, if interest earnings are inadequate or additional closure or postclosure care requirements are determined (due to changes in technology or applicable laws or regulations), these costs may need to be covered by charges to future users of the solid waste system or from future non-ad valorem assessments.

**PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022**

At September 30, 2022, the statutorily required escrow account balances were as follows:

| Site | |
|----------------------|---------------|
| Site 7 closure costs | \$ 31,837,738 |
| | \$ 31,837,738 |

State laws and regulations specify that required landfill escrow account balances must be calculated using either the “Pay-in” or the “Balance” method, as they are statutorily defined. During 2006 the SWA changed from the Pay-in method to the Balance method. The SWA will be required to continue using the Balance method through the remaining design life of the Site 7 landfill. Although the SWA is not legally required by state or federal laws and regulations to provide funding for the landfill sites closed prior to 1991, the SWA has accepted financial responsibility for these sites. The annual long-term care funding requirements for these sites were not estimated or accrued at September 30, 2022; however, management does not believe that the annual costs are material to the SWA, and these costs will be adequately funded through future, annual operating budgets.

17. CONTINGENCIES

Litigation

The County is involved in various lawsuits arising in the ordinary course of operations. Where it has been determined that a loss is probable related to these matters, a liability has been recorded in our self-insurance obligations. In addition, the County is involved with other matters the outcome of which is not presently determinable; it is the opinion of management of the County, based upon consultation with legal counsel, that the outcome of these matters would not have a material adverse effect on the financial position of the County.

State and Federal Grants

Grant monies received and disbursed by the County are for specific purposes and are subject to audit by the grantor agencies. Such audits may result in requests for reimbursements due to disallowed expenditures. Based upon prior experience, management does not believe that such disallowances, if any, would have a material adverse effect on the financial position of the County.

COMPONENT UNIT - Solid Waste Authority (SWA) - Environmental Liabilities:

SWA, in cooperation with other state and local regulatory agencies, maintains an extensive monitoring program for potential environmental contaminants at each of its sites and facilities. These monitoring programs have not identified any contaminants caused by landfill leachate or other operations of SWA. In the event that any environmental contaminants are identified, SWA may be financially responsible for the environmental assessment and cleanup costs, as well as potential fines imposed by governmental regulatory agencies.

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

18. DEFICIT FUND BALANCE

Major Governmental Funds – The Palm Tran Special Revenue Fund has a deficit fund balance of \$18,835,195 as of September 30, 2022. This deficit is due to delays in receipt of intergovernmental (grant) revenue in fiscal year 2022. Palm Tran management has reported it is a timing issue related to the filing of applications for certain formula-based grants and that additional intergovernmental grant revenue is anticipated to be received by the third quarter of fiscal year 2023 which will alleviate this deficit.

19. RESTATEMENTS

Restatement for Adoption of New Accounting Standards

The County implemented GASB Statement No. 87, “Leases” during the fiscal year ended September 30, 2022. This Statement recognizes a lease asset based on the value of the County’s exclusive use of equipment leased along with a liability for future lease payments. The County also implemented GASB Statement No. 89, “Accounting for Interest Cost Incurred before the End of a Construction Period”. This Statement requires all interest costs incurred during a fiscal year be recognized as expense, whereas a portion of interest expense was capitalized to construction in progress. As a result of the implementations of these two statements, the County was required to restate beginning Net Position in the Government-Wide Financial Statements and the Proprietary Fund financial statements. Accordingly, beginning Net Position has been restated as follows:

Entity-Wide Financial Statements:

| | Primary Government | | TOTAL |
|---|----------------------------|-----------------------------|-------------------------|
| | Governmental Activities | Business-Type Activities | |
| Net position, as originally reported, October 1, 2021 | \$1,893,479,976 | \$ 2,008,463,057 | \$ 3,901,943,033 |
| Effect of adoption of new GASB Standards | - | (22,545) | (22,545) |
| Net position, as restated, October 1, 2021 | <u>\$1,893,479,976</u> | <u>\$ 2,008,440,512</u> | <u>\$ 3,901,920,488</u> |

PALM BEACH COUNTY, FLORIDA
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2022

Proprietary Fund Financial Statements:

| | Business-Type Activities | | |
|---|--------------------------|-------------------------|-------------------------|
| | Airports | Water Utilities | TOTAL |
| Net position, as originally reported, October 1, 2021 | \$544,832,549 | \$ 1,443,084,036 | \$ 1,987,916,585 |
| Effect of adoption of new GASB Standards | 1,091,233 | (1,113,778) | (22,545) |
| Net position, as restated, October 1, 2021 | <u>\$545,923,782</u> | <u>\$ 1,441,970,258</u> | <u>\$ 1,987,894,040</u> |



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REQUIRED SUPPLEMENTARY INFORMATION

The Required Supplementary Information subsection includes the following schedules:

PENSION

Palm Beach County and the Solid Waste Authority (A Component Unit) Florida Retirement System and Health Insurance Subsidy Pension Plans:

- Schedules of the Proportionate Share of the Net Pension Liability
- Schedules of Contributions

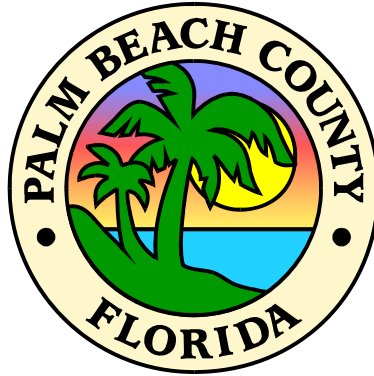
Palm Tran and Lantana Firefighters' Pension Plans

- Schedules of Changes in the Net Pension Liability and Related Ratios
- Schedules of Investment Returns
- Schedules of Contributions

OTHER POST-EMPLOYMENT BENEFITS (OPEB)

Schedules of Changes in the Total OPEB Liability and Related Ratios, Schedules of Investment Returns, and Schedules of Contributions for:

- County Healthcare Plan
- Clerk of the Circuit Court & Comptroller's Healthcare Plan
- Tax Collector Healthcare Plan
- Property Appraiser Healthcare Plan
- Sheriff Healthcare Plan
- Fire-Rescue Healthcare Plan
- Fire-Rescue Supplemental Disability Plan
- Solid Waste Authority (A Component Unit) Healthcare Plan



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PALM BEACH COUNTY, FLORIDA
Schedule of the County's Proportionate Share of the Net Pension Liability-
Florida Retirement System Pension Plan
Last Ten Fiscal Years
(Required Supplementary Information)

| | <u>2022</u> | <u>2021</u> | <u>2020</u> |
|--|------------------|----------------|------------------|
| County's proportion of the FRS net pension liability | 3.36% | 3.32% | 3.54% |
| County's proportionate share of the FRS net pension liability | \$ 1,248,868,077 | \$ 250,485,166 | \$ 1,533,076,137 |
| County's covered payroll | \$ 757,558,440 | \$ 724,901,768 | \$ 709,843,999 |
| County's proportionate share of the FRS net pension liability as a percentage of its covered payroll | 164.9% | 34.6% | 216.0% |
| FRS Plan fiduciary net position as a percentage of the total pension liability | 82.89% | 96.40% | 78.85% |

Notes to Schedule:

- (1) GASB Statement No. 68, "Accounting and Financial Reporting for Pensions", was implemented in fiscal year 2015 requiring ten-year trend data. Additional years will be displayed as the data becomes available.
- (2) Amounts are as of June 30 of each year.

| 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
|------------------|------------------|------------------|----------------|----------------|----------------|
| 3.46% | 3.46% | 3.48% | 3.37% | 3.15% | 3.16% |
| \$ 1,191,182,897 | \$ 1,043,413,647 | \$ 1,030,547,249 | \$ 850,558,352 | \$ 406,204,159 | \$ 192,829,398 |
| \$ 677,246,998 | \$ 664,620,014 | \$ 641,557,064 | \$ 606,858,696 | \$ 585,549,661 | \$ 575,072,943 |
| 175.9% | 157.0% | 160.6% | 140.2% | 69.4% | 33.5% |
| 82.61% | 84.26% | 83.89% | 84.88% | 92.00% | 96.09% |

PALM BEACH COUNTY, FLORIDA
Schedule of the County's Proportionate Share of the Net Pension Liability-
Health Insurance Subsidy Pension Plan
Last Ten Fiscal Years
(Required Supplementary Information)

| | 2022 | 2021 | 2020 |
|--|----------------|----------------|----------------|
| County's proportion of the HIS net pension liability | 2.51% | 2.46% | 2.42% |
| County's proportionate share of the HIS net pension liability | \$ 265,417,189 | \$ 301,533,078 | \$ 295,240,919 |
| County's covered payroll | \$ 757,558,440 | \$ 724,901,768 | \$ 709,843,999 |
| County's proportionate share of the HIS net pension liability as a percentage of its covered payroll | 35.0% | 41.6% | 41.6% |
| HIS Plan fiduciary net position as a percentage of the total pension liability | 4.81% | 3.56% | 3.00% |

Notes to Schedule:

- (1) GASB Statement No. 68, "Accounting and Financial Reporting for Pensions", was implemented in fiscal year 2015 requiring ten-year trend data. Additional years will be displayed as the data becomes available.
- (2) Amounts are as of June 30 of each year.

| 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
|----------------|----------------|----------------|----------------|----------------|----------------|
| 2.40% | 2.40% | 2.39% | 2.32% | 2.32% | 2.32% |
| \$ 268,508,328 | \$ 254,212,376 | \$ 255,558,701 | \$ 270,836,258 | \$ 236,405,210 | \$ 216,601,747 |
| \$ 677,246,998 | \$ 664,620,014 | \$ 641,557,064 | \$ 606,858,696 | \$ 585,549,661 | \$ 575,072,943 |
| 39.6% | 38.2% | 39.8% | 44.6% | 40.4% | 37.7% |
| 2.63% | 2.15% | 1.64% | 0.97% | 0.50% | 0.99% |

PALM BEACH COUNTY, FLORIDA
Schedule of County Contributions-
Florida Retirement System Pension Plan
Last Ten Fiscal Years
(Required Supplementary Information)

| | 2022 | 2021 | 2020 | 2019 |
|---|----------------|----------------|----------------|----------------|
| Contractually required FRS contribution | \$ 163,162,224 | \$ 145,197,857 | \$ 132,801,047 | \$ 122,515,156 |
| FRS contributions in relation to the contractually required contribution | \$ 163,162,224 | \$ 145,197,857 | \$ 132,801,047 | \$ 122,515,156 |
| FRS contribution deficiency (excess) | \$ - | \$ - | \$ - | \$ - |
| County's covered payroll | \$ 768,205,558 | \$ 728,936,093 | \$ 714,839,553 | \$ 684,295,776 |
| FRS contributions as a percentage of covered payroll | 21.2% | 19.9% | 18.6% | 17.9% |

Notes to Schedule:

(1) GASB Statement No. 68, "Accounting and Financial Reporting for Pensions", was implemented in fiscal year 2015 requiring ten-year trend data. Additional years will be displayed as the data becomes available.

| 2018 | 2017 | 2016 | 2015 | 2014 |
|----------------|----------------|----------------|----------------|----------------|
| \$ 111,481,570 | \$ 103,862,641 | \$ 95,494,431 | \$ 89,482,686 | \$ 83,794,037 |
| \$ 111,481,570 | \$ 103,862,641 | \$ 95,494,431 | \$ 89,482,686 | \$ 83,794,037 |
| \$ - | \$ - | \$ - | \$ - | \$ - |
| \$ 663,077,145 | \$ 638,616,378 | \$ 612,666,217 | \$ 579,003,748 | \$ 563,609,163 |
| 16.8% | 16.3% | 15.6% | 15.5% | 14.9% |

PALM BEACH COUNTY, FLORIDA
Schedule of County Contributions-
Health Insurance Subsidy Pension Plan
Last Ten Fiscal Years
(Required Supplementary Information)

| | 2022 | 2021 | 2020 | 2019 |
|---|----------------|----------------|----------------|----------------|
| Contractually required HIS contribution | \$ 12,752,212 | \$ 12,100,339 | \$ 11,866,337 | \$ 11,359,310 |
| HIS contributions in relation to the contractually required contribution | \$ 12,752,212 | \$ 12,100,339 | \$ 11,866,337 | \$ 11,359,310 |
| HIS contribution deficiency (excess) | \$ - | \$ - | \$ - | \$ - |
| County's covered payroll | \$ 768,205,558 | \$ 728,936,093 | \$ 714,839,553 | \$ 684,295,776 |
| HIS contributions as a percentage of covered payroll | 1.7% | 1.7% | 1.7% | 1.7% |

Notes to Schedule:

(1) GASB Statement No. 68, "Accounting and Financial Reporting for Pensions", was implemented in fiscal year 2015 requiring ten-year trend data. Additional years will be displayed as the data becomes available.

| 2018 | 2017 | 2016 | 2015 | 2014 |
|----------------|----------------|----------------|----------------|----------------|
| \$ 11,007,081 | \$ 10,601,032 | \$ 10,170,259 | \$ 7,295,447 | \$ 6,763,310 |
| \$ 11,007,081 | \$ 10,601,032 | \$ 10,170,259 | \$ 7,295,447 | \$ 6,763,310 |
| \$ - | \$ - | \$ - | \$ - | \$ - |
| \$ 663,077,145 | \$ 638,616,378 | \$ 612,666,217 | \$ 579,003,748 | \$ 563,609,163 |
| 1.7% | 1.7% | 1.7% | 1.3% | 1.2% |

PALM BEACH COUNTY, FLORIDA
Solid Waste Authority - Component Unit
Schedule of Proportionate Share of the Net Pension Liability-
Florida Retirement System Pension Plan
Last Ten Fiscal Years
(Required Supplementary Information)

| | 2022 | 2021 | 2020 |
|---|---------------|---------------|---------------|
| Proportion of the FRS net pension liability | 0.0738004% | 0.0750208% | 0.0669098% |
| Proportionate share of the FRS net pension liability | \$ 27,459,669 | \$ 5,666,969 | \$ 28,999,693 |
| SWA's covered payroll | \$ 25,385,048 | \$ 25,444,717 | \$ 24,654,558 |
| SWA's proportionate share of the FRS net pension liability as a percentage of its covered payroll | 108.17% | 22.27% | 117.62% |
| FRS Plan fiduciary net position as a percentage of the total pension liability | 82.89% | 96.40% | 78.85% |

Notes to Schedule:

- (1) GASB Statement No. 68, "Accounting and Financial Reporting for Pensions", was implemented in fiscal year 2015 requiring ten-year trend data. Additional years will be displayed as the data becomes available.
- (2) Amounts are as of June 30 of each year.

| 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
|---------------|---------------|---------------|---------------|---------------|---------------|
| 0.0644148% | 0.0636583% | 0.0635171% | 0.0648132% | 0.0626365% | 0.0630379% |
| \$ 22,183,563 | \$ 19,174,210 | \$ 18,787,926 | \$ 16,365,396 | \$ 8,090,343 | \$ 3,848,240 |
| \$ 23,546,088 | \$ 22,671,421 | \$ 21,795,240 | \$ 21,647,567 | \$ 19,555,196 | \$ 19,815,911 |
| 94.21% | 84.57% | 86.20% | 75.60% | 41.37% | 19.42% |
| 82.61% | 84.26% | 83.89% | 84.88% | 92.00% | 96.09% |

PALM BEACH COUNTY, FLORIDA
Solid Waste Authority - Component Unit
Schedule of the Proportionate Share of the Net Pension Liability-
Health Insurance Subsidy Pension Plan
Last Ten Fiscal Years
(Required Supplementary Information)

| | 2022 | 2021 | 2020 |
|---|---------------|---------------|---------------|
| Proportion of the HIS net pension liability | 0.0815705% | 0.0828142% | 0.0813023% |
| Proportionate share of the HIS net pension liability | \$ 8,639,622 | \$ 10,158,401 | \$ 9,926,884 |
| SWA's covered payroll | \$ 29,750,795 | \$ 29,322,513 | \$ 28,213,241 |
| SWA's proportionate share of the HIS net pension liability as a percentage of its covered payroll | 29.04% | 34.64% | 35.19% |
| HIS Plan fiduciary net position as a percentage of the total pension liability | 4.81% | 3.56% | 3.00% |

Notes to Schedule:

- (1) GASB Statement No. 68, " Accounting and Financial Reporting for Pensions", was implemented in fiscal year 2015 requiring ten-year trend data. Additional years will be displayed as the data becomes available.
- (2) Amounts are as of June 30 of each year.

| 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
|---------------|---------------|---------------|---------------|---------------|---------------|
| 0.0797253% | 0.0784037% | 0.0776703% | 0.0795028% | 0.0739556% | 0.0745754% |
| \$ 8,920,460 | \$ 8,298,340 | \$ 8,304,865 | \$ 9,265,726 | \$ 7,542,309 | \$ 6,972,985 |
| \$ 26,663,556 | \$ 25,608,028 | \$ 24,772,565 | \$ 24,543,064 | \$ 22,436,802 | \$ 22,152,039 |
| 33.46% | 32.41% | 33.52% | 37.75% | 33.62% | 31.48% |
| 2.63% | 2.15% | 1.64% | 0.97% | 0.50% | 0.99% |

PALM BEACH COUNTY, FLORIDA
Solid Waste Authority - Component Unit
Schedule of Employer Contributions-
Florida Retirement System Pension Plan
Last Ten Fiscal Years
(Required Supplementary Information)

| | 2022 | 2021 | 2020 | 2019 | 2018 |
|--|--------------|---------------|--------------|--------------|---------------|
| Contractually required FRS contribution | \$ 2,879,011 | \$ 2,788,809 | \$ 2,186,868 | \$ 1,903,110 | \$ 1,717,280 |
| FRS contributions in relation to the contractually required contribution | \$ 2,879,011 | \$ 2,788,809 | \$ 2,186,868 | \$ 1,903,110 | \$ 1,717,280 |
| FRS contribution deficiency (excess) | \$ - | \$ - | \$ - | \$ - | \$ - |
| SWA's covered payroll | \$25,238,228 | \$ 26,432,730 | \$24,883,857 | \$23,834,076 | \$ 22,823,877 |
| FRS contributions as a percentage of covered payroll | 11.41% | 10.55% | 8.79% | 7.98% | 7.52% |

Notes to Schedule:

(1) GASB Statement No. 68, " Accounting and Financial Reporting for Pensions", was implemented in fiscal year 2015 requiring ten-year trend data. Additional years will be displayed as the data becomes available.

| | 2017 | 2016 | 2015 | 2014 |
|--|---------------|---------------|---------------|---------------|
| | \$ 1,570,296 | \$ 1,429,340 | \$ 1,426,153 | \$ 1,332,111 |
| | \$ 1,570,296 | \$ 1,429,340 | \$ 1,426,153 | \$ 1,332,111 |
| | \$ - | \$ - | \$ - | \$ - |
| | \$ 22,024,734 | \$ 21,051,861 | \$ 20,091,083 | \$ 19,772,903 |
| | 7.13% | 6.79% | 7.10% | 6.74% |

PALM BEACH COUNTY, FLORIDA
Solid Waste Authority - Component Unit
Schedule of Contributions-
Health Insurance Subsidy Pension Plan
Last Ten Fiscal Years
(Required Supplementary Information)

| | 2022 | 2021 | 2020 | 2019 | 2018 |
|--|--------------|--------------|--------------|--------------|--------------|
| Contractually required HIS contribution | \$ 496,879 | \$ 505,610 | \$ 474,046 | \$ 448,920 | \$ 427,278 |
| HIS contributions in relation to the contractually required contribution | \$ 496,879 | \$ 505,610 | \$ 474,046 | \$ 448,920 | \$ 427,278 |
| HIS contribution deficiency (excess) | \$ - | \$ - | \$ - | \$ - | \$ - |
| SWA's covered payroll | \$29,932,457 | \$30,458,468 | \$28,556,970 | \$27,043,385 | \$25,739,685 |
| HIS contributions as a percentage of covered payroll | 1.66% | 1.66% | 1.66% | 1.66% | 1.66% |

Notes to Schedule:

(1) GASB Statement No. 68, " Accounting and Financial Reporting for Pensions", was implemented in fiscal year 2015 requiring ten-year trend data. Additional years will be displayed as the data becomes available.

| 2017 | 2016 | 2015 | 2014 |
|---------------|---------------|---------------|---------------|
| \$ 415,575 | \$ 396,210 | \$ 310,975 | \$ 257,664 |
| \$ 415,575 | \$ 396,210 | \$ 310,975 | \$ 257,664 |
| \$ - | \$ - | \$ - | \$ - |
| \$ 25,034,650 | \$ 23,868,058 | \$ 22,716,328 | \$ 22,185,466 |
| 1.66% | 1.66% | 1.37% | 1.16% |

PALM BEACH COUNTY, FLORIDA
Schedule of Changes in the Net Pension Liability and Related Ratios
Palm Tran Pension Plan
Last Ten Fiscal Years
(Required Supplementary Information)

| | 2021 | 2020 | 2019 |
|---|----------------------|----------------------|----------------------|
| Total pension liability | | | |
| Service cost | \$ 5,049,308 | \$ 5,043,856 | \$ 4,040,432 |
| Interest | 10,585,772 | 10,204,584 | 10,357,277 |
| Differences between expected and actual experience | (1,611,163) | (1,464,749) | (1,085,883) |
| Change of assumptions | - | - | 16,457,786 |
| Benefit payments, including refunds of member contributions | (8,241,414) | (7,606,438) | (7,205,264) |
| Net change in total pension liability | 5,782,503 | 6,177,253 | 22,564,348 |
| Total pension liability- beginning | 162,279,412 | 156,102,159 | 133,537,811 |
| Total pension liability- ending (a) | 168,061,915 | 162,279,412 | 156,102,159 |
| Plan fiduciary net position | | | |
| Contributions - employer | 6,268,796 | 6,338,056 | 5,809,852 |
| Contributions - employee | 987,691 | 976,061 | 943,170 |
| Net investment income | 17,116,840 | 19,587,534 | 19,052,799 |
| Benefit payments, including refunds of member contributions | (8,241,414) | (7,606,438) | (7,205,264) |
| Administrative expense | (287,715) | (277,662) | (276,527) |
| Net change in plan fiduciary net position | 15,844,198 | 19,017,551 | 18,324,030 |
| Plan fiduciary net position - beginning | 138,676,209 | 119,658,658 | 101,334,628 |
| Plan fiduciary net position - ending (b) | 154,520,407 | 138,676,209 | 119,658,658 |
| Net pension liability - ending (a) - (b) | \$ 13,541,508 | \$ 23,603,203 | \$ 36,443,501 |
| Plan fiduciary net position as a percentage of the total pension liability | 91.9% | 85.5% | 76.7% |
| Covered payroll | \$ 32,799,623 | \$ 32,525,195 | \$ 31,395,399 |
| Net pension liability as a percentage of covered payroll | 41.3% | 72.6% | 116.1% |

Notes to Schedule:

- (1) GASB Statement No. 68, "Accounting and Financial Reporting for Pensions", was implemented in fiscal year 2015 requiring ten-year trend data. Additional years will be displayed as the data becomes available.
- (2) Amounts are as of December 31 of each year.

| 2018 | 2017 | 2016 | 2015 | 2014 |
|---------------|---------------|---------------|---------------|---------------|
| \$ 4,022,548 | \$ 3,657,542 | \$ 3,614,568 | \$ 3,699,372 | \$ 3,517,163 |
| 10,013,496 | 9,655,384 | 9,070,466 | 8,602,255 | 7,920,953 |
| (1,801,094) | (2,489,675) | 260,004 | (2,653,460) | 1,780,535 |
| 3,193,461 | (523,606) | - | 1,585,562 | - |
| (6,625,328) | (5,898,029) | (5,467,344) | (5,009,083) | (4,626,680) |
| 8,803,083 | 4,401,616 | 7,477,694 | 6,224,646 | 8,591,971 |
| 124,734,728 | 120,333,112 | 112,855,418 | 106,630,772 | 98,038,801 |
| 133,537,811 | 124,734,728 | 120,333,112 | 112,855,418 | 106,630,772 |
| 5,509,648 | 5,421,844 | 5,589,705 | 5,215,491 | 7,205,534 |
| 923,986 | 912,362 | 867,999 | 777,273 | 684,731 |
| (4,414,367) | 12,590,071 | 5,754,084 | (1,839,676) | 4,845,252 |
| (6,625,328) | (5,898,029) | (5,467,344) | (5,009,083) | (4,626,680) |
| (372,153) | (213,695) | (157,019) | (182,444) | (223,302) |
| (4,978,214) | 12,812,553 | 6,587,425 | (1,038,439) | 7,885,535 |
| 106,312,842 | 93,500,289 | 86,912,864 | 87,951,303 | 80,065,768 |
| 101,334,628 | 106,312,842 | 93,500,289 | 86,912,864 | 87,951,303 |
| \$ 32,203,183 | \$ 18,421,886 | \$ 26,832,823 | \$ 25,942,554 | \$ 18,679,469 |
| 75.9% | 85.2% | 77.7% | 77.0% | 82.5% |
| \$ 30,674,568 | \$ 30,402,375 | \$ 30,061,310 | \$ 27,512,115 | \$ 24,661,404 |
| 105.0% | 60.6% | 89.3% | 94.3% | 75.7% |

PALM BEACH COUNTY, FLORIDA
Schedule of Changes in the Net Pension Liability and Related Ratios
Lantana Firefighters' Pension Plan
Last Ten Fiscal Years
(Required Supplementary Information)

| | 2022 | 2021 | 2020 |
|---|----------------------|-----------------------|---------------------|
| Total pension liability | | | |
| Service cost | \$ 366,047 | \$ 415,027 | \$ 442,804 |
| Interest | 3,279,547 | 3,481,788 | 3,440,516 |
| Differences between expected and actual experience | 2,029,933 | 118,547 | (574,240) |
| Change of assumptions | 1,457,264 | 1,987,636 | - |
| Benefit payments, including refunds of member contributions | (3,359,102) | (3,132,053) | (2,279,155) |
| Net change in total pension liability | 3,773,689 | 2,870,945 | 1,029,925 |
| Total pension liability- beginning | 53,969,282 | 51,098,337 | 50,068,412 |
| Total pension liability- ending (a) | 57,742,971 | 53,969,282 | 51,098,337 |
| Plan fiduciary net position | | | |
| Contributions - employer and state | 1,100,046 | 1,202,802 | 1,351,331 |
| Contributions - employee | 180,176 | 172,670 | 166,072 |
| Net investment income | (9,226,068) | 10,677,774 | 3,762,711 |
| Benefit payments, including refunds of member contributions | (3,359,102) | (3,132,053) | (2,279,155) |
| Administrative expense | (65,141) | (53,138) | (69,001) |
| Other | - | 8,500 | 1,012 |
| Net change in plan fiduciary net position | (11,370,089) | 8,876,555 | 2,932,970 |
| Plan fiduciary net position - beginning | 57,246,142 | 48,369,587 | 45,436,617 |
| Prior Period Adjustment | - | - | - |
| Plan fiduciary net position - ending (b) | 45,876,053 | 57,246,142 | 48,369,587 |
| Net pension liability (asset) - ending (a) - (b) | \$ 11,866,918 | \$ (3,276,860) | \$ 2,728,750 |
| Plan fiduciary net position as a percentage of the total pension liability (asset) | 79.4% | 106.1% | 94.7% |
| Covered payroll | \$ 1,007,285 | \$ 1,260,134 | \$ 1,342,839 |
| Net pension liability as a percentage of covered payroll | 1178.1% | -260.0% | 203.2% |

Notes to Schedule:

- (1) GASB Statement No. 68, "Accounting and Financial Reporting for Pensions", was implemented in fiscal year 2015 requiring ten-year trend data. Additional years will be displayed as the data becomes available.
- (2) Amounts are as of September 30 of each year.

| | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
|----|-------------|--------------|--------------|--------------|--------------|-------------|
| \$ | 407,991 | \$ 452,953 | \$ 357,804 | \$ 470,342 | \$ 450,605 | \$ 535,323 |
| | 3,401,092 | 3,192,834 | 2,973,158 | 2,823,508 | 2,605,711 | 2,494,851 |
| | (421,152) | 1,077,328 | 125,354 | (977,800) | 1,014,242 | - |
| | 1,247,869 | - | 3,182,878 | 1,711,466 | - | - |
| | (2,550,001) | (1,106,244) | (915,763) | (887,761) | (1,828,169) | (1,375,968) |
| | 2,085,799 | 3,616,871 | 5,723,431 | 3,139,755 | 2,242,389 | 1,654,206 |
| | 47,982,613 | 44,365,742 | 38,642,311 | 35,502,556 | 33,260,167 | 31,605,961 |
| | 50,068,412 | 47,982,613 | 44,365,742 | 38,642,311 | 35,502,556 | 33,260,167 |
| | 1,546,558 | 1,343,726 | 1,411,935 | 1,478,818 | 1,725,181 | 1,761,403 |
| | 182,155 | 206,043 | 222,479 | 235,009 | 244,101 | 263,191 |
| | 1,757,509 | 3,710,228 | 3,954,054 | 2,569,228 | (550,596) | 2,671,295 |
| | (2,550,001) | (1,106,244) | (915,763) | (887,761) | (1,828,169) | (1,375,968) |
| | (71,412) | (59,078) | (59,121) | (52,104) | (60,354) | (48,365) |
| | 8,012 | 35,938 | 18,471 | 19,741 | 18,127 | 13,310 |
| | 872,821 | 4,130,613 | 4,632,055 | 3,362,931 | (451,710) | 3,284,866 |
| | 44,563,796 | 40,433,183 | 35,801,128 | 32,438,197 | 32,889,907 | 28,314,454 |
| | - | - | - | - | - | 1,290,587 |
| | 45,436,617 | 44,563,796 | 40,433,183 | 35,801,128 | 32,438,197 | 32,889,907 |
| \$ | 4,631,795 | \$ 3,418,817 | \$ 3,932,559 | \$ 2,841,183 | \$ 3,064,359 | \$ 370,260 |

90.7% 92.9% 91.1% 92.6% 91.4% 98.9%

\$ 1,315,467 \$ 1,442,292 \$ 1,334,186 \$ 1,847,095 \$ 1,914,133 \$ 2,119,708

352.1% 237.0% 294.8% 153.8% 160.1% 17.5%

PALM BEACH COUNTY, FLORIDA
 Schedule of Investment Returns
 Palm Tran Pension Plan
 Last Ten Fiscal Years
 (Required Supplementary Information)

| | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
|---|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Annual money-weighted rate of return, net of investment expense | 12.3% | 16.4% | 18.9% | -4.0% | 14.0% | 7.4% | -1.6% | 6.6% |

Notes to Schedule:

- (1) GASB Statement No. 68, "Accounting and Financial Reporting for Pensions", was implemented in fiscal year 2015 requiring ten-year trend data. Additional years will be displayed as the data becomes available.
- (2) The above is as provided by the investment monitor.
- (3) Amounts are as of December 31 of each year.

PALM BEACH COUNTY, FLORIDA
 Schedule of Investment Returns
 Lantana Firefighters' Pension Plan
 Last Ten Fiscal Years
 (Required Supplementary Information)

| | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
|---|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Annual money-weighted rate of return, net of investment expense | -16.57% | 22.58% | 8.15% | 3.86% | 9.01% | 10.80% | 7.66% | -1.81% | 8.84% |

Notes to Schedule:

- (1) GASB Statement No. 68, "Accounting and Financial Reporting for Pensions", was implemented in fiscal year 2015 requiring ten-year trend data. Additional years will be displayed as the data becomes available.
- (2) Amounts are as of September 30 of each year.

