

# CITY OF PALM BAY, FLORIDA

Required Auditor Communications  
Fiscal Year Ended September 30, 2023

Presented by:  
Joel Knopp, CPA  
Shareholder



CPAs & ADVISORS

CELEBRATING **50** *Years* AS FLORIDA'S FIRM



# AUDIT OVERVIEW



CPAs & ADVISORS

CELEBRATING **50** *Years* AS FLORIDA'S FIRM

# Required Communications

- Auditor Responsibilities
- Management Responsibilities
- Internal Controls and Compliance
- Significant Matters
- Management Representations
- Assigned Individual for Oversight
- Audit Schedule

# Services and Deliverables

## Auditor's Report on Financial Statements

- Unmodified opinion

## Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters

- No current year findings

# Services and Deliverables *(Cont.)*

## Auditor's Management Letter

- No management letter comments

## Independent Accountant's Report

- No investment compliance findings

## Services and Deliverables *(Cont.)*

Auditor's Report on Compliance for Each Major Federal Program and on Internal Control over Compliance and Report on Schedule of Expenditures of Federal Awards

- No compliance findings related to major grants
- No internal control over compliance findings related to major grants



# FINANCIAL HIGHLIGHTS

# City-Wide Analysis

|  | <u>Governmental Activities</u> |                | <u>Business-type Activities</u> |              |
|--|--------------------------------|----------------|---------------------------------|--------------|
|  | <u>2023</u>                    | <u>2022</u>    | <u>2023</u>                     | <u>2022</u>  |
| Total Assets & Def Outflows              | \$534.4M                       | \$445.2M       | \$316.1M                        | \$282.4M     |
| Total Liabilities & Def Inflows          | \$373.9M                       | \$323.1M       | \$58.2M                         | \$55.8M      |
| Net Position:                            |                                |                |                                 |              |
| Net Investment in Capital Assets         | \$101.4M                       | \$85.4M        | \$169.3M                        | \$152.5M     |
| Restricted                               | 68.1M                          | 51.5M          | 69.2M                           | 57.5M        |
| Unrestricted                             | <u>(9.0M)</u>                  | <u>(14.8M)</u> | <u>19.4M</u>                    | <u>16.4M</u> |
| Total Net Position                       | \$160.5M                       | \$122.1M       | \$257.9M                        | \$226.4M     |
| Unrestricted NP as a % of Total Expenses | (8.0%)                         | (15.6%)        | 37.2%                           | 34.8%        |
| Change in Net Position                   | \$38.4M                        | \$23.9M        | \$31.5M                         | \$35.3M      |

# General Fund

|  | <u>2023</u>  | <u>2022</u>  |
|--|--------------|--------------|
| Total Assets   | \$59.7M      | \$46.4M      |
| Total Liabilities & Def Inflows                              | \$9.0M       | \$9.4M       |
| Fund Balance:  |              |              |
| Nonspendable   | \$0.1M       | \$0.1M       |
| Restricted   | -            | 0.8M         |
| Committed  | 6.8M         | 2.3M         |
| Assigned   | 0.6M         | 0.8M         |
| Unassigned   | <u>43.2M</u> | <u>33.0M</u> |
| Total Fund Balance   | \$50.7M      | \$37.0M      |
| Unassigned FB as a % of Total Expenditures and Transfers Out | 50.5%        | 45.2%        |
| Net Change in Fund Balance                                   | \$13.7M      | \$6.3M       |

# General Fund Budget

|                                    | <b>Budget</b>    | <b>Actual</b>  | <b>Positive<br/>(Negative)</b> |
|------------------------------------|------------------|----------------|--------------------------------|
| Total Revenues & Transfers In      | \$94.1M          | \$107.7M       | \$13.6M                        |
| Total Expenditures & Transfers Out | <u>107.4M</u>    | <u>94.0M</u>   | <u>13.4M</u>                   |
| Net Change in Fund Balance         | <u>\$(13.3M)</u> | <u>\$13.7M</u> | <u>\$27.0M</u>                 |

# Proprietary Fund – Utilities

|                                  | <u>2023</u>     | <u>2022</u>     |
|----------------------------------|-----------------|-----------------|
| Total Assets & Def Outflows      | \$259.7M        | \$235.0M        |
| Total Liabilities & Def Inflows  | 49.8M           | 47.8M           |
| Net Position:                    |                 |                 |
| Net Investment in Capital Assets | 150.2M          | 136.6M          |
| Restricted                       | 52.0M           | 44.4M           |
| Unrestricted                     | <u>7.7M</u>     | <u>6.2M</u>     |
| Total Net Position               | <u>\$209.9M</u> | <u>\$187.2M</u> |
| Total Operating Revenues         | \$38.2M         | \$35.7M         |
| Total Operating Expenses         | <u>26.4M</u>    | <u>23.4M</u>    |
| Operating Income                 | <u>\$11.8M</u>  | <u>\$12.3M</u>  |

# Questions or Comments

[MSL CPAs & Advisors](#)

255 South Orange Avenue

Suite 600

Orlando, FL 32801

T 407.740.5400

TF 800.683.5401

[www.mslcpa.com](http://www.mslcpa.com)



CPAs & ADVISORS

CELEBRATING **50** *Years* AS FLORIDA'S FIRM