PALM BEACH COUNTY, FLORIDA
Schedule of Contributions
Palm Tran Pension Plan
Last Ten Fiscal Years
(Required Supplementary Information)

| Year Ending September 30, | 2022 | 2021 | 2020 | 2019 |
|---|----------------------|----------------------|----------------------|----------------------|
| Actuarially determined contribution | \$ 6,390,895 | \$ 7,853,310 | \$ 6,206,005 | \$ 5,734,801 |
| Contributions in relation to the actuarially determined contribution | 6,390,895 | 7,853,310 | 6,206,005 | 5,734,801 |
| Contribution deficiency (excess) | \$ - | \$ - | \$ - | \$ - |
| Covered payroll | \$ 33,479,879 | \$ 32,689,367 | \$ 32,216,091 | \$ 31,302,673 |
| Actuarially determined contribution as a percentage of covered payroll | 19.1% | 24.0% | 19.3% | 18.3% |
| Actual contributions as a percentage of covered payroll | 19.1% | 24.0% | 19.3% | 18.3% |

Notes to Schedule:

GASB Statement No. 68, "Accounting and Financial Reporting for Pensions", was implemented in fiscal year 2015 requiring ten-year trend data. Additional years will be displayed as the data becomes available.

Methods and assumptions used to determine contributions:

| | |
|-------------------------------|---|
| Actuarial cost method | Entry age |
| Amortization method | Level percent of pay, closed |
| Remaining amortization period | New amortization bases are set up over 25 years. |
| Asset valuation method | 5-year smoothed fair value |
| Inflation | 2.00% |
| Salary increases | 5% to 12.5%, including inflation |
| Investment rate of return | 7.25%, net of investment expenses, including inflation (changed from 7.5% at January 1, 2020) |
| Retirement age | Tier 1 Members with at least 10 years of service and who have not reached the Rule of 85 retire at a rate of 10% between age 62 and 64. Members with at least 5 years of service and who have not reached the Rule of 85 retire at a rate of 10% between age 65 and 68. Tier 1 Members who are age 69 or have met the Rule of 85 are assumed to retire immediately. Tier 2 and 3 Members are assumed to retire at the earliest of 65 with 5 years of service, age 62 with 10 years of service, or at 33 years of service regardless of age. Tier 4 Members are assumed to retire at the earliest of 65 with 8 years of service or 62 with 10 years of service. |
| Mortality | The following sex distinct table is used with fully generational mortality improvements using sex distinct Scale MP-2018: Healthy Active and Healthy Retiree: PubG.H-2010 (B) (male set back 1 year) |

| 2018 | 2017 | 2016 | 2015 |
|---------------|---------------|---------------|---------------|
| \$ 5,487,697 | \$ 5,436,974 | \$ 5,392,773 | \$ 5,029,111 |
| 5,487,697 | 5,436,974 | 5,392,773 | 5,148,840 |
| \$ - | \$ - | \$ - | \$ (119,729) |
| \$ 30,734,855 | \$ 31,146,308 | \$ 28,194,510 | \$ 28,129,612 |
| 17.9% | 17.5% | 19.1% | 17.9% |
| 17.9% | 17.5% | 19.1% | 18.3% |

PALM BEACH COUNTY, FLORIDA
Schedule of Contributions
Lantana Firefighters' Pension Plan
Last Ten Fiscal Years
(Required Supplementary Information)

| | 2022 | 2021 | 2020 | 2019 |
|---|---------------------|---------------------|---------------------|---------------------|
| Actuarially determined contribution | \$ 1,090,438 | \$ 1,203,761 | \$ 1,365,725 | \$ 1,550,859 |
| Contributions in relation to the actuarially determined contribution | 1,090,438 | 1,203,761 | 1,365,725 | 1,550,859 |
| Contribution deficiency (excess) | \$ - | \$ - | \$ - | \$ - |
| Covered payroll | \$ 1,007,285 | \$ 1,260,134 | \$ 1,342,839 | \$ 1,315,467 |
| Actuarially determined contribution as a percentage of covered payroll | 108.3% | 95.5% | 101.7% | 117.9% |
| Actual contributions as a percentage of covered payroll | 108.3% | 95.5% | 101.7% | 117.9% |

Notes to Schedule:

- (1) GASB Statement No. 68, "Accounting and Financial Reporting for Pensions", was implemented in fiscal year 2015 requiring ten-year trend data. Additional years will be displayed as the data becomes available.
- (2) Amounts are as of September 30 of each year.

Valuation Date September 30, 2021

Methods and assumptions used to determine contributions:

| | |
|-------------------------------|---|
| Actuarial cost method | Entry-Age Normal |
| Amortization method | Level Percent-of-Payroll, closed |
| Remaining amortization period | 1-15 years |
| Asset valuation method | 4-year smoothed fair value |
| Price Inflation | 2.50% |
| Salary increases | 6.5% including inflation |
| Investment rate of return | 6.25% |
| Long-Term Municipal Bond Rate | 4.40% |
| Retirement age | Age and Experience-based table of rates that are specific to the type of eligibility condition. |
| Mortality | The Florida Retirement System (FRS) mortality tables which use variations of the fully generational Pub-2010 Mortality Tables with improvement scale MP-2018. |

Other Information:

Notes The Employer Contribution for FYE 9/30/22 was determined in the 9/30/20 actuarial valuation report dated 2/3/2021.

Cost-of-Living Adjustment For members receiving a retirement benefit and entering retirement on or after October 1, 2005, retirement income will be increased by 3.0% on October 1 of each year after the later of the date on which the retiree attains age 55 or one year after retirement.

| 2018 | 2017 | 2016 | 2015 | 2014 |
|--------------|--------------|--------------|--------------|--------------|
| \$ 1,363,707 | \$ 1,370,424 | \$ 1,413,772 | \$ 1,697,036 | \$ 1,721,439 |
| 1,363,707 | 1,370,424 | 1,413,772 | 1,697,036 | 1,721,439 |
| \$ - | \$ - | \$ - | \$ - | \$ - |
| \$ 1,442,292 | \$ 1,334,186 | \$ 1,847,095 | \$ 1,914,133 | \$ 2,119,708 |
| 94.6% | 102.7% | 76.5% | 88.7% | 81.2% |
| 94.6% | 102.7% | 76.5% | 88.7% | 81.2% |

PALM BEACH COUNTY, FLORIDA
Schedule of Changes in the Total OPEB Liability and Related Ratios
County Healthcare OPEB Plan
Last Ten Fiscal Years
(Required Supplementary Information)

| | 2022 | 2021 | 2020 | 2019 |
|---|----------------------|---------------------|----------------------|---------------------|
| Total OPEB liability | | | | |
| Service cost | \$ 505,554 | \$ 489,247 | \$ 309,920 | \$ 306,536 |
| Interest | 207,280 | 224,185 | 227,062 | 349,340 |
| Experience losses (gains) | 6,350,176 | - | 831,102 | - |
| Change of assumptions | (1,616,209) | 46,272 | 1,122,868 | 683,798 |
| Benefit payments | (1,392,431) | (1,165,980) | (958,674) | (1,133,411) |
| Net change in total OPEB liability | 4,054,370 | (406,276) | 1,532,278 | 206,263 |
| Total OPEB liability- beginning | 9,831,595 | 10,237,871 | 8,705,593 | 8,499,330 |
| Total OPEB liability- ending | <u>\$ 13,885,965</u> | <u>\$ 9,831,595</u> | <u>\$ 10,237,871</u> | <u>\$ 8,705,593</u> |

Covered-employee payroll \$ 274,325,988 \$ 272,210,000 \$ 263,004,364 \$ 270,894,495

Total OPEB liability as a percentage of covered-employee payroll 5.1% 3.6% 3.9% 3.2%

Notes to Schedule:

(1) GASB Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions", was implemented in fiscal year 2018 requiring ten-year trend data. Additional years will be displayed as the data becomes available.

(2) Amounts are as of September 30 of each year.

(3) No assets are accumulated in a trust that meets the criteria in Paragraph 4 of GASB Statement No. 75.

(4) Change in assumptions: changes of assumptions and other inputs reflect the effects of changes in the discount rate and mortality rate each period.

- The following are the discount rates used in each period:

| | |
|------|-------|
| 2022 | 4.02% |
| 2021 | 2.15% |
| 2020 | 2.21% |
| 2019 | 2.66% |
| 2018 | 4.24% |

- The following are the mortality tables used in each period:

| | |
|------|------------------------------------|
| 2022 | Pub-2010 Generational, Scale MP-21 |
| 2021 | Pub-2010 Generational, Scale MP-19 |
| 2020 | Pub-2010 Generational, Scale MP-19 |
| 2019 | RP 2014 Generational, Scale MP-18 |
| 2018 | RP 2014 Generational, Scale MP-18 |

2018

| | |
|----|-----------|
| \$ | 294,067 |
| | 374,513 |
| | - |
| | (265,057) |
| | (885,972) |
| | <hr/> |
| | (482,449) |
| | 8,981,779 |
| \$ | <hr/> |
| | 8,499,330 |
| | <hr/> |

\$ 263,004,364

3.2%

PALM BEACH COUNTY, FLORIDA
Schedule of Changes in the Total OPEB Liability and Related Ratios
Tax Collector Healthcare OPEB Plan
Last Ten Fiscal Years
(Required Supplementary Information)

| | 2022 | 2021 | 2020 | 2019 |
|--|---------------------|---------------------|---------------------|---------------------|
| Total OPEB liability | | | | |
| Service cost | \$ 409,063 | \$ 495,676 | \$ 472,072 | \$ 449,592 |
| Interest | 101,407 | 195,303 | 173,465 | 166,642 |
| Experience losses (gains) | - | (1,916,433) | - | (3,821,944) |
| Change of assumptions | - | 258,512 | - | 3,477,957 |
| Benefit payments | (80,447) | (75,715) | (109,311) | (101,685) |
| Net change in total OPEB liability | 430,023 | (1,042,657) | 536,226 | 170,562 |
| Total OPEB liability- beginning | 3,844,526 | 4,887,183 | 4,350,957 | 4,180,395 |
| Total OPEB liability- ending | <u>\$ 4,274,549</u> | <u>\$ 3,844,526</u> | <u>\$ 4,887,183</u> | <u>\$ 4,350,957</u> |
| | | | | |
| Covered-employee payroll | \$ 13,488,864 | \$ 12,970,062 | \$ 13,712,189 | \$ 13,184,797 |
| | | | | |
| Total OPEB liability as a percentage of covered- employee payroll | 31.7% | 29.6% | 35.6% | 33.0% |

Notes to Schedule:

- (1) GASB Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions", was implemented in fiscal year 2018 requiring ten-year trend data. Additional years will be displayed as the data becomes available.
- (2) Amounts are as of September 30 of each year.
- (3) No assets are accumulated in a trust that meets the criteria in Paragraph 4 of GASB Statement No. 75.
- (4) Change in assumptions: changes of assumptions and other inputs reflect the effects of changes in the discount rate, assumed trend rate for medical claims, and mortality rate each period.
 - The following are the discount rates used in each period:

| | | | |
|------|-------|------|-------|
| 2022 | 2.43% | 2019 | 3.68% |
| 2021 | 2.43% | 2018 | 3.64% |
| 2020 | 3.68% | | |
 - The following are the assumed trend rates for the medical claims used in each period:

| | |
|------------|---|
| 2022, 2021 | 6.25% grading uniformly to 5.75% over 2 years, then to an ultimate rate of 4.04% in 2075. |
| 2020, 2019 | 7.50% grading uniformly to 6.75% over 3 years, then to an ultimate rate of 3.94% in 2075. |
| 2018 | 8.00% graded down to 5% over 10 years. |
 - The following are the mortality tables used in each period:

| | |
|------------|--|
| 2022, 2021 | Pub-2010 generational, scale MP-2020. |
| 2020, 2019 | RP-2014 Total Dataset Adjusted to 2006 with Scale MP-2018. |
| 2018 | RP-2014 projected generationally using Scale MP-2016. |

2018

| | |
|----|-----------|
| \$ | 295,336 |
| | 146,822 |
| | - |
| | - |
| | (104,149) |
| | <hr/> |
| | 338,009 |
| | 3,842,386 |
| | <hr/> |
| \$ | 4,180,395 |
| | <hr/> |

\$ 14,485,421

28.9%

PALM BEACH COUNTY, FLORIDA
Schedule of Changes in the Total OPEB Liability and Related Ratios
Property Appraiser Healthcare OPEB Plan
Last Ten Fiscal Years
(Required Supplementary Information)

| | 2022 | 2021 | 2020 | 2019 |
|---|---------------|---------------|---------------|---------------|
| Total OPEB liability | | | | |
| Service cost | \$ 168,086 | \$ 177,736 | \$ 171,427 | \$ 163,264 |
| Interest | 59,899 | 109,509 | 102,002 | 24,609 |
| Experience losses (gains) | - | (817,390) | - | (188,335) |
| Change of assumptions | - | 109,470 | - | 2,169,327 |
| Benefit payments | (80,472) | (75,738) | (73,964) | (68,804) |
| Net change in total OPEB liability | 147,513 | (496,413) | 199,465 | 2,100,061 |
| Total OPEB liability- beginning | 2,377,373 | 2,873,786 | 2,674,321 | 574,260 |
| Total OPEB liability- ending | \$ 2,524,886 | \$ 2,377,373 | \$ 2,873,786 | \$ 2,674,321 |
| | | | | |
| Covered-employee payroll | \$ 13,557,798 | \$ 13,036,344 | \$ 15,845,410 | \$ 15,235,971 |
| | | | | |
| Total OPEB liability as a percentage of covered-employee payroll | 18.6% | 18.2% | 18.1% | 17.6% |

Notes to Schedule:

(1) GASB Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions", was implemented in fiscal year 2018 requiring ten-year trend data. Additional years will be displayed as the data becomes available.

(2) Amounts are as of September 30 of each year.

(3) No assets are accumulated in a trust that meets the criteria in Paragraph 4 of GASB Statement No. 75.

(4) Change in assumptions: changes of assumptions and other inputs reflect the effects of changes in the discount rate, assumed trend rate for medical claims, and mortality rate each period.

- The following are the discount rates used in each period:

| | | | |
|------|-------|------|-------|
| 2022 | 2.43% | 2019 | 3.68% |
| 2021 | 2.43% | 2018 | 2.98% |
| 2020 | 3.68% | | |

- The following are the assumed trend rates for the medical claims used in each period:

| | |
|------------|---|
| 2022, 2021 | 6.25% grading uniformly to 5.75% over 2 years, then to an ultimate rate of 4.04% in 2076. |
| 2020, 2019 | 7.50% grading uniformly to 6.75% over 3 years, then to an ultimate rate of 3.90% in 2076. |
| 2018 | 8.00% graded down to 5.00% over 10 years. |

- The following are the mortality tables used in each period:

| | |
|------------|--|
| 2022, 2021 | Pub-2010 generational, scale MP-2020. |
| 2020, 2019 | RP-2014 adjusted to 2006 generational using Scale MP-2018. |
| 2018 | RP-2014 adjusted to 2006 generational using Scale MP-2016. |

2018

| | |
|----|---------------------|
| \$ | 49,905 |
| | 16,618 |
| | - |
| | - |
| | (9,692) |
| | <hr/> 56,831 |
| | 517,429 |
| \$ | <hr/> <hr/> 574,260 |

\$ 12,276,256

4.7%

PALM BEACH COUNTY, FLORIDA
Schedule of Changes in the Total OPEB Liability and Related Ratios
Clerk and Comptroller Healthcare OPEB Plan
Last Ten Fiscal Years
(Required Supplementary Information)

| | 2022 | 2021 | 2020 | 2019 |
|--|----------------------|----------------------|----------------------|----------------------|
| Total OPEB liability | | | | |
| Service cost | \$ 376,045 | \$ 232,600 | \$ 263,756 | \$ 306,313 |
| Interest | 220,688 | 272,120 | 346,840 | 320,696 |
| Differences between expected and actual experience | 58,950 | - | (839,792) | - |
| Change of assumptions | (1,301,476) | 2,363,054 | (191,497) | (903,998) |
| Benefit payments | (310,181) | (288,540) | (201,247) | (185,481) |
| Net change in total OPEB liability | (955,974) | 2,579,234 | (621,940) | (462,470) |
| Total OPEB liability- beginning | 10,090,746 | 7,511,512 | 8,133,452 | 8,595,922 |
| Total OPEB liability- ending | \$ 9,134,772 | \$ 10,090,746 | \$ 7,511,512 | \$ 8,133,452 |
| | | | | |
| Covered-employee payroll | \$ 30,761,170 | \$ 31,989,926 | \$ 31,209,684 | \$ 32,369,379 |
| | | | | |
| Total OPEB liability as a percentage of covered- employee payroll | 29.7% | 31.5% | 24.1% | 25.1% |

Notes to Schedule:

(1) GASB Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions", was implemented in fiscal year 2018 requiring ten-year trend data. Additional years will be displayed as the data becomes available.

(2) Amounts are as of September 30 of each year.

(3) No assets are accumulated in a trust that meets the criteria in Paragraph 4 of GASB Statement No. 75.

(4) Changes of assumptions: changes of assumptions and other inputs reflect the effects of changes in the discount rate and the assumed trend rate for medical claims each period.

-The following are the discount rates used in each period:

| | |
|------|-------|
| 2022 | 2.43% |
| 2021 | 2.14% |
| 2020 | 3.58% |
| 2019 | 4.18% |
| 2018 | 3.64% |

-The following are the assumed trend rates for the medical claims used in each period:

| | |
|------|--|
| 2022 | Initially 7.5% grading down to the ultimate trend rate of 4.0% in the year 2075. |
| 2021 | Initially 7.5% grading down to the ultimate trend rate of 4.0% in the year 2075. |
| 2020 | Initially 7.5% grading down to the ultimate trend rate of 4.0% in the year 2075. |
| 2019 | Initially 8.5% grading down to the ultimate trend rate of 4.0% in the year 2074. |
| 2018 | Initially 8.5% grading down to the ultimate trend rate of 4.0% in the year 2073. |

2018

| | |
|----|-------------|
| \$ | 362,040 |
| | 290,214 |
| | - |
| | (1,092,518) |
| | (170,557) |
| | <hr/> |
| | (610,821) |
| | 9,206,743 |
| \$ | <hr/> |
| | 8,595,922 |
| | <hr/> |

\$ 30,809,641

27.9%

PALM BEACH COUNTY, FLORIDA
Schedule of Changes in the Total OPEB Liability and Related Ratios
Sheriff Healthcare OPEB Plan
Last Ten Fiscal Years
(Required Supplementary Information)

| | 2022 | 2021 | 2020 | 2019 |
|---|-----------------------|-----------------------|-----------------------|-----------------------|
| Total OPEB liability | | | | |
| Service cost | \$ 10,204,876 | \$ 10,107,135 | \$ 10,442,576 | \$ 6,792,711 |
| Interest | 6,506,772 | 6,215,121 | 7,617,507 | 9,082,529 |
| Differences between expected and actual experience | 38,557,399 | - | (51,788,487) | - |
| Change of assumptions | (81,442,605) | (1,986,106) | 36,202,604 | 56,795,524 |
| Benefit payments | (7,959,855) | (7,541,860) | (7,026,152) | (7,440,977) |
| Net change in total OPEB liability | (34,133,413) | 6,794,290 | (4,551,952) | 65,229,787 |
| Total OPEB liability- beginning | 281,685,296 | 274,891,006 | 279,442,958 | 214,213,171 |
| Total OPEB liability- ending | \$ 247,551,883 | \$ 281,685,296 | \$ 274,891,006 | \$ 279,442,958 |
| | | | | |
| Covered-employee payroll | \$ 323,237,820 | \$ 313,651,000 | \$ 303,301,000 | \$ 287,690,000 |
| | | | | |
| Total OPEB liability as a percentage of covered-employee payroll | 76.6% | 89.8% | 90.6% | 97.1% |

Notes to Schedule:

(1) GASB Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions", was implemented in fiscal year 2018 requiring ten-year trend data. Additional years will be displayed as the data becomes available.

(2) Amounts are as of September 30 of each year.

(3) No assets are accumulated in a trust that meets the criteria in Paragraph 4 of GASB Statement No. 75.

(4) Changes of assumptions: changes of assumptions and other inputs reflect the effects of changes in the discount rate and the mortality rate each period.

-The following are the discount rates used in each period:

| | |
|------|-------|
| 2022 | 4.02% |
| 2021 | 2.26% |
| 2020 | 2.21% |
| 2019 | 2.66% |
| 2018 | 4.18% |

-The following are the mortality rates used in each period:

| | |
|------|------------------------------------|
| 2022 | Pub-2010 Generational, Scale MP-21 |
| 2021 | Pub-2010 Generational, Scale MP-19 |
| 2020 | Pub-2010 Generational, Scale MP-19 |
| 2019 | RP-2014 Generational, Scale MP-17 |
| 2018 | RP-2014 Generational, Scale MP-17 |

2018

\$ 6,520,168
9,372,090
-
(16,009,828)
(6,723,270)

(6,840,840)
221,054,011

\$ 214,213,171

\$ 274,322,952

78.1%

PALM BEACH COUNTY, FLORIDA
Schedule of Changes in the Net OPEB Liability and Related Ratios
Fire-Rescue Union Healthcare OPEB Plan
Last Ten Fiscal Years
(Required Supplementary Information)

| | 2022 | 2021 | 2020 | 2019 |
|--|-----------------------|-----------------------|-----------------------|-----------------------|
| Total OPEB liability | | | | |
| Service cost | \$ 5,001,839 | \$ 4,944,326 | \$ 6,048,097 | \$ 4,149,539 |
| Interest | 6,860,219 | 6,177,025 | 6,299,432 | 8,193,937 |
| Differences between expected and actual experience | - | (21,294,954) | - | (8,869,299) |
| Change of assumptions | (35,413,330) | 10,790,807 | 2,885,481 | 39,132,189 |
| Benefit payments | (5,370,607) | (4,938,530) | (4,832,587) | (4,421,791) |
| Net change in total OPEB liability | (28,921,879) | (4,321,326) | 10,400,423 | 38,184,575 |
| Total OPEB liability- beginning | 201,250,807 | 205,572,133 | 195,171,710 | 156,987,135 |
| Total OPEB liability- ending (a) | 172,328,928 | 201,250,807 | 205,572,133 | 195,171,710 |
| Plan fiduciary net position | | | | |
| Contributions - employer | 6,742,126 | 6,025,766 | 5,812,118 | 1,425,000 |
| Net investment income | (16,692,990) | 17,897,312 | 6,423,430 | 3,261,852 |
| Benefit payments | (5,370,607) | (4,938,530) | (4,832,587) | - |
| Administrative expense | (43,103) | (26,108) | (24,812) | (163,465) |
| Net change in plan fiduciary net position | (15,364,574) | 18,958,440 | 7,378,149 | 4,523,387 |
| Plan fiduciary net position - beginning | 99,103,779 | 80,145,339 | 72,767,190 | 68,243,803 |
| Plan fiduciary net position - ending (b) | 83,739,205 | 99,103,779 | 80,145,339 | 72,767,190 |
| Net OPEB liability - ending (a) - (b) | \$ 88,589,723 | \$ 102,147,028 | \$ 125,426,794 | \$ 122,404,520 |
| Plan fiduciary net position as a percentage of the total OPEB liability | 48.6% | 49.2% | 39.0% | 37.3% |
| Covered payroll | \$ 167,447,475 | \$ 161,785,000 | \$ 156,314,000 | \$ 151,027,985 |
| Net OPEB liability as a percentage of covered payroll | 52.9% | 63.1% | 80.2% | 81.0% |

Notes to Schedule:

(1) GASB Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions", was implemented in fiscal year 2018 requiring ten-year trend data. Additional years will be displayed as the data becomes available.

(2) Amounts are as of September 30 of each year.

(3) Changes of assumptions/other inputs reflect the effects of changes in the discount, mortality, & healthcare cost trend rates:

-Discount rate: 2022: 4.89% 2021: 3.37% 2020: 2.99% 2019: 3.19% 2018: 5.20%

-Mortality tables: 2022 & 2021: Pub-2010 generational, scale MP-2020; 2020 & 2019: Pub-2010 generational, scale MP-2018; 2018: RP-2014 generational, scale MP-2017.

-Healthcare cost trend rates: 2022 & 2021: 7.00% initial, decreasing .25% per year to an ultimate rate of 4.00%; 2018 - 2020: 6.50%initial, decreasing .50 per year to an ultimate rate of 4.50%.

2018

\$ 3,942,933
7,914,881

-
-

(6,274,000)

5,583,814

151,403,321

156,987,135

5,287,973

5,173,323

(3,756,640)

(58,974)

6,645,682

61,598,121

68,243,803

\$ 88,743,332

43.5%

\$ 172,274,026

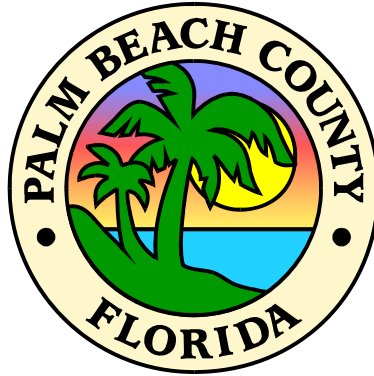
51.5%

PALM BEACH COUNTY, FLORIDA
 Schedule of Investment Returns
 Fire-Rescue Union Healthcare OPEB Plan
 Last Ten Fiscal Years
 (Required Supplementary Information)

| | 2022 | 2021 | 2020 | 2019 | 2018 |
|---|--------|-------|------|------|------|
| Annual money-weighted rate of return, net of investment expense | -16.9% | 22.3% | 8.8% | 4.5% | 8.4% |

Notes to Schedule:

- (1) GASB Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions", was implemented in fiscal year 2018 requiring ten-year trend data. Additional years will be displayed as the data becomes available.
- (2) Amounts are as of September 30 of each year.



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PALM BEACH COUNTY, FLORIDA
Schedule of Contributions
Fire-Rescue Union Healthcare OPEB Plan
Last Ten Fiscal Years
(Required Supplementary Information)

| | 2022 | 2021 | 2020 | 2019 |
|--|-----------------------|-----------------------|-----------------------|-----------------------|
| Actuarially determined contribution | \$ 5,084,000 | \$ 6,309,000 | \$ 5,508,571 | \$ 5,508,571 |
| Contributions in relation to the actuarially determined contribution | 6,742,126 | 6,025,766 | 5,812,118 | 1,425,000 |
| Contribution deficiency (excess) | \$ (1,658,126) | \$ 283,234 | \$ (303,547) | \$ 4,083,571 |
| Covered payroll | \$ 167,447,475 | \$ 161,785,000 | \$ 156,314,000 | \$ 151,027,985 |
| Actual contributions as a percentage of covered payroll | 4.0% | 3.7% | 3.7% | 0.9% |

Notes to Schedule:

(1) GASB Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions", was implemented in fiscal year 2018 requiring ten-year trend data. Additional years will be displayed as the data becomes available.

(2) Amounts are as of September 30 of each year.

| | | | |
|-----------------------|---------------|---------------|---------------|
| Valuation Date | 2022: 9/30/22 | 2020: 9/30/19 | 2018: 9/30/17 |
| | 2021: 9/30/21 | 2019: 9/30/19 | |

Methods and assumptions used to determine contributions:

| | | | |
|-------------------------------|--|------------------|-----------------|
| Actuarial cost method | Entry-Age Normal based on level percentage of projected salary | | |
| Amortization method | Experience gains and losses are amortized over a closed period as follows: | | |
| | 2022: 10.9 years | 2020: 10.3 years | 2018: 9.7 years |
| | 2021: 10.9 years | 2019: 10.3 years | |
| Asset valuation method | Fair Value | | |
| Inflation | 2022: 3.0% | 2020: 3.0% | 2018: 2.5% |
| | 2021: 3.0% | 2019: 3.0% | |
| Healthcare cost trend rates | 2022: 7.0% initial, decreasing .25% per year to an ultimate rate of 4.00% | | |
| | 2021: 7.25% initial, decreasing .25% per year to an ultimate rate of 4.00% | | |
| | 2018-2020: 6.5% initial, decreasing .50% per year to an ultimate rate of 4.50%. | | |
| Salary increases | 3.50% | | |
| Investment rate of return | 2022: (16.9%) | 2020: 8.8% | 2018: 8.4% |
| | 2021: 22.3% | 2019: 4.5% | |
| Long-term municipal bond rate | 2022: 3.37% | 2020: 3.19% | 2018: 5.20% |
| | 2021: 3.37% | 2019: 3.19% | |
| Retirement age | 2022: Annual retirement rates based on FRS actuarial valuation as of July 1, 2020. | | |
| | 2021: Annual retirement rates based on FRS actuarial valuation as of July 1, 2020. | | |
| | 2020: Annual retirement rates based on FRS actuarial valuation as of July 1, 2018. | | |
| | 2019: Annual retirement rates based on FRS actuarial valuation as of July 1, 2018. | | |
| | 2018: Annual retirement rates based on FRS actuarial valuation as of July 1, 2017. | | |
| Mortality table | 2022: Pub-2010 generational, scale MP-2020 | | |
| | 2021: Pub-2010 generational, scale MP-2020 | | |
| | 2020: Pub-2010 generational, scale MP-2018 | | |
| | 2019: Pub-2010 generational, scale MP-2018 | | |
| | 2018: RP-2014 generational, scale MP-2017 | | |

2018

\$ 9,846,994

6,274,000

\$ 3,572,994

\$ 172,274,026

3.6%

PALM BEACH COUNTY, FLORIDA
Schedule of Changes in the Total OPEB Liability and Related Ratios
Fire-Rescue Supplemental Disability OPEB Plan
Last Ten Fiscal Years
(Required Supplementary Information)

| | 2022 | 2021 | 2020 | 2019 |
|--|----------------------|----------------------|----------------------|----------------------|
| Total OPEB liability | | | | |
| Service cost | \$ 111,544 | \$ 156,718 | \$ 129,198 | \$ 127,209 |
| Interest | 609,871 | 580,904 | 678,538 | 520,764 |
| Changes of benefit terms | - | - | 5,355 | - |
| Differences between expected and actual experience | 3,753,380 | 3,794,811 | 2,075,188 | 4,467,181 |
| Change of assumptions | 849,052 | 1,225,927 | 2,244,232 | (611,644) |
| Benefit payments | (1,896,796) | (1,736,174) | (1,614,934) | (1,721,178) |
| Net change in total OPEB liability | 3,427,051 | 4,022,186 | 3,517,577 | 2,782,332 |
| Total OPEB liability- beginning | 25,934,433 | 21,912,247 | 18,394,670 | 15,612,338 |
| Total OPEB liability- ending | \$ 29,361,484 | \$ 25,934,433 | \$ 21,912,247 | \$ 18,394,670 |

Covered-employee payroll \$ 142,652,898 \$ 139,407,954 \$ 136,324,750 \$ 126,347,132

Total OPEB liability as a percentage of covered-employee payroll 20.6% 18.6% 16.1% 14.6%

Notes to Schedule:

(1) GASB Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions", was implemented in fiscal year 2018 requiring ten-year trend data. Additional years will be displayed as the data becomes available.

(2) Amounts are as of September 30 of each year.

(3) No assets are accumulated in a trust that meets the criteria in Paragraph 4 of GASB Statement No. 75.

(4) Changes of assumptions: changes of assumptions and other inputs reflect the effects of changes in the discount rate, mortality table, and experience study each period.

-The following are the discount rates used in each period:

| | | | |
|------|-------|------|-------|
| 2022 | 2.19% | 2019 | 3.83% |
| 2021 | 2.43% | 2018 | 3.50% |
| 2020 | 2.74% | | |

-The following are the mortality tables used in each period:

2022, 2021 Pub-2010 Generational, Scale MP-2018
2020, 2019 RP-2000 Healthy Participant, Scale BB
2018 RP-2000 Healthy Participant, Scale BB

-The following are the actuarial experience studies used in each period:

2022, 2021 Florida Retirement System, July 1, 2019
2020, 2019 Florida Retirement System, July 1, 2014
2018 Florida Retirement System, July 1, 2014

2018

\$ 127,083
434,063
-
2,442,940
(635,227)
(1,262,950)
1,105,909
14,506,429
\$ 15,612,338

\$ 125,516,712

12.4%

PALM BEACH COUNTY, FLORIDA
Solid Waste Authority - Component Unit
Schedule of Changes in the Total OPEB Liability and Related Ratios
Healthcare OPEB Plan
Last Ten Fiscal Years
(Required Supplementary Information)

| | 2022 | 2021 | 2020 | 2019 |
|---|-------------------|-------------------|-------------------|-------------------|
| Total OPEB liability | | | | |
| Service cost | \$ 42,000 | \$ 30,000 | \$ 28,000 | \$ 22,000 |
| Interest | 13,000 | 17,000 | 18,000 | 28,000 |
| Differences between expected and actual experience | (87,000) | - | (206,000) | - |
| Change of assumptions | (49,000) | 1,000 | 336,000 | 26,000 |
| Benefit payments, including refunds of member contributions | (103,000) | (63,000) | (93,000) | (96,000) |
| Net change in total OPEB liability | (184,000) | (15,000) | 83,000 | (20,000) |
| Total OPEB liability- beginning | 755,000 | 770,000 | 687,000 | 707,000 |
| Total OPEB liability- ending | <u>\$ 571,000</u> | <u>\$ 755,000</u> | <u>\$ 770,000</u> | <u>\$ 687,000</u> |

| | | | | |
|---------------------------------|---------------|---------------|---------------|---------------|
| Covered-employee payroll | \$ 27,904,563 | \$ 27,218,216 | \$ 26,199,000 | \$ 25,841,000 |
|---------------------------------|---------------|---------------|---------------|---------------|

| | | | | |
|---|------|------|------|------|
| Total OPEB liability as a percentage of covered-employee payroll | 2.0% | 2.8% | 2.9% | 2.7% |
|---|------|------|------|------|

Notes to Schedule:

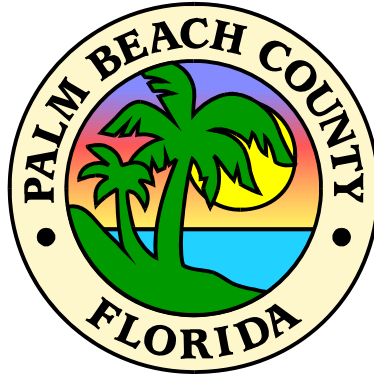
- (1) GASB Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions", was implemented in fiscal year 2018 requiring ten-year trend data. Additional years will be displayed as the data becomes available.
- (2) Amounts are as of September 30 of each year.
- (3) No assets are accumulated in a trust that meets the criteria in Paragraph 4 of GASB Statement No. 75.
- (4) Change of assumptions - For the September 30, 2022 valuation, all assumptions, method and results are based on the fiscal year 2021 GASB 75 actuarial report dated November 11, 2021. Changes to the assumptions since the last actuarial valuation include the discount rate was increased from 2.15% to 4.40% in FY22 and mortality assumption was updated from Pub-2010 mortality table with generational scale MP-2019 to Pub-2010 General Employees Headcount-Weighted Mortality Projected with Fully Generational MP-2020 Mortality Improvement Scale. For the September 30, 2021 and 2020 valuation, all assumptions, methods, and results are based on the fiscal year 2020 GASB 75 actuarial report dated February 1, 2021. Changes to the assumptions since the last actuarial valuation include the discount rate was decreased from 2.66% to 2.21% in fiscal year 2020 and decreased from 2.21% to 2.15% in fiscal year 2021; mortality assumption was updated from RP-2014 mortality table with generational scale MP-2018 to Pub-2010 mortality table with generational scale MP-2019; plan participation rate for Medicare-eligible retirees was reduced from 5% to 1%; Excise Tax (ACA Cadillac Tax) on high cost employer sponsored health plans was replaced by a bill in December 2019; there were significant changes to the retirement and termination assumptions based on the 2020 FRS actuarial valuation. For the September 2019 and 2018 valuations, all assumptions, methods and results are based on the fiscal year 2018 GASB 75 report dated November 13, 2018 except the discount rate which decreased from 4.18% to 2.66% in fiscal year 2019.

2018

| | |
|----|----------------|
| \$ | 21,000 |
| | 30,000 |
| | - |
| | (11,000) |
| | (79,000) |
| | (39,000) |
| | 746,000 |
| \$ | <u>707,000</u> |

\$ 23,959,000


3.0%



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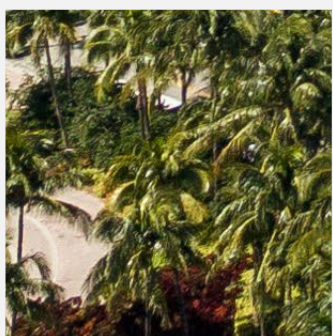
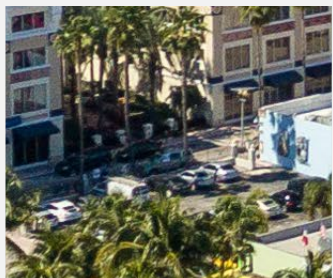


COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES



This subsection includes the combining and individual fund statements and schedules for the following:

- General Fund by Category
- Nonmajor Governmental Funds
- Internal Service Funds
- Custodial Funds



GENERAL FUND BY CATEGORY

General Fund - Board of County Commissioners (BOCC) - To account for the revenues and expenditures of the BOCC portion of the General Fund - which are activities that benefit all County residents.

General Fund - Sheriff - To account for the revenues and expenditures necessary to carry out the duties and obligations of the Sheriff as specified in Section 30.15, Florida Statutes.

General Fund - Clerk & Comptroller - To account for all funds received and expended to carry out the duties and responsibilities of the elected office of the Clerk & Comptroller.

General Fund - Tax Collector - To account for all funds received and expended to carry out the duties and responsibilities of the elected office of the Tax Collector.

General Fund - Property Appraiser - To account for all funds received and expended to carry out the duties and responsibilities of the elected office of the Property Appraiser.

General Fund - Supervisor of Elections - To account for all funds received and expended to carry out the duties and responsibilities of the elected office of the Supervisor of Elections.

PALM BEACH COUNTY, FLORIDA
Combining Balance Sheet
General Fund by Category
September 30, 2022

| | BOCC | Sheriff | Clerk & Comptroller | Tax Collector |
|---|-----------------------|-----------------------|------------------------|----------------------|
| ASSETS | | | | |
| Cash, cash equivalents, and investments | \$ 297,568,202 | \$ 139,791,426 | \$ 30,074,800 | \$ 85,184,224 |
| Accounts receivable, net | 14,504,737 | 997,616 | 19,289 | 7,786 |
| Due from other county funds | 154,731,291 | 143,478 | 302,397 | 77 |
| Due from other governments | 13,116,683 | 3,888,436 | 392,089 | - |
| Due from component unit | 344,081 | - | - | - |
| Inventory | 5,126,375 | 6,547,787 | - | - |
| Lease receivable | 4,526,054 | - | - | - |
| Other assets | 87,648 | 596,454 | - | 76,288 |
| Total assets | \$ 490,005,071 | \$ 151,965,197 | \$ 30,788,575 | \$ 85,268,375 |
| LIABILITIES | | | | |
| Vouchers payable and accrued liabilities | \$ 22,664,990 | \$ 28,082,926 | \$ 2,021,858 | \$ 2,781,204 |
| Due to other county funds | 15,343,890 | 51,951,568 | 10,254,254 | 69,965,230 |
| Due to other governments | 479,441 | 14,795,663 | 4,500,423 | 5,630,225 |
| Due to component unit | 7,376,057 | - | - | 5,361,243 |
| Due to individuals | 11,012,231 | 272,598 | - | - |
| Insurance claims payable | - | 2,280,875 | - | - |
| Unearned revenue | 23,227,622 | 189,782 | - | 1,530,473 |
| Other liabilities | 72,030 | 19,561,667 | 352,279 | - |
| Total liabilities | 80,176,261 | 117,135,079 | 17,128,814 | 85,268,375 |
| DEFERRED INFLOWS OF RESOURCES | | | | |
| Unavailable revenue | - | - | - | - |
| Leases | 4,526,054 | - | - | - |
| FUND BALANCES | | | | |
| Non-Spendable | | | | |
| Inventory | 5,126,375 | 6,547,787 | - | - |
| Prepaid Items | 87,318 | 147,163 | - | 71,078 |
| Spendable | | | | |
| Restricted | - | 28,135,168 | 13,659,761 | - |
| Unassigned | 400,089,063 | - | - | (71,078) |
| Total fund balances | 405,302,756 | 34,830,118 | 13,659,761 | - |
| Total liabilities, deferred inflows of resources and fund balances | \$ 490,005,071 | \$ 151,965,197 | \$ 30,788,575 | \$ 85,268,375 |

| Property Appraiser | Supervisor of Elections | Total | Eliminate Intra-Entity Balances | Adjusted Totals |
|---------------------|-------------------------|-----------------------|---------------------------------|-----------------------|
| \$ 3,186,428 | \$ 703,824 | \$ 556,508,904 | \$ - | \$ 556,508,904 |
| 780 | 11,586 | 15,541,794 | - | 15,541,794 |
| 89 | - | 155,177,332 | (103,609,320) | 51,568,012 |
| - | 2,144,494 | 19,541,702 | - | 19,541,702 |
| - | - | 344,081 | - | 344,081 |
| - | - | 11,674,162 | - | 11,674,162 |
| - | - | 4,526,054 | - | 4,526,054 |
| 49,204 | 2,040,211 | 2,849,805 | - | 2,849,805 |
| <u>\$ 3,236,501</u> | <u>\$ 4,900,115</u> | <u>\$ 766,163,834</u> | <u>\$(103,609,320)</u> | <u>\$ 662,554,514</u> |
| | | | | |
| \$ 895,453 | \$ 2,600,049 | \$ 59,046,480 | \$ - | \$ 59,046,480 |
| 2,068,765 | 58,944 | 149,642,651 | (103,609,320) | 46,033,331 |
| 213,739 | 96,628 | 25,716,119 | - | 25,716,119 |
| - | - | 12,737,300 | - | 12,737,300 |
| - | - | 11,284,829 | - | 11,284,829 |
| - | - | 2,280,875 | - | 2,280,875 |
| - | - | 24,947,877 | - | 24,947,877 |
| 58,544 | - | 20,044,520 | - | 20,044,520 |
| <u>3,236,501</u> | <u>2,755,621</u> | <u>305,700,651</u> | <u>(103,609,320)</u> | <u>202,091,331</u> |
| | | | | |
| - | 2,144,494 | 2,144,494 | - | 2,144,494 |
| - | - | 4,526,054 | - | 4,526,054 |
| | | | | |
| - | - | 11,674,162 | - | 11,674,162 |
| 49,204 | 2,040,211 | 2,394,974 | - | 2,394,974 |
| - | - | 41,794,929 | - | 41,794,929 |
| (49,204) | (2,040,211) | 397,928,570 | - | 397,928,570 |
| <u>-</u> | <u>-</u> | <u>453,792,635</u> | <u>-</u> | <u>453,792,635</u> |
| | | | | |
| <u>\$ 3,236,501</u> | <u>\$ 4,900,115</u> | <u>\$ 766,163,834</u> | <u>\$(103,609,320)</u> | <u>\$ 662,554,514</u> |

PALM BEACH COUNTY, FLORIDA
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances
General Fund by Category
For the fiscal year ended September 30, 2022

| | BOCC | Sheriff | Clerk & Comptroller | Tax Collector |
|---|------------------------|----------------------|------------------------|-------------------|
| Revenues: | | | | |
| Taxes (net of discount) | \$ 1,092,983,295 | \$ - | \$ - | \$ - |
| Licenses and permits | 45,099,479 | 1,421,627 | - | - |
| Intergovernmental | 419,366,659 | 429,375 | 1,934,007 | - |
| Charges for services | 51,103,061 | 78,116,616 | 43,303,560 | 86,544,912 |
| Less - excess fees paid out | - | - | - | (50,392,187) |
| Fines and forfeitures | 2,833,643 | 1,184,212 | - | - |
| Interest income | 5,750,693 | 2,029,214 | 41,092 | 15,546 |
| Net change in fair value of investments | (290,524) | - | - | - |
| Miscellaneous | 5,517,338 | 3,217,137 | 2,463,705 | - |
| Total revenues | 1,622,363,644 | 86,398,181 | 47,742,364 | 36,168,271 |
| Expenditures: | | | | |
| Current: | | | | |
| General government | 170,930,458 | 23,127,191 | 62,360,134 | 31,115,673 |
| Public safety | 24,769,491 | 726,110,673 | - | - |
| Physical environment | 14,214,206 | - | - | - |
| Transportation | 4,235,000 | - | - | - |
| Economic environment | 54,046,366 | - | - | - |
| Human services | 77,336,021 | - | - | - |
| Culture and recreation | 66,878,372 | - | - | - |
| Capital outlay | 183,349 | 16,435,926 | 93,721 | 5,052,598 |
| Debt service | 232,124 | 1,882,455 | 16,704 | - |
| Total expenditures | 412,825,387 | 767,556,245 | 62,470,559 | 36,168,271 |
| Excess of revenues over (under) expenditures | 1,209,538,257 | (681,158,064) | (14,728,195) | - |
| Other financing sources (uses): | | | | |
| Transfers in | 117,631,787 | 796,742,788 | 17,214,344 | - |
| Transfers out | (1,264,089,675) | (114,150,452) | (1,951,763) | - |
| Lease financing | - | 135,546 | - | - |
| Total other financing sources (uses) | (1,146,457,888) | 682,727,882 | 15,262,581 | - |
| Net change in fund balances | 63,080,369 | 1,569,818 | 534,386 | - |
| Fund balances, October 1, 2021 | 342,194,066 | 33,260,300 | 13,125,375 | - |
| Change in nonspendable fund balance | 28,321 | - | - | - |
| Fund balances, September 30, 2022 | \$ 405,302,756 | \$ 34,830,118 | \$ 13,659,761 | \$ - |

| Property Appraiser | Supervisor of Elections | Total | Eliminate Intra-Entity Balances | Adjusted Totals |
|--------------------|-------------------------|------------------|---------------------------------|------------------|
| \$ - | \$ - | \$ 1,092,983,295 | \$ - | \$ 1,092,983,295 |
| - | - | 46,521,106 | - | 46,521,106 |
| - | 87,551 | 421,817,592 | - | 421,817,592 |
| 26,642,751 | 1,206,016 | 286,916,916 | - | 286,916,916 |
| (2,246,736) | - | (52,638,923) | - | (52,638,923) |
| - | - | 4,017,855 | - | 4,017,855 |
| 12,410 | 13 | 7,848,968 | - | 7,848,968 |
| - | - | (290,524) | - | (290,524) |
| - | 263,780 | 11,461,960 | - | 11,461,960 |
| 24,408,425 | 1,557,360 | 1,818,638,245 | - | 1,818,638,245 |
| 24,132,925 | 22,084,908 | 333,751,289 | - | 333,751,289 |
| - | - | 750,880,164 | - | 750,880,164 |
| - | - | 14,214,206 | - | 14,214,206 |
| - | - | 4,235,000 | - | 4,235,000 |
| - | - | 54,046,366 | - | 54,046,366 |
| - | - | 77,336,021 | - | 77,336,021 |
| - | - | 66,878,372 | - | 66,878,372 |
| 275,500 | 1,976,718 | 24,017,812 | - | 24,017,812 |
| - | 615,189 | 2,746,472 | - | 2,746,472 |
| 24,408,425 | 24,676,815 | 1,328,105,702 | - | 1,328,105,702 |
| - | (23,119,455) | 490,532,543 | - | 490,532,543 |
| - | 23,093,033 | 954,681,952 | (940,949,603) | 13,732,349 |
| - | (36,334) | (1,380,228,224) | 940,949,603 | (439,278,621) |
| - | 62,756 | 198,302 | - | 198,302 |
| - | 23,119,455 | (425,347,970) | - | (425,347,970) |
| - | - | 65,184,573 | - | 65,184,573 |
| - | - | 388,579,741 | - | 388,579,741 |
| - | - | 28,321 | - | 28,321 |
| \$ - | \$ - | \$ 453,792,635 | \$ - | \$ 453,792,635 |

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
General Fund - BOCC
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|----------------------|------------------------|------------------------|---|
| Revenues: | | | | |
| Taxes (net of discount) | \$ 1,131,961,841 | \$ 1,131,961,841 | \$ 1,092,983,295 | \$ (38,978,546) |
| Licenses and permits | 38,869,944 | 38,869,944 | 45,099,479 | 6,229,535 |
| Intergovernmental | 141,330,733 | 388,523,108 | 419,366,659 | 30,843,551 |
| Charges for services | 48,019,635 | 47,602,020 | 51,103,061 | 3,501,041 |
| Fines and forfeitures | 2,113,500 | 2,113,500 | 2,833,643 | 720,143 |
| Interest income | 3,033,000 | 3,033,000 | 5,750,693 | 2,717,693 |
| Net change in fair value of investments | - | - | (290,524) | (290,524) |
| Miscellaneous | 3,022,379 | 3,847,781 | 5,517,338 | 1,669,557 |
| Less 5% anticipated revenues | (72,533,097) | (72,533,097) | - | 72,533,097 |
| Total revenues | 1,295,817,935 | 1,543,418,097 | 1,622,363,644 | 78,945,547 |
| Expenditures: | | | | |
| Current: | | | | |
| General government | 372,180,646 | 407,095,365 | 170,930,458 | 236,164,907 |
| Public safety | 26,315,136 | 26,741,626 | 24,769,491 | 1,972,135 |
| Physical environment | 15,451,510 | 15,464,114 | 14,214,206 | 1,249,908 |
| Transportation | 4,235,000 | 4,235,000 | 4,235,000 | - |
| Economic environment | 54,241,371 | 54,297,921 | 54,046,366 | 251,555 |
| Human services | 88,944,839 | 92,075,279 | 77,336,021 | 14,739,258 |
| Culture and recreation | 72,122,132 | 72,912,145 | 66,878,372 | 6,033,773 |
| Capital outlay | 271,664 | 1,024,445 | 183,349 | 841,096 |
| Debt service | - | - | 232,124 | (232,124) |
| Total expenditures | 633,762,298 | 673,845,895 | 412,825,387 | 261,020,508 |
| Excess of revenues over (under) expenditures | 662,055,637 | 869,572,202 | 1,209,538,257 | 339,966,055 |
| Other financing sources (uses): | | | | |
| Transfers in | 86,149,572 | 90,103,426 | 117,631,787 | 27,528,361 |
| Transfers out | (1,046,127,389) | (1,296,771,641) | (1,264,089,675) | 32,681,966 |
| Total other financing sources (uses) | (959,977,817) | (1,206,668,215) | (1,146,457,888) | 60,210,327 |
| Net change in fund balances | (297,922,180) | (337,096,013) | 63,080,369 | 400,176,382 |
| Fund balances, October 1, 2021 | 297,922,180 | 337,096,013 | 342,194,066 | 5,098,053 |
| Change in nonspendable fund balance | - | - | 28,321 | 28,321 |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ 405,302,756 | \$ 405,302,756 |

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
General Fund - Sheriff
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|----------------------|----------------------|----------------------|---|
| Revenues: | | | | |
| Licenses and Permits | \$ - | \$ - | \$ 1,421,627 | \$ 1,421,627 |
| Intergovernmental | - | - | 429,375 | 429,375 |
| Charges for services | - | - | 78,116,616 | 78,116,616 |
| Fines and forfeitures | - | - | 1,184,212 | 1,184,212 |
| Interest income | - | - | 2,029,214 | 2,029,214 |
| Miscellaneous | - | - | 3,217,137 | 3,217,137 |
| Total revenues | - | - | 86,398,181 | 86,398,181 |
| Expenditures: | | | | |
| Current: | | | | |
| General government | 23,351,368 | 23,738,219 | 23,127,191 | 611,028 |
| Public safety | 743,110,228 | 739,385,907 | 726,110,673 | 13,275,234 |
| Capital outlay | 22,169,354 | 35,663,309 | 16,435,926 | 19,227,383 |
| Debt service | - | 1,882,460 | 1,882,455 | 5 |
| Total expenditures | 788,630,950 | 800,669,895 | 767,556,245 | 33,113,650 |
| Excess of revenues over (under) expenditures | (788,630,950) | (800,669,895) | (681,158,064) | 119,511,831 |
| Other financing sources (uses): | | | | |
| Transfers in | 788,630,950 | 805,146,471 | 796,742,788 | (8,403,683) |
| Transfers out | - | (4,476,576) | (114,150,452) | (109,673,876) |
| Lease financing | - | - | 135,546 | 135,546 |
| Total other financing sources (uses) | 788,630,950 | 800,669,895 | 682,727,882 | (117,942,013) |
| Net change in fund balances | - | - | 1,569,818 | 1,569,818 |
| Fund balances, October 1, 2021 | - | - | 33,260,300 | 33,260,300 |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ 34,830,118 | \$ 34,830,118 |

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
General Fund - Clerk & Comptroller
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|---------------------|---------------------|----------------------|---|
| Revenues: | | | | |
| Intergovernmental | \$ 1,575,857 | \$ 1,575,858 | \$ 1,934,007 | \$ 358,149 |
| Charges for services | 45,098,181 | 45,098,180 | 43,303,560 | (1,794,620) |
| Interest income | 29,165 | 29,165 | 41,092 | 11,927 |
| Miscellaneous | 1,992,262 | 1,992,262 | 2,463,705 | 471,443 |
| Total revenues | 48,695,465 | 48,695,465 | 47,742,364 | (953,101) |
| Expenditures: | | | | |
| Current: | | | | |
| General government | 69,595,341 | 70,135,719 | 62,360,134 | 7,775,585 |
| Capital outlay | 806,750 | 266,372 | 93,721 | 172,651 |
| Debt service | - | - | 16,704 | (16,704) |
| Total expenditures | 70,402,091 | 70,402,091 | 62,470,559 | 7,931,532 |
| Excess of revenues over (under) expenditures | (21,706,626) | (21,706,626) | (14,728,195) | 6,978,431 |
| Other financing sources (uses): | | | | |
| Transfers in | 22,592,941 | 22,592,941 | 17,214,344 | (5,378,597) |
| Transfers out | (5,176,963) | (5,176,963) | (1,951,763) | 3,225,200 |
| Total other financing sources (uses) | 17,415,978 | 17,415,978 | 15,262,581 | (2,153,397) |
| Net change in fund balances | (4,290,648) | (4,290,648) | 534,386 | 4,825,034 |
| Fund balances, October 1, 2021 | 13,125,375 | 13,125,375 | 13,125,375 | - |
| Fund balances, September 30, 2022 | \$ 8,834,727 | \$ 8,834,727 | \$ 13,659,761 | \$ 4,825,034 |

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
General Fund - Tax Collector
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|--|--------------------|-------------------|-------------------|---|
| Revenues: | | | | |
| Charges for services | \$ 83,093,320 | \$ 84,593,320 | \$ 86,544,912 | \$ 1,951,592 |
| Less - excess fees paid out | (49,446,349) | (47,011,156) | (50,392,187) | (3,381,031) |
| Interest income | - | - | 15,546 | 15,546 |
| Total revenues | 33,646,971 | 37,582,164 | 36,168,271 | (1,413,893) |
| Expenditures: | | | | |
| Current: | | | | |
| General government | 33,171,647 | 32,436,320 | 31,115,673 | 1,320,647 |
| Capital outlay | 475,324 | 5,145,844 | 5,052,598 | 93,246 |
| Total expenditures | 33,646,971 | 37,582,164 | 36,168,271 | 1,413,893 |
| Excess of revenues over (under) expenditures | - | - | - | - |
| Net change in fund balances | - | - | - | - |
| Fund balances, October 1, 2021 | - | - | - | - |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ - | \$ - |

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
General Fund - Property Appraiser
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|--|--------------------|-------------------|-------------------|---|
| Revenues: | | | | |
| Charges for services | \$ 26,594,937 | \$ 26,594,937 | \$ 26,642,751 | \$ 47,814 |
| Less - excess fees paid out | - | - | (2,246,736) | (2,246,736) |
| Interest income | - | - | 12,410 | 12,410 |
| Total revenues | 26,594,937 | 26,594,937 | 24,408,425 | (2,186,512) |
| Expenditures: | | | | |
| Current: | | | | |
| General government | 26,309,937 | 26,309,937 | 24,132,925 | 2,177,012 |
| Capital outlay | 285,000 | 285,000 | 275,500 | 9,500 |
| Total expenditures | 26,594,937 | 26,594,937 | 24,408,425 | 2,186,512 |
| Excess of revenues over (under) expenditures | - | - | - | - |
| Net change in fund balances | - | - | - | - |
| Fund balances, October 1, 2021 | - | - | - | - |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ - | \$ - |

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
General Fund - Supervisor of Elections
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|---------------------|---------------------|---------------------|---|
| Revenues: | | | | |
| Intergovernmental | \$ - | \$ - | \$ 87,551 | \$ 87,551 |
| Charges for services | 695,392 | 695,392 | 1,206,016 | 510,624 |
| Interest income | 120 | 120 | 13 | (107) |
| Miscellaneous | - | - | 263,780 | 263,780 |
| Total revenues | 695,512 | 695,512 | 1,557,360 | 861,848 |
| Expenditures: | | | | |
| Current: | | | | |
| General government | 21,274,351 | 21,274,351 | 22,084,908 | (810,557) |
| Capital outlay | 369,700 | 369,700 | 1,976,718 | (1,607,018) |
| Debt service | - | - | 615,189 | (615,189) |
| Total expenditures | 21,644,051 | 21,644,051 | 24,676,815 | (3,032,764) |
| Excess of revenues over (under) expenditures | (20,948,539) | (20,948,539) | (23,119,455) | (2,170,916) |
| Other financing sources (uses): | | | | |
| Transfers in | 20,948,539 | 20,948,539 | 23,093,033 | 2,144,494 |
| Transfers out | - | - | (36,334) | (36,334) |
| Lease financing | - | - | 62,756 | 62,756 |
| Total other financing sources (uses) | 20,948,539 | 20,948,539 | 23,119,455 | 2,170,916 |
| Net change in fund balances | - | - | - | - |
| Fund balances, October 1, 2021 | - | - | - | - |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ - | \$ - |



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NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Tourist Development - To account for tourist development taxes designated to promote tourism in Palm Beach County.

Law Enforcement Grants - To account for revenues to be used for law enforcement grants, including but not limited to the Justice Assistance Grants (JAG).

County Transportation Trust - To account for ad-valorem taxes, gas taxes, and other revenues designated for the construction and maintenance of County roads.

Municipal Service Taxing District - To account for revenues to be used in the unincorporated areas of the County for services rendered.

Library Taxing District - To account for ad-valorem taxes and governmental grant funds designated to operate and maintain the County's public library system.

Community & Social Development - To account for governmental grant funds and other revenues designated for community and social services.

Housing & Economic Development - To account for governmental grant funds and other revenues designated for housing and economic development activities.

Affordable Housing Trust Fund (SHIP)- To account for intergovernmental revenues and other revenues designated for providing standard, affordable housing for persons of low to moderate income.

Other Special Revenue Fund - To account for all other special revenue funds except those required to be accounted for in other funds.

DEBT SERVICE FUNDS

General Obligation Bonds - To account for the annual debt service requirements of all general obligation bonds.

Revenue Bonds - To account for the annual debt service requirements of non ad-valorem, non self-supporting revenue bonds.

Other Financing - To account for the annual debt service requirements of other financing arrangements.

NONMAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECTS FUNDS

Criminal Justice - To account for costs related to the design and construction of courthouses, jails and other physical facilities required for the courts, law enforcement and detention operations.

Environmental Lands - To account for costs related to the acquisition of environmentally sensitive ecological sites, and for the design and construction of beach improvements such as sand/beach re-nourishment or dune replacement projects.

Fire Rescue - To account for costs related to the design, acquisition and construction of fire stations, training and administrative facilities, and equipment acquisitions for new stations.

Libraries - To account for costs related to the design, acquisition and construction of libraries, including library materials.

Parks & Recreation - To account for costs related to the design, acquisition and construction or expansion of beach, regional, district and community parks including active and passive recreational facilities and administrative facilities for park operations.

Street & Drainage - To account for costs related to the design and construction of neighborhood streets, replacing shell rock (dirt) roads and providing drainage associated with the streets. These improvements are primarily funded by assessments against the benefiting properties.



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PALM BEACH COUNTY, FLORIDA
Combining Balance Sheet
Nonmajor Governmental Funds
September 30, 2022

| | Tourist Development Special Revenue Fund | Law Enforcement Grants Special Revenue Fund | County Transportation Trust Special Revenue Fund | Municipal Service Taxing District Special Revenue Fund |
|---|---|---|--|---|
| ASSETS | | | | |
| Cash, cash equivalents, and investments | \$ 53,667,467 | \$ - | \$ 3,044,735 | \$ 37,401,657 |
| Accounts receivable, net | 821,711 | - | 2,601 | - |
| Due from other county funds | 3,990,821 | 13,124,196 | - | 1,966 |
| Due from other governments | - | 58,945 | 4,046,988 | - |
| Inventory | - | - | 3,121,184 | - |
| Lease receivable | - | - | - | - |
| Other assets | 7,608,360 | - | 175 | - |
| Other receivable, noncurrent | 250,000 | - | - | - |
| Total assets | \$ 66,338,359 | \$ 13,183,141 | \$ 10,215,683 | \$ 37,403,623 |
| LIABILITIES | | | | |
| Vouchers payable and accrued liabilities | \$ 6,621,503 | \$ 25,478 | \$ 808,161 | \$ 317,540 |
| Due to other county funds | 13,396 | 5,904,498 | 4,107,384 | 110,953 |
| Due to other governments | 168,904 | - | 4,780 | 628 |
| Due to component unit | - | - | 2,852 | - |
| Due to individuals | - | - | - | - |
| Unearned revenue | - | 101,807 | - | - |
| Other liabilities | - | - | - | - |
| Total liabilities | 6,803,803 | 6,031,783 | 4,923,177 | 429,121 |
| DEFERRED INFLOWS OF RESOURCES | | | | |
| Unavailable revenue | 250,000 | 1,381,268 | 158,573 | - |
| Leases | - | - | - | - |
| FUND BALANCES | | | | |
| Non-Spendable | | | | |
| Inventory | - | - | 3,121,184 | - |
| Prepaid items | 508,360 | - | - | - |
| Spendable | | | | |
| Restricted for: | | | | |
| Debt service | - | - | - | - |
| Capital projects | - | - | - | - |
| Library services | - | - | - | - |
| Tourist development programs | 41,174,134 | - | - | - |
| Grant and economic development programs | - | 5,770,090 | - | - |
| Environmental protection programs | - | - | - | - |
| Public safety and judicial programs | - | - | - | - |
| Other services and programs | - | - | 2,012,749 | 36,974,502 |
| Assigned to: | | | | |
| Capital projects | - | - | - | - |
| Tourist development programs | 17,602,062 | - | - | - |
| Other services and programs | - | - | - | - |
| Unassigned | - | - | - | - |
| Total fund balances | 59,284,556 | 5,770,090 | 5,133,933 | 36,974,502 |
| Total liabilities, deferred inflows of resources and fund balances | \$ 66,338,359 | \$ 13,183,141 | \$ 10,215,683 | \$ 37,403,623 |

| Library Taxing District Special Revenue Fund | Community & Social Development Special Revenue Fund | Housing & Economic Development Special Revenue Fund | Affordable Housing Trust Fund (SHIP) Special Revenue Fund | Other Special Revenue Fund | Total Special Revenue Funds |
|--|---|---|---|----------------------------------|--------------------------------|
| \$ 22,888,035 | \$ 852,269 | \$ 18,061,131 | \$ 41,163,830 | \$ 68,976,957 | \$ 246,056,081 |
| 548 | 3,667,601 | 163,200 | 9,550 | 308,068 | 4,973,279 |
| 793,452 | 2,305,030 | 199,656 | - | 2,942,244 | 23,357,365 |
| - | 3,372,178 | 175,939 | - | 2,840,431 | 10,494,481 |
| - | - | - | - | 60,487 | 3,181,671 |
| - | - | - | - | 5,597,319 | 5,597,319 |
| - | - | - | - | 9,750 | 7,618,285 |
| - | 798,330 | 11,143,142 | - | - | 12,191,472 |
| <u>\$ 23,682,035</u> | <u>\$ 10,995,408</u> | <u>\$ 29,743,068</u> | <u>\$ 41,173,380</u> | <u>\$ 80,735,256</u> | <u>\$ 313,469,953</u> |
| \$ 1,706,929 | \$ 1,633,995 | \$ 34,661 | \$ 18,019 | \$ 1,050,701 | \$ 12,216,987 |
| 112,238 | 1,840,949 | 951,019 | 200,304 | 733,136 | 13,973,877 |
| 26 | 77,890 | 14,374 | - | 1,140,281 | 1,406,883 |
| - | - | - | - | - | 2,852 |
| - | - | 103,600 | 42,156 | 5,000 | 150,756 |
| - | 272,467 | 150,000 | - | 710,423 | 1,234,697 |
| 1,047 | - | - | - | - | 1,047 |
| <u>1,820,240</u> | <u>3,825,301</u> | <u>1,253,654</u> | <u>260,479</u> | <u>3,639,541</u> | <u>28,987,099</u> |
| - | 2,589,018 | 11,143,141 | 6,225 | - | 15,528,225 |
| - | - | - | - | 5,597,319 | 5,597,319 |
| - | - | - | - | 60,487 | 3,181,671 |
| - | - | - | - | - | 508,360 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 21,861,795 | - | - | - | - | 21,861,795 |
| - | - | - | - | - | 41,174,134 |
| - | 5,573,157 | 11,597,225 | 18,844,202 | 14,751,358 | 56,536,032 |
| - | - | - | - | 15,725,061 | 15,725,061 |
| - | - | - | - | 14,582,982 | 14,582,982 |
| - | 27,271 | 6,553,400 | 22,062,474 | 15,714,436 | 83,344,832 |
| - | - | - | - | - | - |
| - | - | - | - | - | 17,602,062 |
| - | - | - | - | 10,664,072 | 10,664,072 |
| - | (1,019,339) | (804,352) | - | - | (1,823,691) |
| <u>21,861,795</u> | <u>4,581,089</u> | <u>17,346,273</u> | <u>40,906,676</u> | <u>71,498,396</u> | <u>263,357,310</u> |
| <u>\$ 23,682,035</u> | <u>\$ 10,995,408</u> | <u>\$ 29,743,068</u> | <u>\$ 41,173,380</u> | <u>\$ 80,735,256</u> | <u>\$ 313,469,953</u> |

PALM BEACH COUNTY, FLORIDA
Combining Balance Sheet
Nonmajor Governmental Funds
September 30, 2022

| | General Obligation Bonds Debt Service | Revenue Bonds Debt Service | Other Financing Debt Service | Total Debt Service Funds | Criminal Justice Capital Projects |
|---|---|-------------------------------------|---------------------------------------|--------------------------------|--|
| ASSETS | | | | | |
| Cash, cash equivalents, and investments | \$ 281,536 | \$ 522,664 | \$ - | \$ 804,200 | \$ 6,931,138 |
| Accounts receivable, net | - | 1,153,998 | - | 1,153,998 | - |
| Due from other county funds | - | - | - | - | - |
| Due from other governments | - | - | - | - | 8,046 |
| Inventory | - | - | - | - | - |
| Lease receivable | - | - | - | - | - |
| Other assets | - | - | - | - | - |
| Other receivable, noncurrent | - | - | - | - | - |
| Total assets | \$ 281,536 | \$ 1,676,662 | \$ - | \$ 1,958,198 | \$ 6,939,184 |
| LIABILITIES | | | | | |
| Vouchers payable and accrued liabilities | \$ - | \$ - | \$ - | \$ - | \$ - |
| Due to other county funds | - | - | - | - | - |
| Due to other governments | - | - | - | - | - |
| Due to component unit | - | - | - | - | - |
| Due to individuals | - | - | - | - | - |
| Unearned revenue | - | - | - | - | - |
| Other liabilities | - | - | - | - | - |
| Total liabilities | - | - | - | - | - |
| DEFERRED INFLOWS OF RESOURCES | | | | | |
| Unavailable revenue | - | - | - | - | - |
| Leases | - | - | - | - | - |
| FUND BALANCES | | | | | |
| Non-Spendable | | | | | |
| Inventory | - | - | - | - | - |
| Prepaid items | - | - | - | - | - |
| Spendable | | | | | |
| Restricted for: | | | | | |
| Debt service | 281,536 | 1,676,662 | - | 1,958,198 | - |
| Capital projects | - | - | - | - | 6,939,184 |
| Library services | - | - | - | - | - |
| Tourist development programs | - | - | - | - | - |
| Grant and economic development programs | - | - | - | - | - |
| Environmental protection programs | - | - | - | - | - |
| Public safety and judicial programs | - | - | - | - | - |
| Other services and programs | - | - | - | - | - |
| Assigned to: | | | | | |
| Capital projects | - | - | - | - | - |
| Tourist development programs | - | - | - | - | - |
| Other services and programs | - | - | - | - | - |
| Unassigned | - | - | - | - | - |
| Total fund balances | 281,536 | 1,676,662 | - | 1,958,198 | 6,939,184 |
| Total liabilities, deferred inflows of resources and fund balances | \$ 281,536 | \$ 1,676,662 | \$ - | \$ 1,958,198 | \$ 6,939,184 |

| Environmental Lands Capital Projects | Fire Rescue Capital Projects | Libraries Capital Projects | Parks & Recreation Capital Projects | Street & Drainage Capital Projects | Total Capital Projects Funds | Total Nonmajor Governmental Funds |
|---|---------------------------------------|----------------------------------|--|---|------------------------------------|--|
| \$ 24,282,866 | \$ 79,104,721 | \$ 64,162,071 | \$ 36,929,322 | \$ 13,582,262 | \$ 224,992,380 | \$ 471,852,661 |
| - | - | - | 64,672 | 2,372,125 | 2,436,797 | 8,564,074 |
| - | 53,065 | - | 20,332 | 2,183 | 75,580 | 23,432,945 |
| 469,273 | 21,179 | 27,549 | 87,356 | - | 613,403 | 11,107,884 |
| - | - | - | - | - | - | 3,181,671 |
| - | - | - | - | - | - | 5,597,319 |
| - | 200 | - | - | - | 200 | 7,618,485 |
| - | - | - | - | - | - | 12,191,472 |
| <u>\$ 24,752,139</u> | <u>\$ 79,179,165</u> | <u>\$ 64,189,620</u> | <u>\$ 37,101,682</u> | <u>\$ 15,956,570</u> | <u>\$ 228,118,360</u> | <u>\$ 543,546,511</u> |
| \$ - | \$ 603,251 | \$ 282,705 | \$ 641,035 | \$ - | \$ 1,526,991 | \$ 13,743,978 |
| 15,769 | - | - | - | - | 15,769 | 13,989,646 |
| - | - | - | 10,260 | 1,337 | 11,597 | 1,418,480 |
| - | - | - | - | - | - | 2,852 |
| - | - | - | - | - | - | 150,756 |
| - | 53,065 | - | - | - | 53,065 | 1,287,762 |
| - | - | - | - | - | - | 1,047 |
| <u>15,769</u> | <u>656,316</u> | <u>282,705</u> | <u>651,295</u> | <u>1,337</u> | <u>1,607,422</u> | <u>30,594,521</u> |
| - | - | - | 64,672 | 2,372,125 | 2,436,797 | 17,965,022 |
| - | - | - | - | - | - | 5,597,319 |
| - | - | - | - | - | - | 3,181,671 |
| - | - | - | - | - | - | 508,360 |
| - | - | - | - | - | - | 1,958,198 |
| 14,976,356 | 78,522,849 | 63,906,915 | 30,297,052 | 7,590,292 | 202,232,648 | 202,232,648 |
| - | - | - | - | - | - | 21,861,795 |
| - | - | - | - | - | - | 41,174,134 |
| - | - | - | - | - | - | 56,536,032 |
| - | - | - | - | - | - | 15,725,061 |
| - | - | - | - | - | - | 14,582,982 |
| - | - | - | - | - | - | 83,344,832 |
| 9,760,014 | - | - | 6,088,663 | 5,992,816 | 21,841,493 | 21,841,493 |
| - | - | - | - | - | - | 17,602,062 |
| - | - | - | - | - | - | 10,664,072 |
| - | - | - | - | - | - | (1,823,691) |
| <u>24,736,370</u> | <u>78,522,849</u> | <u>63,906,915</u> | <u>36,385,715</u> | <u>13,583,108</u> | <u>224,074,141</u> | <u>489,389,649</u> |
| <u>\$ 24,752,139</u> | <u>\$ 79,179,165</u> | <u>\$ 64,189,620</u> | <u>\$ 37,101,682</u> | <u>\$ 15,956,570</u> | <u>\$ 228,118,360</u> | <u>\$ 543,546,511</u> |

PALM BEACH COUNTY, FLORIDA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the fiscal year ended September 30, 2022

| | Tourist Development Special Revenue Fund | Law Enforcement Grants Special Revenue Fund | County Transportation Trust Special Revenue Fund | Municipal Service Taxing District Special Revenue Fund |
|---|---|---|--|---|
| Revenues: | | | | |
| Taxes (net of discount) | \$ 77,817,161 | \$ - | \$ 7,901,466 | \$ - |
| Special assessments | - | - | - | - |
| Licenses and permits | - | - | 2,850 | 31,563,274 |
| Intergovernmental | 250,000 | 5,702,782 | 18,507,702 | - |
| Charges for services | 5,703,177 | - | 1,365,575 | 2,197,078 |
| Fines and forfeitures | - | 999,333 | - | 6,300 |
| Interest income | 512,145 | 47,002 | 10,232 | 420,834 |
| Net change in fair value of investments | (26,430) | (2,366) | 3,069 | (18,428) |
| Miscellaneous | - | 1,021,862 | 5,309,205 | 1,758 |
| Total revenues | 84,256,053 | 7,768,613 | 33,100,099 | 34,170,816 |
| Expenditures: | | | | |
| Current: | | | | |
| General government | - | - | - | 45,222 |
| Public safety | - | 676,268 | 8,400 | 21,636,895 |
| Physical environment | - | - | - | - |
| Transportation | - | - | 44,950,021 | - |
| Economic environment | 39,748,808 | - | - | - |
| Human services | - | - | - | - |
| Culture and recreation | - | - | - | - |
| Capital outlay | 10,659 | - | 380,545 | 38,752 |
| Debt service | - | - | - | - |
| Total expenditures | 39,759,467 | 676,268 | 45,338,966 | 21,720,869 |
| Excess of revenues over (under) expenditures | 44,496,586 | 7,092,345 | (12,238,867) | 12,449,947 |
| Other financing sources (uses): | | | | |
| Transfers in | 39,925 | 977,545 | 12,320,084 | - |
| Transfers out | (22,550,167) | (6,384,747) | (64,800) | (9,132,400) |
| Issuance of long-term debt | - | - | - | - |
| Total other financing sources (uses) | (22,510,242) | (5,407,202) | 12,255,284 | (9,132,400) |
| Net change in fund balances | 21,986,344 | 1,685,143 | 16,417 | 3,317,547 |
| Fund balances, October 1, 2021 | 37,298,212 | 4,084,947 | 4,993,184 | 33,656,955 |
| Change in nonspendable fund balances | - | - | 124,332 | - |
| Fund balances, September 30, 2022 | \$ 59,284,556 | \$ 5,770,090 | \$ 5,133,933 | \$ 36,974,502 |

| Library Taxing District Special Revenue Fund | Community & Social Development Special Revenue Fund | Housing & Economic Development Special Revenue Fund | Affordable Housing Trust Fund (SHIP) Special Revenue Fund | Other Special Revenue Fund | Total Special Revenue Funds |
|--|---|---|---|----------------------------------|--------------------------------|
| \$ 62,204,688 | \$ - | \$ - | \$ - | \$ 61,915 | \$ 147,985,230 |
| - | - | - | - | 35,232,907 | 35,232,907 |
| 77,510 | - | - | - | 3,034,382 | 34,678,016 |
| 1,158,723 | 24,814,495 | 7,410,441 | 5,793,685 | 9,853,061 | 73,490,889 |
| 1,542 | 49,772 | 399,665 | 6,500 | 26,572,338 | 36,295,647 |
| 64,667 | - | - | - | 1,029,677 | 2,099,977 |
| 359,193 | 19,901 | 838,271 | 1,971,688 | 970,810 | 5,150,076 |
| (17,476) | (682) | (6,958) | (15,844) | (48,446) | (133,561) |
| 55,858 | 1,938,037 | 4,425,184 | 7,217,789 | 1,968,700 | 21,938,393 |
| <u>63,904,705</u> | <u>26,821,523</u> | <u>13,066,603</u> | <u>14,973,818</u> | <u>78,675,344</u> | <u>356,737,574</u> |
| - | - | - | - | 42,950,281 | 42,995,503 |
| - | 2,412,107 | - | - | 8,203,676 | 32,937,346 |
| - | - | - | - | 11,976,806 | 11,976,806 |
| - | - | - | - | - | 44,950,021 |
| - | 6,575,884 | 11,777,037 | 3,588,638 | - | 61,690,367 |
| - | 26,954,117 | 570,165 | - | 771,194 | 28,295,476 |
| 46,154,863 | - | - | - | 8,313,452 | 54,468,315 |
| 3,114,539 | 31,370 | - | - | 66,240 | 3,642,105 |
| - | 59,430 | 1,819,388 | - | 411,485 | 2,290,303 |
| <u>49,269,402</u> | <u>36,032,908</u> | <u>14,166,590</u> | <u>3,588,638</u> | <u>72,693,134</u> | <u>283,246,242</u> |
| <u>14,635,303</u> | <u>(9,211,385)</u> | <u>(1,099,987)</u> | <u>11,385,180</u> | <u>5,982,210</u> | <u>73,491,332</u> |
| 13,407 | 10,407,374 | 46,361 | 5,127,000 | 8,382,973 | 37,314,669 |
| (12,613,800) | (453,555) | (2,066,261) | - | (4,296,445) | (57,562,175) |
| - | 307,103 | - | - | - | 307,103 |
| <u>(12,600,393)</u> | <u>10,260,922</u> | <u>(2,019,900)</u> | <u>5,127,000</u> | <u>4,086,528</u> | <u>(19,940,403)</u> |
| 2,034,910 | 1,049,537 | (3,119,887) | 16,512,180 | 10,068,738 | 53,550,929 |
| 19,826,885 | 3,531,552 | 20,466,160 | 24,394,496 | 61,418,210 | 209,670,601 |
| - | - | - | - | 11,448 | 135,780 |
| <u>\$ 21,861,795</u> | <u>\$ 4,581,089</u> | <u>\$ 17,346,273</u> | <u>\$ 40,906,676</u> | <u>\$ 71,498,396</u> | <u>\$ 263,357,310</u> |

PALM BEACH COUNTY, FLORIDA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the fiscal year ended September 30, 2022

| | General Obligation Bonds Debt Service | Revenue Bonds Debt Service | Other Financing Debt Service | Total Debt Service Funds | Criminal Justice Capital Projects |
|---|---|-------------------------------------|---------------------------------------|--------------------------------|--|
| Revenues: | | | | | |
| Taxes (net of discount) | \$ 10,920,932 | \$ - | \$ - | \$ 10,920,932 | \$ - |
| Special assessments | - | - | - | - | 372,754 |
| Licenses and permits | - | - | - | - | - |
| Intergovernmental | 674 | 2,000,004 | - | 2,000,678 | - |
| Charges for services | - | - | - | - | - |
| Fines and forfeitures | - | - | - | - | - |
| Interest income | 48,091 | 9,997 | - | 58,088 | 72,765 |
| Net change in fair value of investments | (447) | (561) | - | (1,008) | (3,798) |
| Miscellaneous | 27 | 2,143,150 | - | 2,143,177 | - |
| Total revenues | 10,969,277 | 4,152,590 | - | 15,121,867 | 441,721 |
| Expenditures: | | | | | |
| Current: | | | | | |
| General government | - | - | - | - | - |
| Public safety | - | - | - | - | - |
| Physical environment | - | - | - | - | - |
| Transportation | - | - | - | - | - |
| Economic environment | - | - | - | - | - |
| Human services | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - |
| Capital outlay | - | - | - | - | 163,307 |
| Debt service | 10,900,700 | 74,525,468 | 634,060 | 86,060,228 | - |
| Total expenditures | 10,900,700 | 74,525,468 | 634,060 | 86,060,228 | 163,307 |
| Excess of revenues over (under) expenditure | 68,577 | (70,372,878) | (634,060) | (70,938,361) | 278,414 |
| Other financing sources (uses): | | | | | |
| Transfers in | - | 66,233,676 | 634,060 | 66,867,736 | - |
| Transfers out | - | (39,926) | - | (39,926) | - |
| Issuance of long-term debt | - | - | - | - | - |
| Total other financing sources (uses) | - | 66,193,750 | 634,060 | 66,827,810 | - |
| Net change in fund balances | 68,577 | (4,179,128) | - | (4,110,551) | 278,414 |
| Fund balances, October 1, 2021 | 212,959 | 5,855,790 | - | 6,068,749 | 6,660,770 |
| Change in nonspendable fund balances | - | - | - | - | - |
| Fund balances, September 30, 2022 | \$ 281,536 | \$ 1,676,662 | \$ - | \$ 1,958,198 | \$ 6,939,184 |

| Environmental Lands Capital Projects | Fire Rescue Capital Projects | Libraries Capital Projects | Parks & Recreation Capital Projects | Street & Drainage Capital Projects | Total Capital Projects Funds | Total Nonmajor Governmental Funds |
|---|---------------------------------------|----------------------------------|--|---|------------------------------------|--|
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 158,906,162 |
| - | 1,332,132 | 959,709 | 3,745,006 | 314,955 | 6,724,556 | 41,957,463 |
| - | - | - | 263,601 | - | 263,601 | 34,941,617 |
| 936,203 | - | - | - | - | 936,203 | 76,427,770 |
| - | - | - | - | - | - | 36,295,647 |
| 9,710 | - | - | - | - | 9,710 | 2,109,687 |
| 265,452 | 861,301 | 692,553 | 389,164 | 270,590 | 2,551,825 | 7,759,989 |
| (14,161) | (44,626) | (36,065) | (19,819) | (7,491) | (125,960) | (260,529) |
| - | - | 2,699 | 2,730,593 | 3 | 2,733,295 | 26,814,865 |
| 1,197,204 | 2,148,807 | 1,618,896 | 7,108,545 | 578,057 | 13,093,230 | 384,952,671 |
| - | - | - | - | - | - | 42,995,503 |
| - | 13,563 | - | - | - | 13,563 | 32,950,909 |
| 14,162,090 | - | - | - | - | 14,162,090 | 26,138,896 |
| - | - | - | - | 59,126 | 59,126 | 45,009,147 |
| - | - | - | 10,585 | - | 10,585 | 61,700,952 |
| - | - | - | - | - | - | 28,295,476 |
| - | - | 1,169,125 | 2,964,643 | - | 4,133,768 | 58,602,083 |
| 13,288 | 5,988,657 | 2,325,564 | 5,595,567 | - | 14,086,383 | 17,728,488 |
| - | - | - | - | - | - | 88,350,531 |
| 14,175,378 | 6,002,220 | 3,494,689 | 8,570,795 | 59,126 | 32,465,515 | 401,771,985 |
| (12,978,174) | (3,853,413) | (1,875,793) | (1,462,250) | 518,931 | (19,372,285) | (16,819,314) |
| 7,125,781 | 23,368,000 | 12,600,000 | 7,094,398 | - | 50,188,179 | 154,370,584 |
| (300,763) | - | - | (141,796) | - | (442,559) | (58,044,660) |
| - | - | - | - | - | - | 307,103 |
| 6,825,018 | 23,368,000 | 12,600,000 | 6,952,602 | - | 49,745,620 | 96,633,027 |
| (6,153,156) | 19,514,587 | 10,724,207 | 5,490,352 | 518,931 | 30,373,335 | 79,813,713 |
| 30,889,526 | 59,008,262 | 53,182,708 | 30,895,363 | 13,064,177 | 193,700,806 | 409,440,156 |
| - | - | - | - | - | - | 135,780 |
| \$ 24,736,370 | \$ 78,522,849 | \$ 63,906,915 | \$ 36,385,715 | \$ 13,583,108 | \$ 224,074,141 | \$ 489,389,649 |

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Tourist Development Special Revenue Fund
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|--|---------------------|---------------------|----------------------|---|
| Revenues: | | | | |
| Taxes (net of discount) | \$ 50,054,340 | \$ 50,054,340 | \$ 77,817,161 | \$ 27,762,821 |
| Intergovernmental | 250,000 | 250,000 | 250,000 | - |
| Charges for services | 3,900,000 | 3,900,000 | 5,703,177 | 1,803,177 |
| Interest income | 489,919 | 489,919 | 512,145 | 22,226 |
| Net change in fair value of investments | - | - | (26,430) | (26,430) |
| Less 5% anticipated revenues | (2,734,714) | (2,734,714) | - | 2,734,714 |
| Total revenues | 51,959,545 | 51,959,545 | 84,256,053 | 32,296,508 |
| Expenditures: | | | | |
| Current: | | | | |
| Economic environment | 67,300,446 | 67,885,009 | 39,748,808 | 28,136,201 |
| Capital Outlay | - | 12,000 | 10,659 | 1,341 |
| Total expenditures | 67,300,446 | 67,897,009 | 39,759,467 | 28,137,542 |
| Excess of revenues over (under) expenditures | (15,340,901) | (15,937,464) | 44,496,586 | 60,434,050 |
| Other financing sources (uses): | | | | |
| Transfers in | - | 1,195,703 | 39,925 | (1,155,778) |
| Transfers out | (18,236,588) | (22,556,451) | (22,550,167) | 6,284 |
| Total other financing sources (uses) | (18,236,588) | (21,360,748) | (22,510,242) | (1,149,494) |
| Net change in fund balances | (33,577,489) | (37,298,212) | 21,986,344 | 59,284,556 |
| Fund balances, October 1, 2021 | 33,577,489 | 37,298,212 | 37,298,212 | - |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ 59,284,556 | \$ 59,284,556 |

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Law Enforcement Grants Special Revenue Fund
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|---------------------|---------------------|---------------------|---|
| Revenues: | | | | |
| Intergovernmental | \$ 10,342,110 | \$ 14,355,763 | \$ 5,702,782 | \$ (8,652,981) |
| Fines and forfeitures | - | - | 999,333 | 999,333 |
| Interest income | 7,000 | 8,346 | 47,002 | 38,656 |
| Net change in fair value of investments | - | - | (2,366) | (2,366) |
| Miscellaneous | 1,375,681 | 1,883,179 | 1,021,862 | (861,317) |
| Less 5% anticipated revenues | (350) | (350) | - | 350 |
| Total revenues | 11,724,441 | 16,246,938 | 7,768,613 | (8,478,325) |
| Expenditures: | | | | |
| Current: | | | | |
| Public safety | 4,259,118 | 4,001,571 | 676,268 | 3,325,303 |
| Capital outlay | 1,000 | - | - | - |
| Total expenditures | 4,260,118 | 4,001,571 | 676,268 | 3,325,303 |
| Excess of revenues over (under) expenditures | 7,464,323 | 12,245,367 | 7,092,345 | (5,153,022) |
| Other financing sources (uses): | | | | |
| Transfers in | - | - | 977,545 | 977,545 |
| Transfers out | (10,917,824) | (16,330,811) | (6,384,747) | 9,946,064 |
| Total other financing sources (uses) | (10,917,824) | (16,330,811) | (5,407,202) | 10,923,609 |
| Net change in fund balances | (3,453,501) | (4,085,444) | 1,685,143 | 5,770,587 |
| Fund balances, October 1, 2021 | 3,453,501 | 4,085,444 | 4,084,947 | (497) |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ 5,770,090 | \$ 5,770,090 |

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
County Transportation Trust Special Revenue Fund
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|---------------------|---------------------|---------------------|---|
| Revenues: | | | | |
| Taxes (net of discount) | \$ 6,047,000 | \$ 6,047,000 | \$ 7,901,466 | \$ 1,854,466 |
| Licenses and permits | 16,000 | 16,000 | 2,850 | (13,150) |
| Intergovernmental | 17,434,000 | 17,434,000 | 18,507,702 | 1,073,702 |
| Charges for services | 1,369,000 | 1,369,000 | 1,365,575 | (3,425) |
| Interest income | 14,000 | 14,000 | 10,232 | (3,768) |
| Net change in fair value of investments | - | - | 3,069 | 3,069 |
| Miscellaneous | 6,350,079 | 6,350,079 | 5,309,205 | (1,040,874) |
| Less 5% anticipated revenues | (1,560,804) | (1,560,804) | - | 1,560,804 |
| Total revenues | 29,669,275 | 29,669,275 | 33,100,099 | 3,430,824 |
| Expenditures: | | | | |
| Current: | | | | |
| Public safety | - | - | 8,400 | (8,400) |
| Transportation | 51,961,655 | 52,088,301 | 44,950,021 | 7,138,280 |
| Capital outlay | 2,013,240 | 2,113,240 | 380,545 | 1,732,695 |
| Total expenditures | 53,974,895 | 54,201,541 | 45,338,966 | 8,862,575 |
| Excess of revenues over (under) expenditures | (24,305,620) | (24,532,266) | (12,238,867) | 12,293,399 |
| Other financing sources (uses): | | | | |
| Transfers in | 22,401,358 | 22,608,268 | 12,320,084 | (10,288,184) |
| Transfers out | (72,335) | (72,335) | (64,800) | 7,535 |
| Total other financing sources (uses) | 22,329,023 | 22,535,933 | 12,255,284 | (10,280,649) |
| Net change in fund balances | (1,976,597) | (1,996,333) | 16,417 | 2,012,750 |
| Fund balances, October 1, 2021 | 1,976,597 | 1,996,333 | 4,993,184 | 2,996,851 |
| Change in nonspendable fund balance | - | - | 124,332 | 124,332 |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ 5,133,933 | \$ 5,133,933 |

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Municipal Service Taxing District Special Revenue Fund
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|---------------------|---------------------|----------------------|---|
| Revenues: | | | | |
| Licenses and permits | \$ 25,002,000 | \$ 25,002,000 | \$ 31,563,274 | \$ 6,561,274 |
| Charges for services | 1,530,300 | 1,530,300 | 2,197,078 | 666,778 |
| Fines and forfeitures | 20,000 | 20,000 | 6,300 | (13,700) |
| Interest income | 265,000 | 265,000 | 420,834 | 155,834 |
| Net change in fair value of investments | - | - | (18,428) | (18,428) |
| Miscellaneous | 1,000 | 1,000 | 1,758 | 758 |
| Less 5% anticipated revenues | (1,340,915) | (1,340,915) | - | 1,340,915 |
| Total revenues | 25,477,385 | 25,477,385 | 34,170,816 | 8,693,431 |
| Expenditures: | | | | |
| Current: | | | | |
| General government | - | 53,828 | 45,222 | 8,606 |
| Public safety | 44,593,911 | 49,444,344 | 21,636,895 | 27,807,449 |
| Capital outlay | 500,000 | 500,000 | 38,752 | 461,248 |
| Total expenditures | 45,093,911 | 49,998,172 | 21,720,869 | 28,277,303 |
| Excess of revenues over (under) expenditures | (19,616,526) | (24,520,787) | 12,449,947 | 36,970,734 |
| Other financing sources (uses): | | | | |
| Transfers out | (9,136,168) | (9,136,168) | (9,132,400) | 3,768 |
| Total other financing sources (uses) | (9,136,168) | (9,136,168) | (9,132,400) | 3,768 |
| Net change in fund balances | (28,752,694) | (33,656,955) | 3,317,547 | 36,974,502 |
| Fund balances, October 1, 2021 | 28,752,694 | 33,656,955 | 33,656,955 | - |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ 36,974,502 | \$ 36,974,502 |

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Library Taxing District Special Revenue Fund
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|--|---------------------|---------------------|----------------------|---|
| Revenues: | | | | |
| Taxes (net of discount) | \$ 64,726,919 | \$ 64,726,919 | \$ 62,204,688 | \$ (2,522,231) |
| Licenses and permits | 46,940 | 46,940 | 77,510 | 30,570 |
| Intergovernmental | 758,643 | 1,157,350 | 1,158,723 | 1,373 |
| Charges for services | 400 | 400 | 1,542 | 1,142 |
| Fines and forfeitures | 35,000 | 35,000 | 64,667 | 29,667 |
| Interest income | 228,000 | 228,000 | 359,193 | 131,193 |
| Net change in fair value of investments | - | - | (17,476) | (17,476) |
| Miscellaneous | 50,299 | 50,299 | 55,858 | 5,559 |
| Less 5% anticipated revenues | (3,254,578) | (3,254,578) | - | 3,254,578 |
| Total revenues | 62,591,623 | 62,990,330 | 63,904,705 | 914,375 |
| Expenditures: | | | | |
| Current: | | | | |
| Culture and recreation | 60,213,386 | 66,189,492 | 46,154,863 | 20,034,629 |
| Capital outlay | 3,968,485 | 4,025,725 | 3,114,539 | 911,186 |
| Total expenditures | 64,181,871 | 70,215,217 | 49,269,402 | 20,945,815 |
| Excess of revenues over (under) expenditures | (1,590,248) | (7,224,887) | 14,635,303 | 21,860,190 |
| Other financing sources (uses): | | | | |
| Transfers in | 13,407 | 13,407 | 13,407 | - |
| Transfers out | (12,615,405) | (12,615,405) | (12,613,800) | 1,605 |
| Total other financing sources (uses) | (12,601,998) | (12,601,998) | (12,600,393) | 1,605 |
| Net change in fund balances | (14,192,246) | (19,826,885) | 2,034,910 | 21,861,795 |
| Fund balances, October 1, 2021 | 14,192,246 | 19,826,885 | 19,826,885 | - |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ 21,861,795 | \$ 21,861,795 |

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Community and Social Development Special Revenue Fund
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|---------------------|---------------------|---------------------|---|
| Revenues: | | | | |
| Intergovernmental | \$ 25,326,013 | \$ 65,799,632 | \$ 24,814,495 | \$ (40,985,137) |
| Charges for services | 59,740 | 59,740 | 49,772 | (9,968) |
| Interest income | 19,500 | 19,500 | 19,901 | 401 |
| Net change in fair value of investments | - | - | (682) | (682) |
| Miscellaneous | 434,344 | 696,362 | 1,938,037 | 1,241,675 |
| <hr/> | | | | |
| Less 5% anticipated revenues | - | - | - | - |
| <hr/> | | | | |
| Total revenues | 25,839,597 | 66,575,234 | 26,821,523 | (39,753,711) |
| <hr/> | | | | |
| Expenditures: | | | | |
| Current: | | | | |
| Public safety | 4,021,535 | 5,354,993 | 2,412,107 | 2,942,886 |
| Economic environment | 12,908,931 | 12,607,068 | 6,575,884 | 6,031,184 |
| Human services | 26,580,285 | 63,416,063 | 26,954,117 | 36,461,946 |
| Capital outlay | 220,500 | 490,207 | 31,370 | 458,837 |
| Debt service | 59,430 | 59,430 | 59,430 | - |
| <hr/> | | | | |
| Total expenditures | 43,790,681 | 81,927,761 | 36,032,908 | 45,894,853 |
| <hr/> | | | | |
| Excess of revenues over (under) expenditures | (17,951,084) | (15,352,527) | (9,211,385) | 6,141,142 |
| <hr/> | | | | |
| Other financing sources (uses): | | | | |
| Transfers in | 11,807,426 | 11,967,426 | 10,407,374 | (1,560,052) |
| Transfers out | | (453,555) | (453,555) | - |
| Issuance of long-term debt | 306,728 | 307,103 | 307,103 | - |
| <hr/> | | | | |
| Total other financing sources (uses) | 12,114,154 | 11,820,974 | 10,260,922 | (1,560,052) |
| <hr/> | | | | |
| Net change in fund balances | (5,836,930) | (3,531,553) | 1,049,537 | 4,581,090 |
| <hr/> | | | | |
| Fund balances, October 1, 2021 | 5,836,930 | 3,531,553 | 3,531,552 | (1) |
| <hr/> | | | | |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ 4,581,089 | \$ 4,581,089 |

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Housing and Economic Development Special Revenue Fund
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|---------------------|---------------------|----------------------|---|
| Revenues: | | | | |
| Intergovernmental | \$ 24,362,378 | \$ 27,922,466 | \$ 7,410,441 | \$ (20,512,025) |
| Charges for services | 8,100 | 8,100 | 399,665 | 391,565 |
| Interest income | 804,190 | 804,190 | 838,271 | 34,081 |
| Net change in fair value of investments | - | - | (6,958) | (6,958) |
| Miscellaneous | 2,650,500 | 2,650,500 | 4,425,184 | 1,774,684 |
| Total revenues | 27,825,168 | 31,385,256 | 13,066,603 | (18,318,653) |
| Expenditures: | | | | |
| Current: | | | | |
| Economic environment | 41,331,114 | 41,266,120 | 11,777,037 | 29,489,083 |
| Human services | 725,039 | 1,334,316 | 570,165 | 764,151 |
| Debt service | 2,986,213 | 3,135,213 | 1,819,388 | 1,315,825 |
| Total expenditures | 45,042,366 | 45,735,649 | 14,166,590 | 31,569,059 |
| Excess of revenues over (under) expenditures | (17,217,198) | (14,350,393) | (1,099,987) | 13,250,406 |
| Other financing sources (uses): | | | | |
| Transfers in | 46,361 | 46,361 | 46,361 | - |
| Transfers out | (3,323,342) | (6,162,127) | (2,066,261) | 4,095,866 |
| Total other financing sources (uses) | (3,276,981) | (6,115,766) | (2,019,900) | 4,095,866 |
| Net change in fund balances | (20,494,179) | (20,466,159) | (3,119,887) | 17,346,272 |
| Fund balances, October 1, 2021 | 20,494,179 | 20,466,159 | 20,466,160 | 1 |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ 17,346,273 | \$ 17,346,273 |

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Affordable Housing Trust Fund (SHIP) Special Revenue Fund
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|---------------------|---------------------|----------------------|---|
| Revenues: | | | | |
| Intergovernmental | \$ - | \$ 16,095,961 | \$ 5,793,685 | \$ (10,302,276) |
| Charges for services | - | - | 6,500 | 6,500 |
| Interest income | 169,800 | 169,800 | 1,971,688 | 1,801,888 |
| Net change in fair value of investments | - | - | (15,844) | (15,844) |
| Miscellaneous | 850,000 | 1,973,967 | 7,217,789 | 5,243,822 |
| Total revenues | 1,019,800 | 18,239,728 | 14,973,818 | (3,265,910) |
| Expenditures: | | | | |
| Current: | | | | |
| Economic environment | 22,750,457 | 47,349,636 | 3,588,638 | 43,760,998 |
| Total expenditures | 22,750,457 | 47,349,636 | 3,588,638 | 43,760,998 |
| Excess of revenues over (under) expenditures | (21,730,657) | (29,109,908) | 11,385,180 | 40,495,088 |
| Other financing sources (uses): | | | | |
| Transfers in | 5,127,000 | 5,127,000 | 5,127,000 | - |
| Total other financing sources (uses) | 5,127,000 | 5,127,000 | 5,127,000 | - |
| Net change in fund balances | (16,603,657) | (23,982,908) | 16,512,180 | 40,495,088 |
| Fund balances, October 1, 2021 | 16,603,657 | 23,982,908 | 24,394,496 | 411,588 |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ 40,906,676 | \$ 40,906,676 |

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Other Special Revenue Fund
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|--------------------|--------------------|-------------------|---|
| Revenues: | | | | |
| Taxes (net of discount) | \$ 41,746 | \$ 41,746 | \$ 61,915 | \$ 20,169 |
| Special assessments | 17,250,000 | 38,244,102 | 35,232,907 | (3,011,195) |
| Licenses and permits | 2,778,500 | 2,778,500 | 3,034,382 | 255,882 |
| Intergovernmental | 8,449,113 | 13,221,517 | 9,853,061 | (3,368,456) |
| Charges for services | 20,546,532 | 24,546,532 | 26,572,338 | 2,025,806 |
| Fines and forfeitures | 1,071,800 | 1,071,800 | 1,029,677 | (42,123) |
| Interest income | 669,134 | 669,134 | 970,810 | 301,676 |
| Net change in fair value of investments | - | - | (48,446) | (48,446) |
| Miscellaneous | 1,664,500 | 1,771,170 | 1,968,700 | 197,530 |
| Less 5% anticipated revenues | (2,222,308) | (2,222,308) | - | 2,222,308 |
| Total revenues | 50,249,017 | 80,122,193 | 78,675,344 | (1,446,849) |
| Expenditures: | | | | |
| Current: | | | | |
| General government: | | | | |
| Office of Inspector General | 3,399,756 | 3,399,756 | 3,022,988 | 376,768 |
| Judicial | 7,533,750 | 7,824,118 | 5,702,737 | 2,121,381 |
| Public Affairs | 12,630 | 61,130 | - | 61,130 |
| Other County Funded Programs | - | 34,224,556 | 34,224,556 | - |
| Total general government | 10,946,136 | 45,509,560 | 42,950,281 | 2,559,279 |
| Public safety: | | | | |
| Planning, Zoning & Building | 511,603 | 511,603 | 245,363 | 266,240 |
| Public Safety | 13,959,425 | 14,243,563 | 6,118,961 | 8,124,602 |
| Public Safety Grants | 1,823,199 | 2,613,667 | 1,308,151 | 1,305,516 |
| Other County Funded Programs | 2,307,548 | 2,361,648 | 531,201 | 1,830,447 |
| Criminal Justice Commission | 1,149,016 | 1,247,587 | - | 1,247,587 |
| Total public safety | 19,750,791 | 20,978,068 | 8,203,676 | 12,774,392 |
| Physical environment: | | | | |
| County Cooperative Extension | 515,310 | 673,575 | 295,794 | 377,781 |
| Environmental Resource Management | 34,075,592 | 43,109,389 | 11,619,113 | 31,490,276 |
| Other County Funded Programs | 61,048,275 | 26,063,314 | 61,899 | 26,001,415 |
| Total physical environment | 95,639,177 | 69,846,278 | 11,976,806 | 57,869,472 |
| Transportation: | | | | |
| Engineering & Public Works | 25,059 | 25,465 | - | 25,465 |
| Human services: | | | | |
| Youth Services Department | 51,029 | 52,341 | 6,236 | 46,105 |
| Environmental Resource Management | 50,689 | - | - | - |
| Public Safety | 690,775 | 690,775 | 661,033 | 29,742 |
| Health Department | 103,925 | 103,925 | 103,925 | - |
| Total human services | 896,418 | 847,041 | 771,194 | 75,847 |

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Other Special Revenue Fund
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|--|--------------------|-----------------|-------------------|---|
| Culture and recreation: | | | | |
| Parks & Recreation | 9,497,894 | 9,497,894 | 8,313,452 | 1,184,442 |
| Capital outlay: | | | | |
| Office of the Inspector General | 2,000 | 2,000 | - | 2,000 |
| Environmental Resource Management | 708,479 | 708,479 | 22,141 | 686,338 |
| Judicial | 577,292 | 286,924 | 44,099 | 242,825 |
| Parks & Recreation | 600,000 | 600,000 | - | 600,000 |
| Public Affairs | 40,000 | 46,500 | - | 46,500 |
| Public Safety | 134,422 | 134,422 | - | 134,422 |
| Public Safety Grant | - | 23,500 | - | 23,500 |
| Total capital outlay | 2,062,193 | 1,801,825 | 66,240 | 1,735,585 |
| Debt Service: | | | | |
| Parks & Recreation | 411,500 | 411,500 | 411,485 | 15 |
| Total expenditures | 139,229,168 | 148,917,631 | 72,693,134 | 76,224,497 |
| Excess of revenues over (under) expenditures | (88,980,151) | (68,795,438) | 5,982,210 | 74,777,648 |
| Other financing sources (uses): | | | | |
| Transfers in | 11,921,228 | 12,372,086 | 8,382,973 | (3,989,113) |
| Transfers out | (2,358,453) | (4,945,819) | (4,296,455) | 649,364 |
| Total other financing sources (uses) | 9,562,775 | 7,426,267 | 4,086,518 | (3,339,749) |
| Net change in fund balances | (79,417,376) | (61,369,171) | 10,068,728 | 71,437,899 |
| Fund balances, October 1, 2021 | 79,417,376 | 61,369,171 | 61,418,210 | 49,039 |
| Change in nonspendable fund balance | - | - | 11,448 | 11,448 |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ 71,498,386 | \$ 71,498,386 |

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Obligation Bonds Debt Service Fund
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|--|--------------------|-------------------|-------------------|---|
| Revenues: | | | | |
| Taxes (net of discount) | \$ 11,347,833 | \$ 11,347,833 | \$ 10,920,932 | \$ (426,901) |
| Intergovernmental | - | - | 674 | 674 |
| Interest income | - | - | 48,091 | 48,091 |
| Net change in fair value of investments | - | - | (447) | (447) |
| Miscellaneous | - | - | 27 | 27 |
| Less 5% anticipated revenues | (562,078) | (562,078) | - | 562,078 |
| Total revenues | 10,785,755 | 10,785,755 | 10,969,277 | 183,522 |
| Expenditures: | | | | |
| Current: | | | | |
| Debt service | 10,901,500 | 10,998,714 | 10,900,700 | 98,014 |
| Total expenditures | 10,901,500 | 10,998,714 | 10,900,700 | 98,014 |
| Excess of revenues over (under) expenditures | (115,745) | (212,959) | 68,577 | 281,536 |
| Net change in fund balances | (115,745) | (212,959) | 68,577 | 281,536 |
| Fund balances, October 1, 2021 | 115,745 | 212,959 | 212,959 | - |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ 281,536 | \$ 281,536 |

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Revenue Bonds Debt Service Fund
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|---------------------|---------------------|---------------------|---|
| Revenues: | | | | |
| Intergovernmental | \$ 2,000,000 | \$ 2,000,000 | \$ 2,000,004 | \$ 4 |
| Interest income | - | 4,000 | 9,997 | 5,997 |
| Net change in fair value of investments | - | - | (561) | (561) |
| Miscellaneous | 2,143,134 | 2,143,134 | 2,143,150 | 16 |
| Total revenues | 4,143,134 | 4,147,134 | 4,152,590 | 5,456 |
| Expenditures: | | | | |
| Current: | | | | |
| Debt service | 74,535,305 | 75,053,127 | 74,525,468 | 527,659 |
| Total expenditures | 74,535,305 | 75,053,127 | 74,525,468 | 527,659 |
| Excess of revenues over (under) expenditures | (70,392,171) | (70,905,993) | (70,372,878) | 533,115 |
| Other financing sources (uses): | | | | |
| Transfers in | 66,758,546 | 66,245,906 | 66,233,676 | (12,230) |
| Transfers out | - | (1,195,703) | (39,926) | 1,155,777 |
| Total other financing sources (uses) | 66,758,546 | 65,050,203 | 66,193,750 | 1,143,547 |
| Net change in fund balances | (3,633,625) | (5,855,790) | (4,179,128) | 1,676,662 |
| Fund balances, October 1, 2021 | 3,633,625 | 5,855,790 | 5,855,790 | - |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ 1,676,662 | \$ 1,676,662 |

PALM BEACH COUNTY, FLORIDA
 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
 Other Financing Debt Service Fund
 For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|--|--------------------|-----------------|-------------------|---|
| Expenditures: | | | | |
| Current: | | | | |
| Debt service | \$ 712,214 | \$ 712,214 | \$ 634,060 | \$ 78,154 |
| Total expenditures | 712,214 | 712,214 | 634,060 | 78,154 |
| Excess of revenues over (under) expenditures | (712,214) | (712,214) | (634,060) | 78,154 |
| Other financing sources (uses): | | | | |
| Transfers in | 712,214 | 712,214 | 634,060 | (78,154) |
| Total other financing sources (uses) | 712,214 | 712,214 | 634,060 | (78,154) |
| Net change in fund balances | - | - | - | - |
| Fund balances, October 1, 2021 | - | - | - | - |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ - | \$ - |

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Criminal Justice Capital Projects Fund
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|--------------------|--------------------|---------------------|---|
| Revenues: | | | | |
| Special assessments | \$ 300,000 | \$ 300,000 | \$ 372,754 | \$ 72,754 |
| Interest income | 50,800 | 50,800 | 72,765 | 21,965 |
| Net change in fair value of investments | - | - | (3,798) | (3,798) |
| Less 5% anticipated revenues | (17,540) | (17,540) | - | 17,540 |
| Total revenues | 333,260 | 333,260 | 441,721 | 108,461 |
| Expenditures: | | | | |
| Current: | | | | |
| General government | 3,266,193 | 3,302,517 | - | 3,302,517 |
| Capital outlay | 3,854,679 | 3,691,513 | 163,307 | 3,528,206 |
| Total expenditures | 7,120,872 | 6,994,030 | 163,307 | 6,830,723 |
| Excess of revenues over (under) expenditures | (6,787,612) | (6,660,770) | 278,414 | 6,939,184 |
| Net change in fund balances | (6,787,612) | (6,660,770) | 278,414 | 6,939,184 |
| Fund balances, October 1, 2021 | 6,787,612 | 6,660,770 | 6,660,770 | - |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ 6,939,184 | \$ 6,939,184 |

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Environmental Lands Capital Projects Fund
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|---------------------|---------------------|----------------------|---|
| Revenues: | | | | |
| Intergovernmental | \$ 12,825,034 | \$ 15,375,184 | \$ 936,203 | \$ (14,438,981) |
| Charges for services | 67,734 | 53,686 | - | (53,686) |
| Fines and forfeitures | - | - | 9,710 | 9,710 |
| Interest income | 214,800 | 214,800 | 265,452 | 50,652 |
| Net change in fair value of investments | - | - | (14,161) | (14,161) |
| Miscellaneous | 333,984 | 1,068,084 | - | (1,068,084) |
| Less 5% anticipated revenues | (10,740) | (10,740) | - | 10,740 |
| Total revenues | 13,430,812 | 16,701,014 | 1,197,204 | (15,503,810) |
| Expenditures: | | | | |
| Current: | | | | |
| Physical environment | 48,791,940 | 54,526,375 | 14,162,090 | 40,364,285 |
| Capital outlay | 55,342 | 21,222 | 13,288 | 7,934 |
| Total expenditures | 48,847,282 | 54,547,597 | 14,175,378 | 40,372,219 |
| Excess of revenues over (under) expenditures | (35,416,470) | (37,846,583) | (12,978,174) | 24,868,409 |
| Other financing sources (uses): | | | | |
| Transfers in | 7,024,932 | 7,257,820 | 7,125,781 | (132,039) |
| Transfers out | (284,994) | (300,763) | (300,763) | - |
| Total other financing sources (uses) | 6,739,938 | 6,957,057 | 6,825,018 | (132,039) |
| Net change in fund balances | (28,676,532) | (30,889,526) | (6,153,156) | 24,736,370 |
| Fund balances, October 1, 2021 | 28,676,532 | 30,889,526 | 30,889,526 | - |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ 24,736,370 | \$ 24,736,370 |

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Fire Rescue Capital Projects Fund
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|---------------------|---------------------|----------------------|---|
| Revenues: | | | | |
| Special assessments | \$ 1,000,000 | \$ 1,000,000 | \$ 1,332,132 | \$ 332,132 |
| Interest income | 449,300 | 449,300 | 861,301 | 412,001 |
| Net change in fair value of investments | - | - | (44,626) | (44,626) |
| Less 5% anticipated revenues | (72,465) | (72,465) | - | 72,465 |
| Total revenues | 1,376,835 | 1,376,835 | 2,148,807 | 771,972 |
| Expenditures: | | | | |
| Current: | | | | |
| Public safety | 4,515,120 | 4,814,436 | 13,563 | 4,800,873 |
| Capital outlay | 80,143,430 | 78,938,662 | 5,988,657 | 72,950,005 |
| Total expenditures | 84,658,550 | 83,753,098 | 6,002,220 | 77,750,878 |
| Excess of revenues over (under) expenditures | (83,281,715) | (82,376,263) | (3,853,413) | 78,522,850 |
| Other financing sources (uses): | | | | |
| Transfers in | 23,368,000 | 23,368,000 | 23,368,000 | - |
| Total other financing sources (uses) | 23,368,000 | 23,368,000 | 23,368,000 | - |
| Net change in fund balances | (59,913,715) | (59,008,263) | 19,514,587 | 78,522,850 |
| Fund balances, October 1, 2021 | 59,913,715 | 59,008,263 | 59,008,262 | (1) |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ 78,522,849 | \$ 78,522,849 |

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Libraries Capital Projects Fund
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|---------------------|---------------------|----------------------|---|
| Revenues: | | | | |
| Special assessments | \$ 800,000 | \$ 800,000 | \$ 959,709 | \$ 159,709 |
| Interest income | 422,000 | 422,000 | 692,553 | 270,553 |
| Net change in fair value of investments | - | - | (36,065) | (36,065) |
| Miscellaneous | - | - | 2,699 | 2,699 |
| Less 5% anticipated revenues | (61,100) | (61,100) | - | 61,100 |
| Total revenues | 1,160,900 | 1,160,900 | 1,618,896 | 457,996 |
| Expenditures: | | | | |
| Current: | | | | |
| Culture and recreation | 42,411,301 | 29,064,283 | 1,169,125 | 27,895,158 |
| Capital outlay | 27,738,985 | 37,879,325 | 2,325,564 | 35,553,761 |
| Total expenditures | 70,150,286 | 66,943,608 | 3,494,689 | 63,448,919 |
| Excess of revenues over (under) expenditures | (68,989,386) | (65,782,708) | (1,875,793) | 63,906,915 |
| Other financing sources (uses): | | | | |
| Transfers in | 12,600,000 | 12,600,000 | 12,600,000 | - |
| Total other financing sources (uses) | 12,600,000 | 12,600,000 | 12,600,000 | - |
| Net change in fund balances | (56,389,386) | (53,182,708) | 10,724,207 | 63,906,915 |
| Fund balances, October 1, 2021 | 56,389,386 | 53,182,708 | 53,182,708 | - |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ 63,906,915 | \$ 63,906,915 |

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Parks & Recreation Capital Projects Fund
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|---------------------|---------------------|----------------------|---|
| Revenues: | | | | |
| Special assessments | \$ 2,670,000 | \$ 2,670,000 | \$ 3,745,006 | \$ 1,075,006 |
| Licenses and permits | 250,000 | 250,000 | 263,601 | 13,601 |
| Intergovernmental | 1,975,000 | 6,140,000 | - | (6,140,000) |
| Interest income | 204,000 | 204,000 | 389,164 | 185,164 |
| Net change in fair value of investments | - | - | (19,819) | (19,819) |
| Miscellaneous | 275,000 | 275,000 | 2,730,593 | 2,455,593 |
| Less 5% anticipated revenues | (49,450) | (49,450) | - | 49,450 |
| Total revenues | 5,324,550 | 9,489,550 | 7,108,545 | (2,381,005) |
| Expenditures: | | | | |
| Current: | | | | |
| Economic environment | - | 10,585 | 10,585 | - |
| Culture and recreation | 26,122,568 | 24,481,489 | 2,964,643 | 21,516,846 |
| Capital outlay | 18,052,544 | 24,034,464 | 5,595,567 | 18,438,897 |
| Total expenditures | 44,175,112 | 48,526,538 | 8,570,795 | 39,955,743 |
| Excess of revenues over (under) expenditures | (38,850,562) | (39,036,988) | (1,462,250) | 37,574,738 |
| Other financing sources (uses): | | | | |
| Transfers in | 5,000,000 | 8,283,420 | 7,094,398 | (1,189,022) |
| Transfers out | (4,968) | (141,796) | (141,796) | - |
| Total other financing sources (uses) | 4,995,032 | 8,141,624 | 6,952,602 | (1,189,022) |
| Net change in fund balances | (33,855,530) | (30,895,364) | 5,490,352 | 36,385,716 |
| Fund balances, October 1, 2021 | 33,855,530 | 30,895,364 | 30,895,363 | (1) |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ 36,385,715 | \$ 36,385,715 |

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Street & Drainage Capital Projects Fund
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|---------------------|---------------------|----------------------|---|
| Revenues: | | | | |
| Special assessments | \$ 500,000 | \$ 500,000 | \$ 314,955 | \$ (185,045) |
| Interest income | 297,000 | 297,000 | 270,590 | (26,410) |
| Net change in fair value of investments | - | - | (7,491) | (7,491) |
| Miscellaneous | - | - | 3 | 3 |
| Less 5% anticipated revenues | (39,850) | (39,850) | - | 39,850 |
| Total revenues | 757,150 | 757,150 | 578,057 | (179,093) |
| Expenditures: | | | | |
| Current: | | | | |
| Transportation | 13,572,991 | 13,584,793 | 59,126 | 13,525,667 |
| Capital outlay | 237,257 | 236,534 | - | 236,534 |
| Total expenditures | 13,810,248 | 13,821,327 | 59,126 | 13,762,201 |
| Excess of revenues over (under) expenditures | (13,053,098) | (13,064,177) | 518,931 | 13,583,108 |
| Net change in fund balances | (13,053,098) | (13,064,177) | 518,931 | 13,583,108 |
| Fund balances, October 1, 2021 | 13,053,098 | 13,064,177 | 13,064,177 | - |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ 13,583,108 | \$ 13,583,108 |

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Major Fund - Road Program Capital Projects Fund
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|----------------------|----------------------|-----------------------|---|
| Revenues: | | | | |
| Taxes (net of discount) | \$ 9,726,000 | \$ 9,726,000 | \$ 10,474,225 | \$ 748,225 |
| Special assessments | 32,222,789 | 32,222,789 | 50,147,492 | 17,924,703 |
| Intergovernmental | 3,641,218 | 8,450,604 | 139,016 | (8,311,588) |
| Charges for services | - | - | 1,325 | 1,325 |
| Interest income | 3,215,000 | 3,245,000 | 4,759,843 | 1,514,843 |
| Net change in fair value of investments | - | - | (261,695) | (261,695) |
| Miscellaneous | 7,013,489 | 6,691,271 | 4,105,569 | (2,585,702) |
| Less 5% anticipated revenues | (2,258,189) | (2,258,189) | - | 2,258,189 |
| Total revenues | 53,560,307 | 58,077,475 | 69,365,775 | 11,288,300 |
| Expenditures: | | | | |
| Current: | | | | |
| General government | 4,498,394 | 4,498,394 | 3,277,052 | 1,221,342 |
| Transportation | 348,261,229 | 295,224,372 | 3,035,377 | 292,188,995 |
| Capital outlay | 133,947,191 | 185,801,572 | 32,807,696 | 152,993,876 |
| Total expenditures | 486,706,814 | 485,524,338 | 39,120,125 | 446,404,213 |
| Excess of revenues over (under) expenditures | (433,146,507) | (427,446,863) | 30,245,650 | 457,692,513 |
| Other financing sources (uses): | | | | |
| Transfers in | - | 3,398,488 | 2,605,128 | (793,360) |
| Transfers out | (1,041,037) | (2,176,008) | (2,175,881) | 127 |
| Total other financing sources (uses) | (1,041,037) | 1,222,480 | 429,247 | (793,233) |
| Net change in fund balances | (434,187,544) | (426,224,383) | 30,674,897 | 456,899,280 |
| Fund balances, October 1, 2021 | 434,187,544 | 426,224,383 | 426,224,382 | (1) |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ 456,899,279 | \$ 456,899,279 |

PALM BEACH COUNTY, FLORIDA
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
Major Fund - General Government Capital Projects Fund
For the fiscal year ended September 30, 2022

| | Original Budget | Final Budget | Actual Amounts | Variance With Final Budget Positive (Negative) |
|---|----------------------|----------------------|-----------------------|---|
| Revenues: | | | | |
| Special assessments | \$ 1,100,000 | \$ 1,100,000 | \$ 2,978,411 | \$ 1,878,411 |
| Intergovernmental | 93,380,020 | 104,023,021 | 119,862,931 | 15,839,910 |
| Charges for services | 3,084,598 | 2,756,162 | 644,928 | (2,111,234) |
| Fines and forfeitures | 900,000 | 900,000 | 948,943 | 48,943 |
| Interest income | 4,147,403 | 4,191,066 | 6,672,915 | 2,481,849 |
| Net change in fair value of investments | - | - | (348,458) | (348,458) |
| Miscellaneous | 345,000 | 3,886,405 | 1,209,654 | (2,676,751) |
| Less 5% anticipated revenues | 4,461,338 | (5,197,910) | - | 5,197,910 |
| Total revenues | 107,418,359 | 111,658,744 | 131,969,324 | 20,310,580 |
| Expenditures: | | | | |
| Current: | | | | |
| General government | 362,244,349 | 310,965,585 | 46,107,393 | 264,858,192 |
| Public safety | 10,398,090 | 9,917,710 | 201,789 | 9,715,921 |
| Physical environment | 303 | 303 | 303 | - |
| Transportation | 43,763,765 | 60,913,471 | 18,064,768 | 42,848,703 |
| Economic environment | 2,556,581 | 3,421,515 | - | 3,421,515 |
| Human services | 9,567,392 | 9,421,920 | 99,176 | 9,322,744 |
| Culture and recreation | 22,044,713 | 24,140,103 | 137,993 | 24,002,110 |
| Capital outlay | 287,804,939 | 289,194,866 | 37,439,461 | 251,755,405 |
| Debt service | 5,122 | 5,122 | 684,936 | (679,814) |
| Total expenditures | 738,385,254 | 707,980,595 | 102,735,819 | 605,244,776 |
| Excess of revenues over (under) expenditures | (630,966,895) | (596,321,851) | 29,233,505 | 625,555,356 |
| Other financing sources (uses): | | | | |
| Transfers in | 53,071,377 | 64,242,759 | 60,112,152 | (4,130,607) |
| Transfers out | (4,760,065) | (29,801,943) | (3,484,844) | 26,317,099 |
| Total other financing sources (uses) | 48,311,312 | 34,440,816 | 56,627,308 | 22,186,492 |
| Net change in fund balances | (582,655,583) | (561,881,035) | 85,860,813 | 647,741,848 |
| Fund balances, October 1, 2021 | 582,655,583 | 561,881,035 | 561,881,037 | 2 |
| Fund balances, September 30, 2022 | \$ - | \$ - | \$ 647,741,850 | \$ 647,741,850 |

INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis.

Fleet Management - To account for the cost of operations for the repair and maintenance of County owned/leased vehicles and equipment as well as interdepartmental rental of cars, trucks and specialized equipment and automated fuel service. Such costs are billed to user departments at the estimated cost of operations including equipment replacement and additions.

Combined Insurance Fund - To account for the assessed premiums, claims and administration of the County's Risk Management Department for general, auto and property liability, employee group health, and workers compensation.

Clerk & Comptroller Insurance Fund - To account for the assessed premiums, claims and administration of the Clerk & Comptroller's employee group health insurance program.

PALM BEACH COUNTY, FLORIDA
Combining Statement of Net Position
Internal Service Funds
September 30, 2022

| | Fleet Management | Combined Insurance Fund | Clerk & Comptroller Insurance Fund | Total |
|---|----------------------|-------------------------------|--|-----------------------|
| ASSETS | | | | |
| Current assets: | | | | |
| Cash and cash equivalents | \$ 45,889,716 | \$ 113,204,511 | \$ 5,391,540 | \$ 164,485,767 |
| Accounts receivable, net | 9,069 | 416,494 | 22,852 | 448,415 |
| Due from other county funds | 3,528,702 | 1,373,772 | 238,770 | 5,141,244 |
| Due from other governments | 316,328 | - | - | 316,328 |
| Due from component unit | 1,648 | - | - | 1,648 |
| Inventory | 1,248,965 | - | - | 1,248,965 |
| Other assets | - | 4,297,671 | - | 4,297,671 |
| Total current assets | 50,994,428 | 119,292,448 | 5,653,162 | 175,940,038 |
| Capital assets: | | | | |
| Buildings | 206,558 | - | - | 206,558 |
| Improvements other than buildings | 512,286 | - | - | 512,286 |
| Furniture, fixtures and equipment | 115,478,874 | 154,152 | - | 115,633,026 |
| Accumulated depreciation | (75,212,962) | (144,749) | - | (75,357,711) |
| Total assets | 91,979,184 | 119,301,851 | 5,653,162 | 216,934,197 |
| LIABILITIES | | | | |
| Current liabilities: | | | | |
| Vouchers payable and accrued liabilities | 1,517,824 | 746,586 | 6,080 | 2,270,490 |
| Due to other county funds | 37,474 | - | 3,742 | 41,216 |
| Due to other governments | 33 | 85,933 | - | 85,966 |
| Insurance claims payable | - | 20,267,977 | 549,000 | 20,816,977 |
| Total current liabilities | 1,555,331 | 21,100,496 | 558,822 | 23,214,649 |
| Noncurrent liabilities: | | | | |
| Compensated absences | 552,816 | 231,540 | - | 784,356 |
| Insurance claims payable | - | 51,036,340 | - | 51,036,340 |
| Total noncurrent liabilities | 552,816 | 51,267,880 | - | 51,820,696 |
| Total liabilities | 2,108,147 | 72,368,376 | 558,822 | 75,035,345 |
| NET POSITION | | | | |
| Net investment in capital assets | 40,984,756 | 9,403 | - | 40,994,159 |
| Unrestricted | 48,886,281 | 46,924,072 | 5,094,340 | 100,904,693 |
| Total net position | \$ 89,871,037 | \$ 46,933,475 | \$ 5,094,340 | \$ 141,898,852 |

PALM BEACH COUNTY, FLORIDA
Combining Statement of Revenues, Expenses, and Changes in Net Position
Internal Service Funds
For the fiscal year ended September 30, 2022

| | Fleet Management | Combined Insurance Fund | Clerk & Comptroller Insurance Fund | Total |
|---|----------------------|-------------------------------|--|-----------------------|
| Operating revenues: | | | | |
| Charges for services | \$ 43,001,383 | \$ 106,377,118 | \$ 13,476,439 | \$ 162,854,940 |
| Total operating revenues | 43,001,383 | 106,377,118 | 13,476,439 | 162,854,940 |
| Operating expenses: | | | | |
| Transportation services | 26,131,114 | - | - | 26,131,114 |
| Self-insurance services | - | 102,086,282 | 13,240,190 | 115,326,472 |
| Depreciation and amortization | 12,375,172 | 3,741 | - | 12,378,913 |
| Total operating expenses | 38,506,286 | 102,090,023 | 13,240,190 | 153,836,499 |
| Operating income | 4,495,097 | 4,287,095 | 236,249 | 9,018,441 |
| Nonoperating revenues: | | | | |
| Interest income | 482,435 | 1,153,687 | 13,437 | 1,649,559 |
| Net change in fair value of investments | (23,532) | (56,148) | - | (79,680) |
| Other revenues | 2,385,980 | 3,928,062 | - | 6,314,042 |
| Total nonoperating revenues | 2,844,883 | 5,025,601 | 13,437 | 7,883,921 |
| Income before transfers | 7,339,980 | 9,312,696 | 249,686 | 16,902,362 |
| Transfers out | (5,013,200) | - | - | (5,013,200) |
| Change in net position | 2,326,780 | 9,312,696 | 249,686 | 11,889,162 |
| Net position, October 1, 2021 | 87,544,257 | 37,620,779 | 4,844,654 | 130,009,690 |
| Net position, September 30, 2022 | \$ 89,871,037 | \$ 46,933,475 | \$ 5,094,340 | \$ 141,898,852 |

PALM BEACH COUNTY, FLORIDA
Combining Statement of Cash Flows
Internal Service Funds
For the fiscal year ended September 30, 2022

| | Fleet Management | Combined Insurance Fund |
|--|----------------------|-------------------------------|
| Cash flows from operating activities: | | |
| Cash received from customers | \$ 959,157 | \$ 11,750,875 |
| Cash received from other funds for goods and services | 41,613,953 | 98,659,767 |
| Cash payments to vendors for goods and services | (19,523,778) | (14,600,756) |
| Cash payments to employees for services | (5,730,825) | (2,574,570) |
| Cash payments to other funds | (1,196,879) | (1,623,525) |
| Claims paid | - | (92,332,920) |
| Other receipts | 130,632 | 3,928,062 |
| Net cash provided by operating activities | 16,252,260 | 3,206,933 |
| Cash flows from noncapital financing activities: | | |
| Transfers out | (5,013,200) | - |
| Net cash (used in) noncapital financing activities | (5,013,200) | - |
| Cash flows from capital and related financing activities: | | |
| Proceeds from sale of capital assets | 2,200,827 | - |
| Purchase and construction of capital assets | (10,582,918) | - |
| Net cash (used in) capital and related financing activities | (8,382,091) | - |
| Cash flows from investing activities: | | |
| Interest and gains or losses on investments | 458,903 | 1,097,539 |
| Net cash provided by investing activities | 458,903 | 1,097,539 |
| Net increase in cash and cash equivalents | 3,315,872 | 4,304,472 |
| Cash and cash equivalents, October 1, 2021 | 42,573,844 | 108,900,039 |
| Cash and cash equivalents, September 30, 2022 | \$ 45,889,716 | \$ 113,204,511 |
| Reconciliation of operating income to net cash provided by (used in) operating activities: | | |
| Operating income | \$ 4,495,097 | \$ 4,287,095 |
| Adjustments to reconcile operating income to net cash provided by operating activities: | | |
| Depreciation and amortization | 12,375,172 | 3,741 |
| Miscellaneous revenue | 130,632 | 3,928,062 |
| Change in assets and liabilities: | | |
| (Increase) decrease in accounts receivable | (7,624) | 1,815,984 |
| (Increase) decrease in due from other county funds | (322,438) | 2,217,541 |
| (Increase) in due from other governments | (97,595) | - |
| (Increase) in inventory | (421,474) | - |
| Decrease in other assets | - | 75,843 |
| (Increase) in due from component unit | (615) | - |
| Increase (decrease) in vouchers payable and accrued liabilities | 105,276 | (862,151) |
| Increase (decrease) in due to other county funds | (11,236) | 5,156 |
| Increase in due to other governments | 33 | 10,190 |
| Increase (decrease) in insurance claims payable | - | 1,915,648 |
| Increase (decrease) in other long-term liabilities | 7,032 | (10,190,176) |
| Net cash provided by operating activities | \$ 16,252,260 | \$ 3,206,933 |
| Supplemental disclosure of noncash capital and related financing activities: | | |
| Disposal of fully depreciated capital assets | \$ 5,162,495 | - |

| Clerk & Comptroller Insurance Fund | Total |
|--|-----------------------|
| \$ 1,504,285 | \$ 14,214,317 |
| 13,308,592 | 153,582,312 |
| (2,276,556) | (36,401,090) |
| - | (8,305,395) |
| - | (2,820,404) |
| (11,138,979) | (103,471,899) |
| - | 4,058,694 |
| <u>1,397,342</u> | <u>20,856,535</u> |
| - | (5,013,200) |
| - | (5,013,200) |
| - | 2,200,827 |
| - | (10,582,918) |
| - | (8,382,091) |
| <u>13,437</u> | <u>1,569,879</u> |
| <u>13,437</u> | <u>1,569,879</u> |
| 1,410,779 | 9,031,123 |
| <u>3,980,761</u> | <u>155,454,644</u> |
| <u>\$ 5,391,540</u> | <u>\$ 164,485,767</u> |
| | |
| \$ 236,249 | \$ 9,018,441 |
| - | 12,378,913 |
| - | 4,058,694 |
| 20,613 | 1,828,973 |
| 1,315,825 | 3,210,928 |
| - | (97,595) |
| - | (421,474) |
| - | 75,843 |
| - | (615) |
| 3,215 | (753,660) |
| (2,560) | (8,640) |
| - | 10,223 |
| (176,000) | 1,739,648 |
| - | (10,183,144) |
| <u>\$ 1,397,342</u> | <u>\$ 20,856,535</u> |
| | |
| <u>\$ -</u> | <u>\$ 5,162,495</u> |



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FIDUCIARY FUNDS

Combining Custodial Funds

Custodial funds are used to account for assets held by the government as an agent for individuals, private organizations, and other governments.

Board of County Commissioners - To account for the assets held by the Board as an agent for organizations or other governments. These funds include: cash, interest income, fees collected, and liabilities due to organizations or other governments .

Sheriff - To account for the assets held by the Sheriff as an agent for individuals, organizations, or other governments. These funds include out-of-county cash bonds, civil process trust funds, inmate trust funds, as well as seized and evidence currency.

Clerk & Comptroller - To account for the assets held by the Clerk of the Courts as an agent for individuals, organizations, and other governments. These funds include: fines and forfeitures, jury and witness, tax deed, registry of court, probate, support, and general agency.

Tax Collector - To account for the assets held by the Tax Collector as an agent for individuals, organizations, or other governments. These funds include: ad-valorem and non ad-valorem tax payments and license and registration payments.

PALM BEACH COUNTY, FLORIDA
Combining Statement of Fiduciary Net Position - Custodial Funds
September 30, 2022

| | CUSTODIAL FUNDS | | | | | Total Custodial Funds |
|--|----------------------------------|---------------------|------------------------|-------------------|--|--------------------------|
| | Board of County Commissioners | Sheriff | Clerk & Comptroller | Tax Collector | | |
| ASSETS | | | | | | |
| Cash, cash equivalents, and investments | \$ 577,907 | \$ 3,058,265 | \$ 68,932,224 | \$ 54,942,693 | | \$ 127,511,089 |
| Accounts receivable, net | - | 25,900 | 2,018,185 | 70,047 | | 2,114,132 |
| Due from other governments | 46,830 | - | - | - | | 46,830 |
| Total assets | 624,737 | 3,084,165 | 70,950,409 | 55,012,740 | | 129,672,051 |
| LIABILITIES | | | | | | |
| Vouchers payable and accrued liabilities | - | 161,295 | - | 1,234,834 | | 1,396,129 |
| Due to other governments | 564,587 | 400 | 12,782,483 | 51,539,219 | | 64,886,689 |
| Due to individuals | - | - | 1,634,724 | 2,238,687 | | 3,873,411 |
| Total liabilities | 564,587 | 161,695 | 14,417,207 | 55,012,740 | | 70,156,229 |
| NET POSITION | | | | | | |
| Amount held for individuals, organizations, and other governments | 60,150 | 2,922,470 | 56,533,202 | - | | 59,515,822 |
| Total net position | \$ 60,150 | \$ 2,922,470 | \$ 56,533,202 | \$ - | | \$ 59,515,822 |

PALM BEACH COUNTY, FLORIDA
Combining Statement of Changes in Fiduciary Net Position - Custodial Funds
For the fiscal year ended September 30, 2022

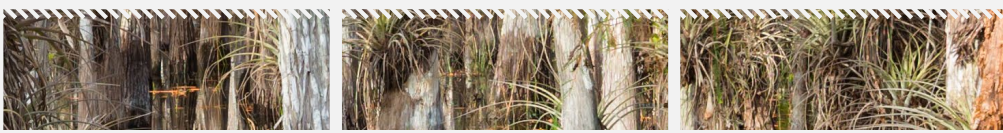
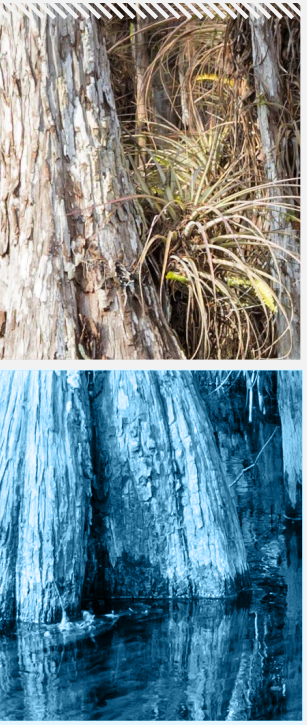
| | CUSTODIAL FUNDS | | | | | Total Custodial Funds |
|--|----------------------------------|---------------------|------------------------|----------------------|-------------|--------------------------|
| | Board of County Commissioners | Sheriff | Clerk & Comptroller | Tax Collector | | |
| ADDITIONS | | | | | | |
| Investment income | \$ 6,156 | \$ - | \$ - | \$ - | \$ - | \$ 6,156 |
| Motor vehicle tag fees | 886,685 | - | - | - | - | 886,685 |
| Taxes collected on behalf of other governments | - | - | - | 2,960,880,845 | - | 2,960,880,845 |
| Inmate trust | - | 6,550,006 | - | - | - | 6,550,006 |
| Seized currency and evidence | - | 2,494,480 | - | - | - | 2,494,480 |
| Tax deeds | - | - | 10,345,365 | - | - | 10,345,365 |
| Criminal cash bonds | - | - | 1,657,956 | - | - | 1,657,956 |
| General deposit and cash bonds | - | - | 957,996 | - | - | 957,996 |
| Circuit registry | - | - | 130,153,122 | - | - | 130,153,122 |
| Foreclosure sales and deposits | - | - | 97,070,188 | - | - | 97,070,188 |
| Other additions | 69,332 | - | 1,159,432 | 117,289,877 | - | 118,518,641 |
| Total additions | 962,173 | 9,044,486 | 241,344,059 | 3,078,170,722 | - | 3,329,521,440 |
| DEDUCTIONS | | | | | | |
| Distributions to other governments | 961,565 | - | - | 2,960,880,845 | - | 2,961,842,410 |
| Inmate trust | - | 6,437,058 | - | - | - | 6,437,058 |
| Seized currency and evidence | - | 2,857,565 | - | - | - | 2,857,565 |
| Tax deeds | - | - | 14,803,664 | - | - | 14,803,664 |
| Courts bond | - | - | 1,246,350 | - | - | 1,246,350 |
| Criminal cash bonds | - | - | 1,393,745 | - | - | 1,393,745 |
| General deposit and cash bonds | - | - | 1,071,328 | - | - | 1,071,328 |
| Circuit registry | - | - | 124,676,010 | - | - | 124,676,010 |
| Foreclosure sales and deposits | - | - | 91,162,991 | - | - | 91,162,991 |
| Other deductions | - | - | - | 117,289,877 | - | 117,289,877 |
| Total deductions | 961,565 | 9,294,623 | 234,354,088 | 3,078,170,722 | - | 3,322,780,998 |
| Change in net position | 608 | (250,137) | 6,989,971 | - | - | 6,740,442 |
| Net position, October 1, 2021 | 59,542 | 3,172,607 | 49,543,231 | - | - | 52,775,380 |
| Net position, September 30, 2022 | \$ 60,150 | \$ 2,922,470 | \$ 56,533,202 | \$ - | \$ - | \$ 59,515,822 |



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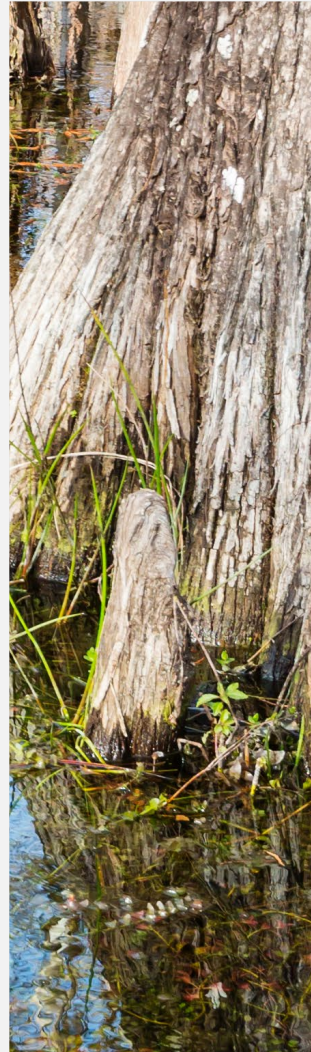
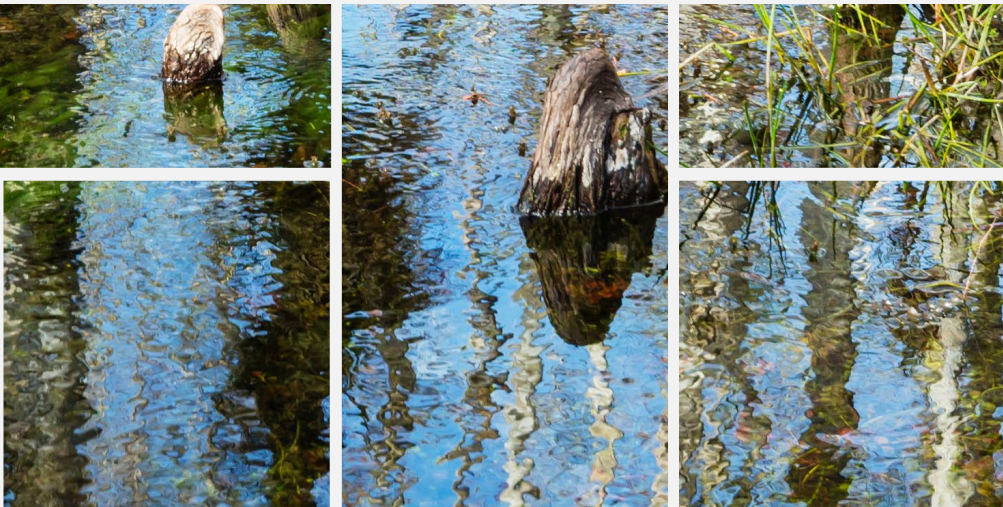
STATISTICAL SECTION



The Statistical Section provides financial statement users with additional historical perspective, context, and detail to assist in using the information in the financial statements, including the accompanying notes, and required supplementary information to assess the County's economic condition.

Information is presented in the following five categories:

- Financial trends information
- Revenue capacity information
- Debt capacity information
- Demographic & economic information
- Operating information



Statistical Section

This part of Palm Beach County'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 Palm Beach County's overall financial health.

| <u>Contents</u> | <u>Page</u> |
|---|--------------------|
| Financial Trends Information <i>These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.</i> | 262 |
| Revenue Capacity Information <i>These schedules contain information to help the reader assess the County's most significant local revenue source, Property Taxes.</i> | 274 |
| Debt Capacity Information <i>These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.</i> | 283 |
| Demographic and Economic Information <i>These schedules offer economic and demographic indicators to help the reader understand the environment within which the County's financial activities take place.</i> | 289 |
| Operating Information <i>These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.</i> | 292 |

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



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FINANCIAL TRENDS INFORMATION

TABLE I
PALM BEACH COUNTY, FLORIDA
Net Position by Component
Last Ten Fiscal Years
September 30, 2022
(accrual basis of accounting)

| | 2022 | 2021 | 2020 | 2019 |
|--|-------------------------|-------------------------|-------------------------|-------------------------|
| Governmental activities | | | | |
| Net investment in capital assets | \$ 2,009,092,257 | \$ 1,955,484,624 | \$ 1,872,106,483 | \$ 1,798,361,216 |
| Restricted | 1,558,592,008 | 1,155,790,690 | 1,036,131,612 | 963,701,999 |
| Unrestricted (deficit) | (1,110,316,011) | (1,217,795,338) | (1,460,035,425) | (1,194,901,690) |
| Subtotal governmental activities net position | <u>2,457,368,254</u> | <u>1,893,479,976</u> | <u>1,448,202,670</u> | <u>1,567,161,525</u> |
| Business-type activities | | | | |
| Net investment in capital assets | 1,428,165,514 | 1,402,967,277 | 1,369,913,013 | 1,337,341,068 |
| Restricted | 81,818,222 | 71,775,360 | 79,360,310 | 88,748,897 |
| Unrestricted | 597,612,263 | 533,720,420 | 463,563,052 | 404,903,849 |
| Subtotal business-type activities net position | <u>2,107,595,999</u> | <u>2,008,463,057</u> | <u>1,912,836,375</u> | <u>1,830,993,814</u> |
| Primary government | | | | |
| Net investment in capital assets | 3,437,257,771 | 3,358,451,901 | 3,242,019,496 | 3,135,702,284 |
| Restricted | 1,640,410,230 | 1,227,566,050 | 1,115,491,922 | 1,052,450,896 |
| Unrestricted (deficit) | (512,703,748) | (684,074,918) | (996,472,373) | (789,997,841) |
| Total primary government net position | <u>\$ 4,564,964,253</u> | <u>\$ 3,901,943,033</u> | <u>\$ 3,361,039,045</u> | <u>\$ 3,398,155,339</u> |

Note:

Deficit unrestricted net position in governmental activities beginning in fy 2015 is a result of implementing GASB Statements No. 68 and 71 in fiscal year 2015 and GASB Statement No. 75 in fiscal year 2018. These GASB Statements required the County to record its proportionate share of net pension liabilities for its various defined benefit retirement plans for County employees as well as its liabilities for its various other post-employment benefits. The increase in unrestricted deficit was directly related to the increase in the net pension liability and the net OPEB liability. Net pension liabilities and OPEB liabilities represent the amounts to be paid in the future when employees retire and will be funded through future contributions to the retirement plans. A deficit in unrestricted net position should not be considered, solely, as evidence of economic financial difficulties.

| 2018 | 2017 | 2016 | 2015 | 2014 | 2013 |
|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| \$ 1,718,454,129 | \$ 1,672,547,911 | \$ 1,624,248,207 | \$ 1,610,129,282 | \$ 1,578,473,003 | \$ 1,665,496,482 |
| 842,217,265 | 649,651,291 | 551,402,073 | 538,929,027 | 538,405,409 | 575,891,358 |
| (1,028,482,303) | (708,655,634) | (594,649,971) | (527,944,511) | 116,415,891 | 96,955,634 |
| <u>1,532,189,091</u> | <u>1,613,543,568</u> | <u>1,581,000,309</u> | <u>1,621,113,798</u> | <u>2,233,294,303</u> | <u>2,338,343,474</u> |
| 1,287,831,984 | 1,248,331,293 | 1,201,160,231 | 1,127,828,939 | 1,062,570,754 | 1,044,481,295 |
| 85,894,232 | 83,783,468 | 74,870,540 | 82,068,022 | 88,136,072 | 80,982,424 |
| 389,199,997 | 359,292,157 | 357,206,829 | 350,299,906 | 356,435,217 | 319,395,356 |
| <u>1,762,926,213</u> | <u>1,691,406,918</u> | <u>1,633,237,600</u> | <u>1,560,196,867</u> | <u>1,507,142,043</u> | <u>1,444,859,075</u> |
| 3,006,286,113 | 2,920,879,204 | 2,825,408,438 | 2,737,958,221 | 2,641,043,757 | 2,709,977,777 |
| 928,111,497 | 733,434,759 | 626,272,613 | 620,997,049 | 626,541,481 | 656,873,782 |
| (639,282,306) | (349,363,477) | (237,443,142) | (177,644,605) | 472,851,108 | 416,350,990 |
| <u>\$ 3,295,115,304</u> | <u>\$ 3,304,950,486</u> | <u>\$ 3,214,237,909</u> | <u>\$ 3,181,310,665</u> | <u>\$ 3,740,436,346</u> | <u>\$ 3,783,202,549</u> |

TABLE II
PALM BEACH COUNTY, FLORIDA
Changes in Net Position
Last Ten Fiscal Years
September 30, 2022
(accrual basis of accounting)

| | 2022 | 2021 | 2020 | 2019 |
|--|----------------|----------------|----------------|----------------|
| Expenses | | | | |
| Governmental activities: | | | | |
| General government | \$ 475,941,482 | \$ 460,465,601 | \$ 425,998,004 | \$ 403,523,557 |
| Public safety | 1,207,891,541 | 1,195,329,452 | 1,468,359,078 | 1,183,513,226 |
| Physical environment | 41,970,063 | 39,763,540 | 30,440,272 | 26,209,172 |
| Transportation | 217,926,632 | 208,220,491 | 214,042,060 | 202,596,416 |
| Economic environment | 122,620,766 | 106,559,349 | 99,344,293 | 109,038,692 |
| Human services | 149,701,039 | 111,875,082 | 96,974,342 | 96,196,294 |
| Culture & recreation | 141,293,385 | 125,831,777 | 136,267,435 | 141,165,267 |
| Interest expense | 16,695,208 | 22,471,513 | 25,545,448 | 30,440,637 |
| Total governmental activities expenses | 2,374,040,116 | 2,270,516,805 | 2,496,970,932 | 2,192,683,261 |
| Business-type activities: | | | | |
| Department of Airports | 79,885,123 | 76,362,796 | 77,292,378 | 76,450,038 |
| Water Utilities Department | 205,578,952 | 190,242,494 | 194,604,271 | 209,439,520 |
| Total business-type activities expenses | 285,464,075 | 266,605,290 | 271,896,649 | 285,889,558 |
| Total primary government expenses | 2,659,504,191 | 2,537,122,095 | 2,768,867,581 | 2,478,572,819 |
| Program Revenues | | | | |
| Governmental activities: | | | | |
| Fines, fees and charges for services | | | | |
| General government | 221,459,850 | 205,803,549 | 164,072,585 | 162,007,504 |
| Public safety | 185,429,956 | 178,979,955 | 164,211,134 | 157,527,980 |
| Physical environment | 6,404,171 | 6,151,525 | 4,068,748 | 4,666,127 |
| Transportation | 36,520,850 | 39,016,944 | 33,396,938 | 42,366,403 |
| Economic environment | 6,198,016 | 2,052,329 | 4,905,524 | 6,343,301 |
| Human services | 2,583,003 | 2,830,140 | 2,607,085 | 3,085,181 |
| Culture & recreation | 31,438,519 | 28,611,326 | 20,418,021 | 25,111,967 |
| Operating Grants and Contributions | 431,031,881 | 410,012,555 | 251,373,232 | 112,487,696 |
| Capital Grants and Contributions | 6,467,527 | 2,326,250 | 2,390,106 | 1,844,386 |
| Total governmental activities program revenue | 927,533,773 | 875,784,573 | 647,443,373 | 515,440,545 |
| Business-type activities: | | | | |
| Fines, fees and charges for services | | | | |
| Department of Airports | 80,430,966 | 66,788,726 | 74,369,732 | 73,240,879 |
| Water Utilities Department | 232,370,579 | 226,563,800 | 217,976,818 | 205,417,723 |
| Operating Grants and Contributions | 12,792,526 | 9,679,047 | - | - |
| Capital Grants and Contributions | 51,456,372 | 53,870,720 | 53,488,678 | 60,129,489 |
| Total business-type activities program revenue | 377,050,443 | 356,902,293 | 345,835,228 | 338,788,091 |
| Total primary government program revenues | 1,304,584,216 | 1,232,686,866 | 993,278,601 | 854,228,636 |

| 2018 | 2017 | 2016 | 2015 | 2014 | 2013 |
|----------------|----------------|----------------|----------------|----------------|----------------|
| \$ 380,134,366 | \$ 378,563,795 | \$ 398,900,185 | \$ 359,871,796 | \$ 348,499,005 | \$ 321,910,646 |
| 1,093,307,091 | 1,025,966,815 | 939,416,730 | 809,118,863 | 826,889,486 | 786,379,088 |
| 24,617,608 | 31,478,483 | 26,697,038 | 35,899,781 | 31,189,932 | 37,638,256 |
| 183,486,968 | 175,393,075 | 173,305,361 | 151,556,124 | 171,955,805 | 162,593,689 |
| 97,801,010 | 87,562,167 | 80,431,368 | 73,225,650 | 68,013,327 | 91,339,802 |
| 93,444,150 | 87,402,054 | 83,301,450 | 83,777,781 | 90,190,605 | 98,658,322 |
| 130,880,225 | 126,137,546 | 122,747,914 | 115,604,166 | 118,340,261 | 123,512,012 |
| 32,272,149 | 35,393,852 | 38,457,926 | 33,558,583 | 40,903,205 | 43,439,813 |
| 2,035,943,567 | 1,947,897,787 | 1,863,257,972 | 1,662,612,744 | 1,695,981,626 | 1,665,471,628 |
| 80,266,328 | 80,782,138 | 77,914,416 | 74,222,296 | 74,221,674 | 74,545,618 |
| 177,186,814 | 182,454,361 | 171,651,435 | 162,646,668 | 159,870,113 | 154,872,466 |
| 257,453,142 | 263,236,499 | 249,565,851 | 236,868,964 | 234,091,787 | 229,418,084 |
| 2,293,396,709 | 2,211,134,286 | 2,112,823,823 | 1,899,481,708 | 1,930,073,413 | 1,894,889,712 |
| 149,945,162 | 147,062,893 | 151,336,798 | 151,696,645 | 143,904,381 | 124,520,179 |
| 157,424,320 | 147,899,123 | 136,139,681 | 141,814,407 | 123,114,049 | 126,581,672 |
| 6,011,875 | 3,215,549 | 3,626,186 | 33,990,543 | 5,393,092 | 7,875,400 |
| 44,871,608 | 45,861,587 | 45,428,631 | 16,139,081 | 38,166,842 | 34,130,936 |
| 6,977,540 | 4,760,823 | 4,023,259 | 3,437,371 | 3,734,295 | 3,846,217 |
| 3,579,988 | 3,710,807 | 3,264,680 | 3,085,915 | 3,094,407 | 3,422,947 |
| 23,427,119 | 22,974,942 | 22,626,409 | 22,573,135 | 20,740,160 | 21,214,293 |
| 101,310,774 | 99,830,884 | 91,395,254 | 114,248,073 | 111,212,437 | 183,246,981 |
| 3,606,203 | 4,988,679 | 10,043,685 | 4,137,027 | 7,084,678 | 14,200,249 |
| 497,154,589 | 480,305,287 | 467,884,583 | 491,122,197 | 456,444,341 | 519,038,874 |
| 85,757,955 | 82,885,453 | 78,232,935 | 76,008,774 | 80,978,685 | 77,052,942 |
| 203,989,680 | 199,202,700 | 194,762,086 | 187,516,359 | 177,548,088 | 166,506,631 |
| - | - | - | - | - | - |
| 32,750,336 | 32,627,699 | 44,729,167 | 57,988,461 | 34,561,299 | 34,866,940 |
| 322,497,971 | 314,715,852 | 317,724,188 | 321,513,594 | 293,088,072 | 278,426,513 |
| 819,652,560 | 795,021,139 | 785,608,771 | 812,635,791 | 749,532,413 | 797,465,387 |

TABLE II
PALM BEACH COUNTY, FLORIDA
Changes in Net Position
Last Ten Fiscal Years
September 30, 2022
(accrual basis of accounting)

(Continuations)

| | 2022 | 2021 | 2020 | 2019 |
|---|------------------------|------------------------|------------------------|------------------------|
| Net (Expenses)/Revenue | | | | |
| Governmental activities | \$ (1,446,506,343) | \$ (1,394,732,232) | \$ (1,849,527,559) | \$ (1,677,242,716) |
| Business-type activities | 91,586,368 | 90,297,003 | 73,938,579 | 52,898,533 |
| Total primary government net expense | <u>(1,354,919,975)</u> | <u>(1,304,435,229)</u> | <u>(1,775,588,980)</u> | <u>(1,624,344,183)</u> |
| General Revenues and Other Changes in Net Position | | | | |
| Governmental activities: | | | | |
| Taxes levied by the County | | | | |
| Ad valorem taxes | 1,418,218,061 | 1,343,974,633 | 1,279,403,264 | 1,215,729,274 |
| Utility service taxes | 48,574,951 | 46,166,682 | 44,989,772 | 44,012,007 |
| Local option gas taxes | 51,926,373 | 49,458,925 | 47,671,712 | 53,445,285 |
| Tourist development taxes | 77,817,161 | 51,004,690 | 43,311,723 | 54,202,758 |
| State shared sales tax-unrestricted | 240,372,462 | 201,605,046 | 171,011,749 | 180,736,139 |
| Franchise gross receipts fee | 43,871,152 | 38,046,413 | 36,408,423 | 37,485,726 |
| State shared revenue-unrestricted | 78,398,751 | 66,100,839 | 60,872,399 | 63,892,962 |
| Investment income (1) | 29,711,594 | 22,898,999 | 35,432,718 | 52,161,067 |
| Other general revenues | 21,366,878 | 19,227,048 | 10,296,255 | 9,161,871 |
| Gain on disposal of capital assets | 1,611,120 | 1,522,669 | 1,242,689 | 3,699,216 |
| Transfers-net | (1,473,882) | 3,594 | (72,000) | (2,311,155) |
| Special item - loss on sale of land | - | - | - | - |
| Total governmental activities | <u>2,010,394,621</u> | <u>1,840,009,538</u> | <u>1,730,568,704</u> | <u>1,712,215,150</u> |
| Business-type activities: | | | | |
| Investment income (1) | 6,095,237 | 5,333,273 | 7,831,982 | 12,857,913 |
| Transfers-net | 1,473,882 | (3,594) | 72,000 | 2,311,155 |
| Special items | - | - | - | - |
| Total business-type activities | <u>7,569,119</u> | <u>5,329,679</u> | <u>7,903,982</u> | <u>15,169,068</u> |
| Total primary government | <u>2,017,963,740</u> | <u>1,845,339,217</u> | <u>1,738,472,686</u> | <u>1,727,384,218</u> |
| Change in Net Position | | | | |
| Governmental activities | 563,888,278 | 445,277,306 | (118,958,855) | 34,972,434 |
| Business-type activities | 99,155,487 | 95,626,682 | 81,842,561 | 68,067,601 |
| Total primary government | <u>\$ 663,043,765</u> | <u>\$ 540,903,988</u> | <u>\$ (37,116,294)</u> | <u>\$ 103,040,035</u> |

Note:

(1) Includes interest income and net change in fair value of investments

| 2018 | 2017 | 2016 | 2015 | 2014 | 2013 |
|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| \$ (1,538,788,978) | \$ (1,467,592,500) | \$ (1,395,373,389) | \$ (1,171,490,547) | \$ (1,239,537,285) | \$ (1,146,432,754) |
| 65,044,829 | 51,479,353 | 68,158,337 | 84,644,630 | 58,996,285 | 49,008,429 |
| (1,473,744,149) | (1,416,113,147) | (1,327,215,052) | (1,086,845,917) | (1,180,541,000) | (1,097,424,325) |
| 1,145,510,745 | 1,075,836,147 | 1,002,632,353 | 917,301,988 | 856,759,011 | 827,864,189 |
| 42,988,116 | 41,907,150 | 41,192,920 | 39,936,056 | 39,077,775 | 35,925,527 |
| 52,720,581 | 53,297,015 | 50,877,975 | 49,750,672 | 46,939,093 | 45,494,125 |
| 53,827,955 | 48,534,859 | 47,118,185 | 42,736,409 | 33,842,266 | 30,523,694 |
| 175,837,405 | 145,959,036 | 87,782,242 | 84,668,592 | 79,413,855 | 74,054,478 |
| 36,715,100 | 36,923,137 | 36,166,164 | 37,293,992 | 37,095,854 | 34,540,341 |
| 64,526,871 | 63,279,188 | 62,333,158 | 61,040,743 | 58,596,967 | 58,432,861 |
| 30,297,408 | 24,425,769 | 19,536,510 | 17,928,704 | 16,612,089 | (3,387,696) |
| 8,658,917 | 7,246,030 | 4,830,189 | 2,675,830 | 5,931,019 | 4,251,955 |
| 3,502,903 | 2,558,933 | 2,621,914 | - | 798,013 | - |
| 202,738 | 168,495 | 168,290 | 12,667,873 | (1,280,226) | (1,989,879) |
| - | - | - | - | (33,300,538) | - |
| 1,614,788,739 | 1,500,135,759 | 1,355,259,900 | 1,266,000,859 | 1,140,485,178 | 1,105,709,595 |
| 8,124,033 | 6,858,460 | 5,050,686 | 4,748,241 | 4,433,772 | 184,583 |
| (202,738) | (168,495) | (168,290) | (12,667,873) | 1,280,226 | 1,989,879 |
| - | - | - | - | - | 63,928,507 |
| 7,921,295 | 6,689,965 | 4,882,396 | (7,919,632) | 5,713,998 | 66,102,969 |
| 1,622,710,034 | 1,506,825,724 | 1,360,142,296 | 1,258,081,227 | 1,146,199,176 | 1,171,812,564 |
| 75,999,761 | 32,543,259 | (40,113,489) | 94,510,312 | (99,052,107) | (40,723,159) |
| 72,966,124 | 58,169,318 | 73,040,733 | 76,724,998 | 64,710,283 | 115,111,398 |
| \$ 148,965,885 | \$ 90,712,577 | \$ 32,927,244 | \$ 171,235,310 | \$ (34,341,824) | \$ 74,388,239 |

TABLE III
PALM BEACH COUNTY, FLORIDA
Fund Balances
Governmental Funds
Last Ten Fiscal Years
September 30, 2022
(modified accrual basis of accounting)

| | 2022 | 2021 | 2020 | 2019 | 2018 |
|------------------------------------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| General Fund | | | | | |
| Nonspendable | \$ 14,069,136 | \$ 13,516,685 | \$ 11,809,871 | \$ 10,689,473 | \$ 7,010,117 |
| Spendable: | | | | | |
| Restricted | 41,794,929 | 39,207,317 | 32,290,799 | 18,784,624 | 15,961,452 |
| Assigned | - | - | - | - | - |
| Unassigned | 397,928,570 | 335,855,739 | 270,333,973 | 259,495,603 | 221,805,958 |
| Total general fund | <u>\$ 453,792,635</u> | <u>\$ 388,579,741</u> | <u>\$ 314,434,643</u> | <u>\$ 288,969,700</u> | <u>\$ 244,777,527</u> |
| All Other Governmental Funds | | | | | |
| Nonspendable | \$ 10,357,388 | \$ 9,795,064 | \$ 9,419,612 | \$ 8,387,671 | \$ 5,931,400 |
| Spendable: | | | | | |
| Restricted | 1,627,099,409 | 1,237,730,245 | 1,055,358,505 | 979,272,494 | 852,129,848 |
| Assigned | 343,188,986 | 303,650,700 | 280,244,903 | 224,444,961 | 211,467,157 |
| Unassigned | (25,400,589) | (15,021,925) | (4,023,259) | (4,171,472) | (27,553,064) |
| Total all other governmental funds | <u>\$ 1,955,245,194</u> | <u>\$ 1,536,154,084</u> | <u>\$ 1,340,999,761</u> | <u>\$ 1,207,933,654</u> | <u>\$ 1,041,975,341</u> |

| | 2017 | 2016 | 2015 | 2014 | 2013 |
|-----------|--------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| \$ | 6,915,708 | \$ 7,042,928 | \$ 6,536,302 | \$ 6,375,081 | \$ 6,366,867 |
| | 15,155,494 | 17,325,630 | 21,558,765 | 19,723,752 | 18,011,430 |
| | - | - | - | - | 200,000 |
| | 183,617,227 | 167,845,229 | 165,315,517 | 158,030,146 | 175,544,442 |
| <u>\$</u> | <u>205,688,429</u> | <u>\$ 192,213,787</u> | <u>\$ 193,410,584</u> | <u>\$ 184,128,979</u> | <u>\$ 200,122,739</u> |
| | | | | | |
| \$ | 5,750,001 | \$ 6,567,290 | \$ 7,285,344 | \$ 6,834,495 | \$ 6,865,612 |
| | 751,193,987 | 724,316,887 | 672,028,427 | 657,364,640 | 653,092,679 |
| | 199,057,798 | 202,266,460 | 193,149,723 | 196,147,753 | 197,177,604 |
| | (9,652,655) | (1,484,093) | (9,603,817) | (6,982,830) | (13,508,904) |
| <u>\$</u> | <u>946,349,131</u> | <u>\$ 931,666,544</u> | <u>\$ 862,859,677</u> | <u>\$ 853,364,058</u> | <u>\$ 843,626,991</u> |

Table IV
PALM BEACH COUNTY, FLORIDA
Changes in Fund Balances
Governmental Funds
Last Ten Fiscal Years
September 30, 2022
(modified accrual basis of accounting)

| | 2022 | 2021 | 2020 | 2019 | 2018 |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| Revenues | | | | | |
| Taxes (See Table V) | \$1,618,664,436 | \$1,511,566,108 | \$1,436,148,405 | \$1,389,600,818 | \$ 1,320,197,840 |
| Special assessments | 95,364,724 | 81,588,981 | 54,172,504 | 52,943,504 | 42,894,421 |
| Licenses and permits | 81,549,069 | 75,552,822 | 67,601,869 | 66,668,497 | 62,600,613 |
| Intergovernmental (See Table V) | 697,537,506 | 627,862,270 | 448,531,669 | 335,937,710 | 293,517,707 |
| Charges for services | 388,211,273 | 366,188,127 | 337,856,796 | 348,397,754 | 342,287,716 |
| Less - excess fees paid out | (52,638,923) | (45,539,503) | (53,142,165) | (51,372,851) | (47,706,745) |
| Fines & forfeitures | 7,076,485 | 6,827,844 | 5,413,634 | 6,462,628 | 6,877,175 |
| Investment income (2) | 28,357,309 | 21,669,341 | 33,651,260 | 49,591,280 | 28,331,664 |
| Miscellaneous | 46,614,399 | 47,815,578 | 36,649,628 | 40,429,257 | 32,645,012 |
| Total revenues | 2,910,736,278 | 2,693,531,568 | 2,366,883,600 | 2,238,658,597 | 2,081,645,403 |
| Expenditures | | | | | |
| General government | 426,131,237 | 421,047,061 | 349,918,660 | 340,937,296 | 326,659,439 |
| Public safety | 1,156,895,240 | 1,264,021,677 | 1,111,983,578 | 959,376,033 | 918,576,375 |
| Physical environment | 40,353,405 | 38,698,261 | 26,350,033 | 22,254,286 | 21,722,999 |
| Transportation | 181,708,869 | 170,866,924 | 170,111,709 | 162,097,777 | 145,898,224 |
| Economic environment | 122,047,350 | 106,482,578 | 97,798,073 | 107,566,604 | 96,366,492 |
| Human services | 148,913,299 | 113,178,847 | 93,502,359 | 92,503,790 | 91,893,332 |
| Culture & recreation | 125,618,448 | 113,723,831 | 112,276,509 | 115,793,281 | 109,255,948 |
| Capital outlay | 137,472,807 | 177,105,264 | 152,242,143 | 125,984,396 | 129,208,347 |
| Debt service | | | | | |
| Principal | 64,559,758 | 59,679,099 | 66,020,877 | 75,394,515 | 71,643,804 |
| Interest | 23,448,098 | 24,243,803 | 30,388,158 | 34,823,806 | 37,846,215 |
| Other charges | 3,839,083 | 1,719,201 | 977,685 | 14,397 | 86,719 |
| Total expenditures | 2,430,987,594 | 2,490,766,546 | 2,211,569,784 | 2,036,746,181 | 1,949,157,894 |
| Excess of revenues over (under) expenditures | 479,748,684 | 202,765,022 | 155,313,816 | 201,912,416 | 132,487,509 |
| Other Financing Sources (Uses) | | | | | |
| Transfers in | 531,174,931 | 283,153,064 | 319,571,478 | 236,572,578 | 224,995,815 |
| Transfers out | (527,635,613) | (281,534,735) | (319,628,743) | (228,868,999) | (224,785,465) |
| Sale of land | - | - | - | - | - |
| Capital lease | - | - | - | - | 375,000 |
| Issuance of long-term debt | 307,103 | 51,239,375 | 313,000 | - | 1,627,522 |
| Premium (discount) long-term debt | - | 11,847,843 | - | - | - |
| Issuance of refunding debt | - | 113,940,000 | 67,010,000 | - | 22,540,000 |
| Premium (discount) refunding debt | - | (62,199) | 640,157 | - | - |
| Payment to escrow agent for refunding | - | (113,099,206) | (69,317,980) | - | (22,593,221) |
| Lease financing | 198,302 | - | - | - | - |
| Total other financing sources (uses) | 4,044,723 | 65,484,142 | (1,412,088) | 7,703,579 | 2,159,651 |
| Net change in fund balances | \$ 483,793,407 | \$ 268,249,164 | \$ 153,901,728 | \$ 209,615,995 | \$ 134,647,160 |
| Debt service as a percentage of noncapital expenditures (1) | 3.6% | 3.4% | 4.7% | 5.8% | 6.0% |

(1) Debt service percentage = (principal & interest) / (total expenditures - capital outlay capitalized as capital assets)

(2) Includes interest income and net change in fair value of investments

| 2017 | 2016 | 2015 | 2014 | 2013 |
|----------------------|----------------------|----------------------|-----------------------|------------------------|
| \$ 1,246,172,996 | \$ 1,167,327,280 | \$ 1,077,087,745 | \$ 1,004,370,198 | \$ 968,750,227 |
| 46,894,873 | 46,058,016 | 41,987,325 | 35,095,158 | 41,048,707 |
| 59,257,917 | 59,293,188 | 59,129,340 | 57,218,722 | 53,415,426 |
| 268,748,083 | 223,770,523 | 219,508,595 | 219,318,714 | 291,104,738 |
| 327,453,947 | 315,285,505 | 308,212,325 | 298,570,908 | 272,817,920 |
| (45,311,078) | (40,657,176) | (31,461,960) | (35,910,422) | (38,411,704) |
| 8,093,338 | 7,462,920 | 10,071,206 | 8,381,066 | 7,190,565 |
| 22,820,692 | 18,396,104 | 16,758,294 | 15,517,081 | (2,998,748) |
| 26,513,210 | 24,862,984 | 25,627,370 | 21,408,593 | 30,055,033 |
| <u>1,960,643,978</u> | <u>1,821,799,344</u> | <u>1,726,920,240</u> | <u>1,623,970,018</u> | <u>1,622,972,164</u> |
| 328,575,916 | 356,272,927 | 325,734,128 | 312,052,203 | 290,607,876 |
| 879,270,076 | 832,079,694 | 792,838,716 | 762,287,119 | 721,898,647 |
| 29,622,897 | 25,048,960 | 35,325,889 | 29,418,463 | 36,797,874 |
| 135,181,660 | 136,150,341 | 135,049,787 | 129,731,700 | 123,345,920 |
| 86,832,970 | 79,862,517 | 73,214,855 | 67,872,773 | 91,353,398 |
| 85,762,144 | 82,318,256 | 83,106,393 | 90,251,756 | 98,089,003 |
| 106,681,078 | 104,707,423 | 100,555,477 | 99,430,309 | 106,283,033 |
| 172,103,243 | 171,202,980 | 105,590,974 | 99,597,884 | 115,826,465 |
| 74,700,547 | 69,212,317 | 95,024,583 | 93,437,510 | 88,153,933 |
| 40,500,655 | 37,595,812 | 38,175,301 | 44,276,746 | 46,723,445 |
| 54,831 | 2,124,582 | 3,149,178 | 1,359,806 | 5,035,185 |
| <u>1,939,286,017</u> | <u>1,896,575,809</u> | <u>1,787,765,281</u> | <u>1,729,716,269</u> | <u>1,724,114,779</u> |
| <u>21,357,961</u> | <u>(74,776,465)</u> | <u>(60,845,041)</u> | <u>(105,746,251)</u> | <u>(101,142,615)</u> |
| 228,692,182 | 196,230,449 | 216,587,690 | 195,960,153 | 197,465,378 |
| (228,516,076) | (194,263,834) | (203,912,206) | (197,232,768) | (188,347,646) |
| - | - | - | 27,367,844 | - |
| - | - | 964,588 | - | 722,603 |
| 7,442,000 | 140,810,000 | 65,118,000 | 73,423,000 | 13,397,000 |
| - | 8,718,861 | 3,257,441 | (130,619) | - |
| - | 121,035,000 | 136,080,000 | 39,900,000 | - |
| - | 26,508,931 | 23,235,345 | 6,087,994 | - |
| - | (155,862,812) | (162,146,879) | (45,641,587) | - |
| - | - | - | - | - |
| <u>7,618,106</u> | <u>143,176,595</u> | <u>79,183,979</u> | <u>99,734,017</u> | <u>23,237,335</u> |
| <u>\$ 28,976,067</u> | <u>\$ 68,400,130</u> | <u>\$ 18,338,938</u> | <u>\$ (6,012,234)</u> | <u>\$ (77,905,280)</u> |
| 6.5% | 6.2% | 7.9% | 8.4% | 8.4% |

TABLE V
PALM BEACH COUNTY, FLORIDA
Tax and Intergovernmental Revenue by Source
Last Ten Fiscal Years
September 30, 2022
(modified accrual basis of accounting)
(dollars in thousands)

County Taxes

| Fiscal Year | Ad Valorem Tax | Tourist Development Tax | Local Option Gas Tax | Utility Tax | Communication Services Tax | Local Business Tax | Total County Taxes |
|-------------|----------------|-------------------------|----------------------|-------------|----------------------------|--------------------|--------------------|
| 2013 | \$ 827,864 | \$ 30,524 | \$ 45,494 | \$ 35,926 | \$ 27,111 | \$ 1,831 | \$ 968,750 |
| 2014 | 856,759 | 33,842 | 46,939 | 39,078 | 25,902 | 1,850 | 1,004,370 |
| 2015 | 917,302 | 42,736 | 49,751 | 39,936 | 25,412 | 1,951 | 1,077,088 |
| 2016 | 1,002,632 | 47,118 | 50,878 | 41,193 | 23,603 | 1,903 | 1,167,327 |
| 2017 | 1,075,836 | 48,535 | 53,297 | 41,908 | 24,294 | 2,302 | 1,246,172 |
| 2018 | 1,145,511 | 53,828 | 52,721 | 42,988 | 22,551 | 2,599 | 1,320,198 |
| 2019 | 1,215,729 | 54,203 | 53,445 | 44,012 | 19,894 | 2,318 | 1,389,601 |
| 2020 | 1,279,403 | 43,312 | 47,672 | 44,990 | 18,500 | 2,271 | 1,436,148 |
| 2021 | 1,343,975 | 51,005 | 49,459 | 46,167 | 18,639 | 2,322 | 1,511,567 |
| 2022 | 1,418,218 | 77,817 | 51,926 | 48,575 | 19,738 | 2,390 | 1,618,664 |

Intergovernmental Revenue

| Fiscal Year | Sales Tax | Infrastructure Sales Tax (1) | State Shared Revenue Sharing | State Levied Fuel Taxes | Federal Grants (2) | State Other Grants | Other (3) | Total Intergovernmental Revenue |
|-------------|-----------|------------------------------|------------------------------|-------------------------|--------------------|--------------------|-----------|---------------------------------|
| 2013 | \$ 74,054 | \$ - | \$ 51,002 | \$ 15,831 | \$ 112,174 | \$ 31,178 | \$ 6,866 | \$ 291,105 |
| 2014 | 79,414 | - | 27,735 | 16,363 | 72,485 | 16,940 | 6,382 | 219,319 |
| 2015 | 84,669 | - | 30,063 | 17,010 | 59,223 | 21,980 | 6,564 | 219,509 |
| 2016 | 87,782 | - | 32,727 | 17,713 | 49,730 | 28,709 | 7,110 | 223,771 |
| 2017 | 88,251 | 57,708 | 35,918 | 18,148 | 37,611 | 23,924 | 7,188 | 268,748 |
| 2018 | 91,415 | 84,422 | 37,242 | 18,575 | 38,038 | 16,729 | 7,097 | 293,518 |
| 2019 | 93,058 | 87,678 | 38,980 | 18,965 | 65,314 | 24,174 | 7,769 | 335,938 |
| 2020 | 87,267 | 83,745 | 37,840 | 17,009 | 197,803 | 15,881 | 8,986 | 448,531 |
| 2021 | 102,562 | 99,043 | 42,456 | 17,946 | 328,445 | 28,845 | 8,565 | 627,862 |
| 2022 | 121,261 | 119,111 | 50,831 | 18,508 | 354,164 | 24,082 | 9,581 | 697,538 |

Notes:

- (1) Effective January 1, 2017, a Countywide local government infrastructure surtax of one-percent (1.0%) was imposed on all authorized taxable transactions occurring within Palm Beach County.
- (2) Higher amounts reported in FY 13 is the result of FEMA Disaster reimbursements for hurricane damage suffered in Palm Beach County.
- (3) Other revenue includes: Alcoholic Beverage Licenses, Racing Tax, Insurance Agent County Licenses, Mobile Home Licenses, Firefighters Supplemental Comp, and 911 Wireless Fees.

Some values may differ from amounts reported in the Entity-wide Statement of Activities. That statement reports revenues using the full accrual method of accounting.

REVENUE CAPACITY INFORMATION

TABLE VI
 PALM BEACH COUNTY, FLORIDA
 Actual Value and Assessed Value of Taxable Property
 Last Ten Fiscal Years
 September 30, 2022
(in thousands of dollars)

| Fiscal Year Ended Sept. 30 | Residential Property | Commercial Property | Industrial Property | Other Property |
|----------------------------------|-------------------------|------------------------|------------------------|-------------------|
| 2013 | \$ 124,767,998 | \$ 16,967,663 | \$ 4,442,499 | \$ 15,930,742 |
| 2014 | 141,889,587 | 18,937,143 | 3,620,474 | 18,436,337 |
| 2015 | 159,401,365 | 21,591,568 | 3,977,260 | 21,313,123 |
| 2016 | 174,606,753 | 23,943,993 | 4,445,458 | 22,893,712 |
| 2017 | 185,814,608 | 25,983,805 | 5,085,940 | 24,317,966 |
| 2018 | 195,434,146 | 27,223,402 | 5,418,059 | 25,674,248 |
| 2019 | 205,776,341 | 28,278,565 | 5,891,512 | 26,388,949 |
| 2020 | 213,211,751 | 29,354,974 | 6,430,112 | 27,538,075 |
| 2021 | 232,242,563 | 29,244,869 | 6,931,575 | 28,022,765 |
| 2022 | 312,423,701 | 36,143,761 | 8,854,522 | 33,832,422 |

Notes: Florida State Law requires all property to be assessed at current fair market value.

Exemptions for real property include: homestead exemptions, widows/widowers exemption, disability/blind exemption, governmental exemption, institutional exemption, economic development, and other exemptions as allowed by law.

Certain prior year amounts in this table have been revised based on additional information received.

Source: Palm Beach County Property Appraiser's Office, Form DR-403V and DRPC_AUTH.

| Tangible Personal Property | Railroad And Telegraph | Total Property Just Value | Total Property Assessed Value | Less: Total Exempt Value | Total Taxable Value | Total Direct Tax Rate |
|----------------------------------|------------------------------|---------------------------------|-------------------------------------|--------------------------------|------------------------|--------------------------------|
| \$ 9,444,021 | \$ 111,667 | \$ 171,664,590 | \$ 157,928,325 | \$ 27,968,541 | \$ 129,959,784 | 4.9902 |
| 9,604,974 | 131,145 | 192,619,660 | 167,702,639 | 28,483,761 | 139,218,878 | 4.9852 |
| 11,003,146 | 135,066 | 217,421,528 | 181,697,014 | 29,375,518 | 152,321,496 | 4.9729 |
| 11,289,143 | 144,909 | 237,323,968 | 195,392,413 | 30,636,199 | 164,756,214 | 4.9277 |
| 10,335,685 | 148,228 | 251,686,232 | 208,470,889 | 32,179,438 | 176,291,451 | 4.9142 |
| 10,564,305 | 151,929 | 264,466,089 | 220,863,513 | 33,528,738 | 187,334,775 | 4.9023 |
| 10,845,055 | 207,548 | 277,387,970 | 233,046,883 | 34,484,677 | 198,562,206 | 4.8980 |
| 11,737,168 | 186,070 | 288,458,150 | 245,915,530 | 36,004,651 | 209,910,879 | 4.8580 |
| 11,884,074 | 186,233 | 308,512,079 | 258,346,096 | 36,692,302 | 221,653,794 | 4.8124 |
| 12,938,963 | 194,136 | 404,387,505 | 294,340,558 | 39,225,763 | 255,114,795 | 4.8149 |

TABLE VII
 PALM BEACH COUNTY, FLORIDA
 Direct and Overlapping Property Tax Rates
 Last Ten Fiscal Years
 September 30, 2022
 (Per \$1,000 of Assessed Value)

| Fiscal Year Ended Sept. 30 | Direct Rates | | | Overlapping Rates | | | | | | |
|-------------------------------------|-----------------------|-------------------------|--------------------------|--|---|---|-----------------------------------|----------------------------|-------------------------------|---------------------|
| | General Government | Debt Service Fund | Total Direct Rates | Palm Beach County School Board | South Florida Water Management District | Florida Inland Navigation District | Children's Services Council | Health Care District | Total Overlapping Rates | Total Countywide |
| 2013 | 4.7815 | 0.2087 | 4.9902 | 7.7780 | 0.4289 | 0.0345 | 0.7300 | 1.1220 | 10.0934 | 15.0836 |
| 2014 | 4.7815 | 0.2037 | 4.9852 | 7.5860 | 0.4110 | 0.0345 | 0.7025 | 1.0800 | 9.8140 | 14.7992 |
| 2015 | 4.7815 | 0.1914 | 4.9729 | 7.5940 | 0.3842 | 0.0345 | 0.6745 | 1.0800 | 9.7672 | 14.7401 |
| 2016 | 4.7815 | 0.1462 | 4.9277 | 7.5120 | 0.3551 | 0.0320 | 0.6677 | 1.0426 | 9.6094 | 14.5371 |
| 2017 | 4.7815 | 0.1327 | 4.9142 | 7.0700 | 0.3307 | 0.0320 | 0.6833 | 0.8993 | 9.0153 | 13.9295 |
| 2018 | 4.7815 | 0.1208 | 4.9023 | 6.7690 | 0.3100 | 0.0320 | 0.6590 | 0.7808 | 8.5508 | 13.4531 |
| 2019 | 4.7815 | 0.1165 | 4.8980 | 6.5720 | 0.2936 | 0.0320 | 0.6403 | 0.7261 | 8.2640 | 13.1620 |
| 2020 | 4.7815 | 0.0765 | 4.8580 | 7.1640 | 0.2795 | 0.0320 | 0.6497 | 0.7261 | 8.8513 | 13.7093 |
| 2021 | 4.7815 | 0.0309 | 4.8124 | 7.0100 | 0.2675 | 0.0320 | 0.6497 | 0.7261 | 8.6853 | 13.4977 |
| 2022 | 4.7815 | 0.0334 | 4.8149 | 6.8750 | 0.2572 | 0.0320 | 0.6233 | 0.7261 | 8.5136 | 13.3285 |

TABLE VIII
PALM BEACH COUNTY, FLORIDA
Principal Property Tax Payers
Current Year and Nine Years Ago
September 30, 2022

| Taxpayer | 2022 | | | 2013 | | |
|----------------------------------|-----------------------|------|----------------------------------|-----------------------|------|----------------------------------|
| | Total Tax | Rank | Percentage Of Total Taxes Levied | Total Tax | Rank | Percentage Of Total Taxes Levied |
| Florida Power & Light | \$ 120,040,792 | 1 | 8.15 % | \$ 76,320,223 | 1 | 8.88 % |
| Town Center at Boca Raton Trust | 11,488,902 | 2 | 0.78 | 7,142,931 | 2 | 0.83 |
| Breakers Palm Beach Inc. | 7,440,580 | 3 | 0.51 | 4,328,181 | 6 | 0.50 |
| Gaedens Venture LLC | 7,044,228 | 4 | 0.48 | 4,740,004 | 5 | 0.55 |
| Boca Owners LLC | 6,836,677 | 5 | 0.46 | | | |
| U. S. Sugar Corporation | 5,564,010 | 6 | 0.38 | 5,125,947 | 4 | 0.60 |
| Publix Super Markets Inc | 5,490,770 | 7 | 0.37 | | | |
| 777 South Flagler Associates LLC | 5,446,378 | 8 | 0.37 | | | |
| Minto PBLH LLC | 4,934,011 | 9 | 0.34 | | | |
| Blossom Way Holdings LLC | 4,915,149 | 10 | 0.33 | | | |
| Okeelanta Corp | | | | 3,442,570 | 7 | 0.40 |
| BellSouth Telecommunications | | | | 5,753,841 | 3 | 0.67 |
| Comcast of Florida/Georgia LLC | | | | 3,376,057 | 8 | 0.39 |
| Panthers BRHC LTD | | | | 3,360,137 | 9 | 0.39 |
| TJ Palm Beach Assoc LTD Ptnrs | | | | 2,960,821 | 10 | 0.34 |
| Total | \$ 179,201,497 | | 12.17 % | \$ 116,550,712 | | 13.55 % |
| Total Taxes levied: | \$ 1,472,468,222 | | | \$ 859,489,532 | | |

Source: Palm Beach County, Office of the Tax Collector

TABLE IX
 PALM BEACH COUNTY, FLORIDA
 Property Tax Levies and Collections
 Last Ten Fiscal Years
 September 30, 2022

| Fiscal Year Ended Sept. 30 | Taxes Levied for the Fiscal Year | Collected within the Fiscal Year of the Levy (a) | | Collections for Prior Years (b) | Total Tax Collections | |
|-------------------------------|--|---|-----------------------|---------------------------------------|-----------------------|-----------------------|
| | | Amount | Percentage of Levy | | Amount | Percentage of Levy |
| 2013 | \$ 859,489,532 | \$ 823,515,920 | 95.8 | \$ 4,348,269 | \$ 827,864,189 | 96.3 |
| 2014 | 890,681,695 | 854,253,131 | 95.9 | 2,505,879 | 856,759,010 | 96.2 |
| 2015 | 953,172,213 | 915,225,779 | 96.0 | 2,076,210 | 917,301,989 | 96.2 |
| 2016 | 1,033,361,252 | 994,096,012 | 96.2 | 8,536,343 | 1,002,632,355 | 97.0 |
| 2017 | 1,114,419,601 | 1,072,320,835 | 96.2 | 3,515,311 | 1,075,836,146 | 96.5 |
| 2018 | 1,189,703,230 | 1,145,216,320 | 96.3 | 294,425 | 1,145,510,745 | 96.3 |
| 2019 | 1,260,693,733 | 1,213,956,175 | 96.3 | 1,773,100 | 1,215,729,275 | 96.4 |
| 2020 | 1,327,361,618 | 1,277,378,814 | 96.2 | 2,024,450 | 1,279,403,264 | 96.4 |
| 2021 | 1,393,773,595 | 1,342,066,014 | 96.3 | 1,908,619 | 1,343,974,633 | 96.4 |
| 2022 | 1,472,468,222 | 1,417,059,380 | 96.2 | 1,158,680 | 1,418,218,060 | 96.3 |

Notes:

(a) Section 197.162, Florida Statutes, provides a 1% up to 4% discount for payments received between November and February. Taxes collected after July 1st are categorized as delinquent.

(b) All delinquent tax collections received during the year are applied to "Collections for Prior Years", regardless of the year in which the taxes were originally levied.

Source: Palm Beach County Tax Collector's Office



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TABLE X
PALM BEACH COUNTY, FLORIDA
Non-Ad Valorem Revenue
Last Ten Fiscal Years
September 30, 2022

| Fiscal Year Ended Sept. 30 | 2022 | 2021 | 2020 | 2019 | 2018 |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| Charges for Other Services | \$ 118,601,639 | \$ 109,635,755 | \$ 102,548,070 | \$ 109,031,931 | \$ 107,325,961 |
| Half-Cent Sales Tax | 121,261,115 | 102,561,675 | 87,267,100 | 93,058,320 | 91,415,474 |
| Electric Franchise Tax | 42,086,225 | 36,176,334 | 34,469,370 | 35,378,969 | 34,473,390 |
| Utility Service Tax | 48,574,951 | 46,044,263 | 44,989,936 | 44,006,709 | 42,969,447 |
| Communications Service Tax | 19,737,930 | 18,639,394 | 18,499,599 | 19,893,751 | 22,551,248 |
| State Revenue Sharing | 47,570,349 | 37,413,680 | 32,408,470 | 34,782,859 | 33,395,311 |
| Reimburse of Indirect Costs | 18,754,958 | 18,931,505 | 17,885,326 | 18,670,373 | 18,452,147 |
| Investment Income (4) | 7,185,494 | 4,575,714 | 10,293,209 | 15,770,975 | 9,027,362 |
| Local Option Gas Tax (2) | 7,217,357 | 6,536,107 | 6,066,355 | 7,634,267 | 10,721,536 |
| Miscellaneous | 13,388,606 | 12,530,939 | 18,680,837 | 19,404,780 | 15,372,906 |
| Parks & Recreation Fees | 26,151,311 | 22,136,592 | 15,048,432 | 20,569,519 | 19,235,752 |
| Licenses & Permits | 7,702,030 | 6,745,143 | 6,132,752 | 6,927,136 | 6,845,442 |
| Available Tourist Development Tax (3) | 12,969,786 | 8,500,952 | 7,218,765 | 9,033,974 | 8,971,505 |
| County Officer's Fees | 3,200,500 | 3,119,017 | 2,627,975 | 3,246,526 | 3,187,263 |
| Animal Regulation Fees | 2,814,050 | 2,810,822 | 2,542,470 | 3,530,206 | 2,937,000 |
| Fines and Forfeitures | 2,990,791 | 3,101,804 | 2,424,034 | 2,891,616 | 2,395,723 |
| Parking Revenue | 303,690 | 161,337 | 266,024 | 303,176 | 402,873 |
| Excess Fees - Supervisor of Elections (1) | 36,334 | 1,070,082 | 2,300,243 | 1,113,597 | 3,224,233 |
| Excess Fees - Sheriff (1) | 25,783,641 | 22,220,178 | 17,179,090 | 10,173,422 | 7,057,428 |
| Excess Fees - Clerk & Comptroller (1) | 1,951,763 | 3,557,797 | 1,969,295 | 653,286 | 2,262,895 |
| TOTALS | \$ 528,282,520 | \$ 466,469,090 | \$ 430,817,352 | \$ 456,075,392 | \$ 442,224,896 |

Notes:

- (1) Excess fees represent unspent appropriations of the constitutional officers which are required by Florida Statute to be returned to the County at the end of the fiscal year. The excess fees are recorded as 'transfer-in' by the County and 'transfer-out' by the constitutional officers in the fund statements.
- (2) When used for debt service, Local Option Gas Tax is only available for transportation capital projects; prior years have been restated to include this tax.
- (3) When used for debt service, Available Tourist Development Tax is only available for construction or renovation projects associated with professional or spring training sports facilities or convention center facilities.
- (4) Includes interest income and net change in fair value of investments

Non-Ad Valorem Revenues are available revenues of the County other than ad valorem taxation on real and personal property, which are legally available for payment of debt service by the County. See Table XV Debt Coverage.

Source: Palm Beach County, Office of Financial Management and Budget

| 2017 | 2016 | 2015 | 2014 | 2013 |
|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| \$ 102,854,067 | \$ 97,367,442 | \$ 92,665,643 | \$ 92,074,911 | \$ 88,539,116 |
| 88,250,986 | 87,782,242 | 84,668,593 | 79,413,855 | 74,054,479 |
| 34,546,077 | 33,824,684 | 34,386,027 | 33,805,585 | 31,120,936 |
| 41,906,060 | 41,192,920 | 39,935,857 | 39,075,041 | 35,336,635 |
| 24,294,104 | 23,603,275 | 25,411,828 | 25,902,187 | 27,111,442 |
| 32,090,139 | 30,710,523 | 29,747,095 | 27,332,082 | 25,608,477 |
| 17,283,772 | 16,681,072 | 16,515,985 | 15,158,201 | 16,122,397 |
| 7,065,929 | 5,330,879 | 5,401,095 | 4,911,939 | (1,352,105) |
| 7,588,623 | 7,220,020 | 7,265,789 | 7,156,641 | 9,291,029 |
| 9,616,088 | 9,970,480 | 13,265,362 | 13,684,870 | 12,319,389 |
| 18,568,761 | 18,349,571 | 17,808,182 | 16,706,087 | 15,717,948 |
| 6,513,017 | 7,249,555 | 6,586,006 | 6,308,799 | 5,983,168 |
| 8,089,305 | 7,853,188 | 7,625,554 | 6,768,453 | 6,104,739 |
| 3,389,424 | 3,875,094 | 4,293,332 | 4,915,792 | 5,077,527 |
| 2,896,298 | 2,980,808 | 3,027,887 | 3,005,894 | 2,936,369 |
| 2,221,574 | 1,510,913 | 1,902,889 | 1,797,266 | 1,606,023 |
| 408,432 | 352,280 | 381,702 | 431,375 | 418,901 |
| 1,622,258 | 2,163,296 | 1,552,455 | 2,318,092 | 822,354 |
| 5,985,544 | 5,387,338 | 7,130,270 | 9,720,956 | 14,524,716 |
| 528,061 | 994,843 | 885,039 | 2,140,285 | 5,353,999 |
| <u>\$ 415,718,519</u> | <u>\$ 404,400,423</u> | <u>\$ 400,456,590</u> | <u>\$ 392,628,311</u> | <u>\$ 376,697,539</u> |

DEBT CAPACITY INFORMATION

TABLE XI
PALM BEACH COUNTY, FLORIDA
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
September 30, 2022
(dollars in thousands, except per capita)

| Fiscal Year | Governmental Activities | | | | | Business-Type Activities | | | Total Primary Government | Percentage of Personal Income (2) | Per Capita (2) |
|-------------|------------------------------|----------------------------------|---------------|--------------------|--------|--------------------------|---------------|--------|--------------------------|-----------------------------------|----------------|
| | General Obligation Bonds (1) | Non-Ad Valorem Revenue Bonds (1) | Loans Payable | Capital Leases (3) | Leases | Revenue Bonds (1) | Loans Payable | Leases | | | |
| 2013 | \$ 193,087 | \$ 778,603 | \$24,489 | \$ 597 | \$ - | \$ 317,387 | \$ 9,696 | \$ - | \$ 1,323,859 | 1.66 | \$ 984 |
| 2014 | 174,931 | 773,334 | 26,322 | 457 | - | 296,087 | 9,675 | - | 1,280,806 | 1.37 | 942 |
| 2015 | 151,736 | 775,387 | 26,348 | 1,278 | - | 276,102 | 9,137 | - | 1,239,988 | 1.27 | 900 |
| 2016 | 131,774 | 875,527 | 24,411 | 917 | - | 265,413 | 8,589 | - | 1,306,631 | 1.26 | 939 |
| 2017 | 111,216 | 816,185 | 29,802 | 527 | - | 252,465 | 8,031 | - | 1,218,226 | 1.11 | 861 |
| 2018 | 89,669 | 761,580 | 29,269 | 635 | - | 238,443 | 7,458 | - | 1,127,054 | 0.95 | 786 |
| 2019 | 66,868 | 704,255 | 27,036 | 316 | - | 227,609 | 6,878 | - | 1,032,962 | 0.83 | 713 |
| 2020 | 49,498 | 651,322 | 24,613 | 223 | - | 215,207 | 6,291 | - | 947,154 | 0.72 | 646 |
| 2021 | 39,478 | 661,621 | 22,462 | 148 | - | 206,535 | 5,688 | - | 935,932 | 0.66 | 623 |
| 2022 | 29,059 | 604,502 | 20,454 | - | 6,646 | 195,779 | 5,075 | 249 | 861,764 | N/A | 568 |

Notes: Details regarding the County's outstanding debt can be found in the notes to the financial statements. Information regarding personal income was not available for FY22.

(1) Amounts are reported net of premiums and discounts.

(2) See Table XVI for personal income and population data.

(3) The County implemented GASB 87 "Leases" in fiscal year 2022 and as such the term "capital leases" is no longer referenced.

TABLE XII
 PALM BEACH COUNTY, FLORIDA
 Ratios of Net General Bonded Debt Outstanding
 Last Ten Fiscal Years
 September 30, 2022
 (dollars in thousands, except per capita)

| Fiscal Year Ended Sept. 30 | General Obligation Bonds Outstanding (1) | Less Restricted Resources | Net G.O. Bonds Outstanding | Total Property Assessed Value (2) | Net G.O. Bonds Outstanding as a Percentage of Total Property Assessed Value | County Population (3) | Net G.O. Bonds Outstanding Per Capita |
|----------------------------|--|---------------------------|----------------------------|-----------------------------------|---|-----------------------|---------------------------------------|
| 2013 | \$ 193,087 | \$ 443 | \$ 192,644 | \$ 157,928,325 | 0.12% | 1,345,652 | \$ 143.16 |
| 2014 | 174,931 | 423 | 174,508 | 167,702,639 | 0.10% | 1,360,248 | 128.29 |
| 2015 | 151,736 | 665 | 151,071 | 181,697,014 | 0.08% | 1,378,417 | 109.60 |
| 2016 | 131,774 | 1,089 | 130,685 | 195,392,413 | 0.07% | 1,391,741 | 93.90 |
| 2017 | 111,216 | 1,213 | 110,003 | 208,470,889 | 0.05% | 1,414,144 | 77.79 |
| 2018 | 89,669 | 621 | 89,048 | 220,863,513 | 0.04% | 1,433,417 | 62.12 |
| 2019 | 66,868 | 1,452 | 65,416 | 233,046,883 | 0.03% | 1,447,857 | 45.18 |
| 2020 | 49,498 | 1,467 | 48,031 | 245,915,530 | 0.02% | 1,466,494 | 32.75 |
| 2021 | 39,478 | 213 | 39,265 | 258,346,096 | 0.02% | 1,502,495 | 26.13 |
| 2022 | 29,059 | 282 | 28,777 | 294,340,558 | 0.01% | 1,518,152 | 18.96 |

Notes: (1) See Table XI for General Obligation (G.O.) Bonds and Other Debt.
 (2) See Table VI for Total Property Assessed Value; prior year amounts have been revised based on additional information received.
 (3) See Table XVI for County Population.

TABLE XIII
PALM BEACH COUNTY, FLORIDA
Direct and Overlapping Governmental Activities Debt
September 30, 2022
(dollars in thousands)

| | Debt Payable from Ad Valorem Taxes | | | Debt Payable from Non-Ad Valorem Revenues | | | Estimated Share of Direct & Overlapping Debt |
|---|------------------------------------|--|-------------------------------------|---|---|-------------------------------------|--|
| | Debt Outstanding | Estimated Percentage Applicable based on Property Assessed Value (1) | Estimated Share of Overlapping Debt | Debt Outstanding | Estimated Percentage Applicable based on Population (2) | Estimated Share of Overlapping Debt | |
| Overlapping debt | | | | | | | |
| School District | \$ 4,273 | 100% | \$ 4,273 | \$ 1,265,425 | 100% | \$ 1,265,425 | \$ 1,269,698 |
| South Florida Water Management District | - | | - | 320,575 | 17% | 54,498 | 54,498 |
| Municipalities | 137,530 | 49% | 67,390 | 886,405 | 55% | 487,523 | 554,913 |
| Subtotal, overlapping debt | <u>\$ 141,803</u> | | 71,663 | <u>\$ 2,472,405</u> | | 1,807,446 | 1,879,109 |
| Direct debt (3) | | | 29,059 | | | 625,025 | 654,084 |
| Total direct and overlapping debt | | | <u>\$ 100,722</u> | | | <u>\$ 2,432,471</u> | <u>\$ 2,533,193</u> |

Notes:

- (1) Taxable assessed value of overlapping governments/total property assessed value of Palm Beach County. See Table VI for Total Property Assessed Value.
- (2) Population of overlapping governments/total population of Palm Beach County. See Table XVI for Population.
- (3) The County's direct debt consists of net bonds payable, notes and loans payable, and capital leases.

The following 100% overlapping governments did not have debt outstanding at fiscal year end: Florida Inland Navigation District, Children's Services Council, and the Health Care District.

Overlapping governments are those that coincide, at least in part, with geographic boundaries of the county. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the property taxpayers of Palm Beach County. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the property taxpayers should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

TABLE XIV
PALM BEACH COUNTY, FLORIDA
Legal Debt Margin Information
September 30, 2022

The constitution of the State of Florida, Florida Statute 200.181, and Palm Beach County set no legal debt limit.

TABLE XV
PALM BEACH COUNTY, FLORIDA
Pledged-Revenue Coverage
Last Ten Fiscal Years
September 30, 2022
(dollars in thousands)

| Fiscal Year Ended Sept. 30 | Non-Ad Valorem Indebtedness (1) | | | | Water Utilities Revenue Bonds (2) | | | | | | | |
|----------------------------------|---------------------------------|-----------|-------------------------------|----------|-----------------------------------|------------|--------------------------|--------------|----------|-----------|----------|--|
| | Debt Service | | Non-Ad Valorem Revenues | Coverage | Gross Revenues | Expenses | Net Revenue Available | Debt Service | | Total | Coverage | |
| | Principal | Interest | | | | | | Principal | Interest | | | |
| 2013 | \$ 67,032 | \$ 37,047 | \$ 376,698 | 3.62 | \$ 170,093 | \$ 104,747 | \$ 65,346 | \$ 7,387 | \$ 9,071 | \$ 16,458 | 3.97 | |
| 2014 | 71,035 | 35,604 | 392,628 | 3.68 | 180,993 | 111,815 | 69,178 | 7,631 | 8,938 | 16,569 | 4.18 | |
| 2015 | 71,505 | 30,661 | 400,456 | 3.92 | 191,318 | 116,443 | 74,875 | 8,166 | 8,465 | 16,631 | 4.50 | |
| 2016 | 48,654 | 30,916 | 404,471 | 5.08 | 198,150 | 124,274 | 73,876 | 8,675 | 7,972 | 16,647 | 4.44 | |
| 2017 | 53,390 | 34,309 | 415,719 | 4.74 | 203,605 | 131,730 | 71,875 | 9,939 | 7,597 | 17,536 | 4.10 | |
| 2018 | 27,291 | 32,438 | 442,225 | 7.40 | 208,873 | 127,030 | 81,843 | 6,352 | 7,177 | 13,529 | 6.05 | |
| 2019 | 51,693 | 30,304 | 456,075 | 5.56 | 221,058 | 154,522 | 66,536 | 6,488 | 6,926 | 13,414 | 4.96 | |
| 2020 | 47,402 | 27,286 | 430,817 | 5.77 | 230,867 | 143,044 | 87,823 | 6,344 | 6,000 | 12,344 | 7.11 | |
| 2021 | 48,808 | 22,290 | 466,469 | 6.56 | 238,401 | 136,893 | 101,508 | 7,096 | 3,856 | 10,952 | 9.27 | |
| 2022 | 53,300 | 21,849 | 528,283 | 7.03 | 244,191 | 148,192 | 95,999 | 7,337 | 3,483 | 10,820 | 8.87 | |

Notes: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

(1) The County has covenanted and agreed that it will not issue any indebtedness or incur any indebtedness payable from or supported by a pledge of non-ad valorem revenues unless the County can show that the total amount of non-ad valorem revenues in each fiscal year in which bonds are outstanding will be greater than 2.00 times the non-self supporting debt service in each such fiscal year.

(2) The calculation of gross revenues excludes connection fees and extraordinary gains and the calculation of expenses excludes interest expense, depreciation and extraordinary losses.

DEMOGRAPHIC AND ECONOMIC INFORMATION

TABLE XVI
 PALM BEACH COUNTY, FLORIDA
 Demographic and Economic Statistics
 Last Ten Fiscal Years
 September 30, 2022

| Year | Population | Personal Income (\$000s) | Per Capita Personal Income | Civilian Labor Force | Unemployment Rates |
|------|------------|--------------------------------|-------------------------------------|-------------------------|-----------------------|
| 2013 | 1,345,652 | \$79,564,774 | \$57,985 | 640,219 | 7.1% |
| 2014 | 1,360,248 | 93,526,272 | 66,914 | 669,252 | 6.0 |
| 2015 | 1,378,417 | 97,806,900 | 68,743 | 685,491 | 5.3 |
| 2016 | 1,391,741 | 103,876,015 | 71,946 | 701,993 | 4.8 |
| 2017 | 1,414,144 | 109,973,732 | 74,754 | 726,467 | 4.2 |
| 2018 | 1,433,417 | 118,519,249 | 79,760 | 729,972 | 3.5 |
| 2019 | 1,447,857 | 124,632,614 | 83,268 | 739,891 | 3.3 |
| 2020 | 1,466,494 | 131,435,258 | 87,478 | 701,775 | 7.5 |
| 2021 | 1,502,495 | 140,843,515 | 92,773 | 747,157 | 4.4 |
| 2022 | 1,518,152 | N/A | N/A | 762,722 | 2.7 |

Sources: Florida Legislature, Office of Economic and Demographic Research
 Florida Department of Economic Opportunity, Labor Market Statistics Center,
 Local Area Unemployment Statistics Program, in cooperation
 with the U.S. Department of Labor, Bureau of Labor Statistics.

Notes: Population and income data are per calendar year.
 Income data is not available for 2022.
 Personal Income data and Per Capita Personal Income data is revised annually.
 The Civilian Labor Force data and Unemployment Rate data are the average for the year.

TABLE XVII
PALM BEACH COUNTY, FLORIDA
Principal Employers
Current Year and Nine Years Ago
September 30, 2022

| | 2022 | | | 2013 | | |
|---|------------------|-------------|--|------------------|-------------|--|
| | <u>Employees</u> | <u>Rank</u> | <u>Percentage of Total County Employment</u> | <u>Employees</u> | <u>Rank</u> | <u>Percentage of Total County Employment</u> |
| Palm Beach County School District | 22,426 | 1 | 2.94% | 20,810 | 1 | 3.25% |
| Palm Beach County Government | 12,558 | 2 | 1.65% | 11,000 | 2 | 1.72% |
| Tenet Healthcare Group | 5,734 | 3 | 0.75% | 6,100 | 3 | 0.95% |
| NextEra Energy (Florida Power & Light) | 5,330 | 4 | 0.70% | 3,804 | 4 | 0.59% |
| Florida Atlantic University | 5,059 | 5 | 0.66% | 2,980 | 6 | 0.47% |
| Boca Raton Regional Hospital | 3,135 | 6 | 0.41% | 2,250 | 10 | 0.35% |
| Veterans Health Administration | 2,600 | 7 | 0.34% | 2,700 | 8 | 0.42% |
| Hospital Corporation of America (HCA) (1) | 2,419 | 8 | 0.32% | 2,714 | 7 | 0.42% |
| The Breakers | 2,300 | 9 | 0.30% | | | |
| Bethesda Hospital East/West(2) | 2,282 | 10 | 0.30% | 2,643 | 9 | 0.41% |
| G4S | | | - | 3,000 | 5 | 0.47% |
| Total | <u>63,843</u> | | <u>8.37%</u> | <u>58,001</u> | | <u>9.05%</u> |

Sources: Business Development Board of Palm Beach County, Profile 2022,
except for Palm Beach County Government, where the source is the Office of Financial Management and Budget

Notes:

- (1) Formerly Columbia Palm Beach Health Care System, Inc
- (2) Formerly Bethesda Memorial Hospital

OPERATING INFORMATION

TABLE XVIII
PALM BEACH COUNTY, FLORIDA
County Government Employees by Function/Program
Last Ten Fiscal Years
September 30, 2022

| Function/Program | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 |
|--------------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| General government | | | | | | | | | | |
| Facilities Development & Operations | 334 | 332 | 326 | 323 | 319 | 314 | 311 | 305 | 297 | 300 |
| Planning, Zoning & Building | 379 | 356 | 338 | 315 | 300 | 291 | 277 | 260 | 243 | 240 |
| Clerk & Comptroller | 696 | 699 | 700 | 711 | 711 | 719 | 736 | 771 | 779 | 766 |
| Property Appraiser | 238 | 238 | 240 | 245 | 253 | 260 | 257 | 266 | 266 | 266 |
| Tax Collector | 339 | 328 | 322 | 322 | 322 | 322 | 315 | 315 | 314 | 305 |
| Supervisor of Elections | 65 | 61 | 58 | 52 | 51 | 51 | 46 | 49 | 45 | 45 |
| Other | 663 | 668 | 645 | 640 | 634 | 615 | 610 | 604 | 603 | 604 |
| Public safety | | | | | | | | | | |
| Fire-Rescue | 1,731 | 1,694 | 1,630 | 1,541 | 1,521 | 1,510 | 1,498 | 1,494 | 1,490 | 1,490 |
| Sheriff | 4,376 | 4,340 | 4,289 | 4,259 | 4,186 | 4,131 | 4,032 | 3,982 | 3,952 | 3,912 |
| Other | 266 | 271 | 267 | 267 | 262 | 261 | 257 | 252 | 308 | 307 |
| Physical environment | | | | | | | | | | |
| Environmental Resources Management | 114 | 114 | 114 | 113 | 113 | 115 | 114 | 113 | 113 | 113 |
| County Cooperative Extension Service | 31 | 31 | 31 | 31 | 31 | 30 | 32 | 32 | 31 | 30 |
| Office of Resilience | 3 | 3 | 3 | 3 | 3 | - | - | - | - | - |
| Transportation | | | | | | | | | | |
| Palm Tran | 633 | 632 | 629 | 627 | 623 | 622 | 622 | 609 | 579 | 558 |
| Engineering & Public Works | 303 | 297 | 309 | 305 | 290 | 298 | 295 | 293 | 290 | 292 |
| Economic environment | | | | | | | | | | |
| Housing & Economic Sustainability | 59 | 59 | 58 | 55 | 54 | 50 | 51 | 51 | 56 | 69 |
| Other | 83 | 83 | 79 | 75 | 66 | 66 | 67 | 69 | 68 | 86 |
| Human services | | | | | | | | | | |
| Community services | 211 | 197 | 167 | 167 | 164 | 159 | 157 | 156 | 406 | 432 |
| Other | 102 | 102 | 101 | 97 | 97 | 91 | 91 | 91 | 13 | 13 |
| Culture & recreation | | | | | | | | | | |
| Parks & Recreation | 600 | 593 | 590 | 588 | 588 | 587 | 581 | 571 | 559 | 562 |
| County Libraries | 456 | 448 | 448 | 429 | 424 | 424 | 423 | 422 | 420 | 419 |
| Internal service funds | | | | | | | | | | |
| Fleet Management | 59 | 59 | 59 | 59 | 59 | 58 | 57 | 54 | 54 | 54 |
| Risk Management | 30 | 30 | 30 | 30 | 30 | 30 | 30 | 30 | 30 | 30 |
| Enterprise funds | | | | | | | | | | |
| Airports | 165 | 163 | 161 | 158 | 157 | 155 | 153 | 148 | 149 | 149 |
| Water Utilities | 622 | 616 | 612 | 597 | 591 | 585 | 575 | 568 | 561 | 558 |
| Total | 12,558 | 12,414 | 12,206 | 12,009 | 11,849 | 11,744 | 11,587 | 11,505 | 11,626 | 11,600 |

Source: Office of Financial Management and Budget

TABLE XIX
PALM BEACH COUNTY, FLORIDA
Operating Indicators by Function/Program
Ten Fiscal Years
September 30, 2022

| Function/Program | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 |
|--|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|
| General government | | | | | | | | | | |
| Planning, Zoning & Building | | | | | | | | | | |
| Code enforcement violations | 10,905 | 9,831 | 4,173 | 4,238 | 3,846 | 3,367 | 3,367 | 2,709 | 2,115 | 2,228 |
| Construction plans reviewed | 90,410 | 78,839 | 70,769 | 73,532 | 64,113 | 56,820 | 35,961 | 33,532 | 30,929 | 22,778 |
| Permits issued (2) | 79,800 | 75,573 | 75,937 | 75,937 | 65,552 | 68,615 | 67,124 | 65,579 | 58,935 | 38,087 |
| Information System Services | | | | | | | | | | |
| %CSRs on time - Applications (1) | N/A | N/A | N/A | 60% | 80% | 90% | 85% | 82% | 86% | 85% |
| Achieve customer satisfaction rating of 95% or greater (2) | 97% | 97% | 97% | 97% | N/A | N/A | N/A | N/A | N/A | N/A |
| Graphics | | | | | | | | | | |
| % timely delivery | 99% | 100% | 100% | 99% | 99% | 100% | 99% | 99% | 99% | 99% |
| Public safety | | | | | | | | | | |
| Fire-Rescue | | | | | | | | | | |
| Response time | 6:46 | 6:41 | 6:32 | 6:28 | 6:34 | 6:32 | 6:33 | 6:35 | 6:37 | 6:32 |
| Fire responses | 21,129 | 19,642 | 18,420 | 18,276 | 20,012 | 17,313 | 17,259 | 16,685 | 15,938 | 15,876 |
| Medical responses | 123,129 | 117,519 | 115,160 | 117,371 | 119,935 | 115,403 | 111,879 | 106,963 | 104,342 | 101,160 |
| Inspections | 37,216 | 28,360 | 24,997 | 24,781 | 26,936 | 32,557 | 31,000 | 26,397 | 28,814 | 28,114 |
| Physical environment | | | | | | | | | | |
| Environmental Resource Management | | | | | | | | | | |
| Tonnage of artificial reef materials | N/A | N/A | N/A | N/A | N/A | N/A | N/A | 9,925 | 17,900 | 18,600 |
| Trees and plants planted or arranged | N/A | N/A | N/A | N/A | N/A | N/A | N/A | 55,575 | 123,328 | 102,526 |
| Cubic yards beach sand (thousands) (2) | 1,270 | 1,200 | 1,240 | 1,240 | 1,200 | 1,400 | 1,200 | 1,200 | 1,200 | 1,300 |
| Transportation | | | | | | | | | | |
| Palm Tran | | | | | | | | | | |
| Passengers (millions) | 5.9 | 7.7 | 9.1 | 9.1 | 8.9 | 9.7 | 10.8 | 11.4 | 12.0 | 11.6 |
| Engineering & Public Works | | | | | | | | | | |
| Land development permits issued | 16 | 14 | 19 | 24 | 20 | 14 | 12 | 15 | 9 | 16 |
| Lane miles of roads maintained | 3,614 | 3,614 | 3,615 | 3,616 | 3,377 | 3,346 | 3,359 | 3,643 | 3,520 | 3,520 |
| Lane miles resurfaced | 173 | 235 | 202 | 209 | 123 | 107 | 121 | 80 | 34 | 34 |
| Linear feet of roadway striped (millions) | 2.2 | 2.3 | 2.4 | 2.7 | 2.0 | 1.1 | 1.8 | 1.8 | 0.7 | 0.8 |
| Permits issued for construction of: right-of-ways, drainage and utilities | 942 | 1,351 | 739 | 757 | 791 | 861 | 619 | 663 | 593 | 570 |
| Economic environment | | | | | | | | | | |
| Department of Housing & Economic Sustainability | | | | | | | | | | |
| Capital Improvements projects completed | 12 | 13 | 5 | 5 | 15 | 11 | 23 | 18 | 23 | 20 |
| Rehabilitations completed | 7 | 15 | 30 | 30 | 25 | 31 | 3 | 5 | 8 | 17 |
| Human services | | | | | | | | | | |
| Meals provided to seniors (thousands) | 502 | 425 | 273 | 281 | 276 | 272 | 292 | 273 | 421 | 422 |
| Hours of in-home service provided to seniors (thousands) | 294 | 273 | 291 | 307 | 258 | 257 | 253 | 202 | 435 | 440 |
| Culture & recreation | | | | | | | | | | |
| Parks & Recreation | | | | | | | | | | |
| Golf rounds played (thousands) | 318 | 275 | 302 | 280 | 283 | 280 | 282 | 270 | 254 | 228 |
| County Library | | | | | | | | | | |
| Circulation (millions) | 7.6 | 9.7 | 9.4 | 7.8 | 8.3 | 9.1 | 9.4 | 9.3 | 9.0 | 9.0 |
| Cardholders (thousands) | 455 | 481 | 545 | 558 | 647 | 615 | 614 | 600 | 589 | 588 |
| Internal service funds | | | | | | | | | | |
| Risk Management | | | | | | | | | | |
| # of employees enrolled in Health ins | 4,484 | 4,486 | 4,471 | 4,426 | 4,422 | 4,359 | 4,252 | 4,367 | 4,425 | 4,494 |
| # of employees enrolled in Dental ins | 4,204 | 4,143 | 4,104 | 4,013 | 3,970 | 3,943 | 3,796 | 3,841 | 3,862 | 3,802 |
| Fleet Management | | | | | | | | | | |
| Assets Maintained | 4,848 | 5,125 | 5,106 | 4,934 | 4,967 | 4,940 | 4,696 | 4,481 | 4,417 | 4,281 |
| Enterprise funds | | | | | | | | | | |
| Water Utilities | | | | | | | | | | |
| Average water dwelling units served (thousands) | 237 | 233 | 231 | 228 | 225 | 225 | 242 | 240 | 239 | 226 |
| Average wastewater treated per day (millions of gallons) | 38.7 | 35.6 | 32.7 | 35.9 | 35.3 | 38.3 | 39.5 | 40.4 | 40.0 | 37.4 |
| Airports | | | | | | | | | | |
| Total passengers (millions) | 4.3 | 4.2 | 6.7 | 6.5 | 6.3 | 6.3 | 6.2 | 5.8 | 5.6 | 5.6 |
| Operating expense per passenger (prior years restated) | \$11.62 | \$12.21 | \$7.50 | \$7.33 | \$7.38 | \$7.03 | \$6.87 | \$7.00 | \$7.04 | \$7.24 |
| Operating revenue per passenger (prior years restated) | \$15.27 | \$14.74 | \$10.71 | \$10.92 | \$10.98 | \$10.32 | \$10.23 | \$11.77 | \$11.57 | \$11.69 |

Sources: Office of Financial Management and Budget and BOCC departments

Notes: 2022 data is not yet available.

(1) As of FY19 this Operating Indicator will no longer be tracked by Information System Services

(2) Information not available for FY21, showing data from previous year

N/A = Not available

TABLE XX
PALM BEACH COUNTY, FLORIDA
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years
September 30, 2022

| Function/Program | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 |
|-----------------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| Public safety | | | | | | | | | | |
| Fire Rescue | | | | | | | | | | |
| Fire Stations | 49 | 49 | 49 | 49 | 49 | 49 | 49 | 49 | 49 | 49 |
| Transportation | | | | | | | | | | |
| Palm Tran | | | | | | | | | | |
| Buses | 254 | 252 | 187 | 176 | 189 | 179 | 184 | 180 | 169 | 173 |
| Engineering & Public Works | | | | | | | | | | |
| County Roads (mileage) | 1,285 | 1,288 | 1,289 | 1,319 | 1,314 | 1,300 | 1,299 | 1,308 | 1,269 | 1,269 |
| Traffic Lights | 775 | 770 | 764 | 741 | 737 | 735 | 1,249 | 1,240 | 1,212 | 1,338 |
| Culture & recreation | | | | | | | | | | |
| Parks & Recreation | | | | | | | | | | |
| Developed acres | 6,120 | 6,088 | 6,088 | 6,087 | 6,087 | 6,080 | 6,050 | 5,954 | 5,841 | 5,724 |
| Enterprise funds | | | | | | | | | | |
| Water Utilities | | | | | | | | | | |
| Water mains (miles) | 2,516 | 2,506 | 2,494 | 2,474 | 2,456 | 2,437 | 2,417 | 2,407 | 2,384 | 2,364 |
| Storage and repump stations | 15 | 14 | 14 | 18 | 18 | 18 | 17 | 17 | 17 | 17 |
| Fire hydrants | 20,386 | 20,076 | 19,660 | 19,363 | 19,008 | 18,635 | 18,287 | 18,155 | 17,839 | 17,593 |
| Sewers (miles) | 1,346 | 1,339 | 1,325 | 1,307 | 1,290 | 1,273 | 1,262 | 1,256 | 1,248 | 1,238 |
| Pump stations | 1,070 | 1,088 | 1,067 | 1,054 | 1,020 | 1,006 | 987 | 899 | 893 | 886 |

Source: BOCC Departments



JOSEPH ABRUZZO
CLERK OF THE CIRCUIT COURT & COMPTROLLER
PALM BEACH COUNTY

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