FINANCIAL

NBA Cares Event at the Joe Celestin Center

Taste of Haiti Event at the MOCA Plaza

Free Salsa Classes at the Griffing Adult Center
BASIC FINANCIAL STATEMENTS
# City of North Miami, Florida
## Statement of Net Position
### September 30, 2013

### Primary Government

<table>
<thead>
<tr>
<th>Assets</th>
<th>Governmental Activities</th>
<th>Business-Type Activities</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Pooled cash and cash equivalents</td>
<td>$30,017,650</td>
<td>$11,485,710</td>
<td>$41,503,360</td>
</tr>
<tr>
<td>Investments</td>
<td>1,912,751</td>
<td>6,656,297</td>
<td>8,569,048</td>
</tr>
<tr>
<td>Accounts receivable, net</td>
<td>6,475,545</td>
<td>12,771,731</td>
<td>19,247,276</td>
</tr>
<tr>
<td>Due from other governments</td>
<td>7,256,967</td>
<td>1,151,396</td>
<td>8,408,363</td>
</tr>
<tr>
<td>Internal balances</td>
<td>848,972</td>
<td>(848,972)</td>
<td>-</td>
</tr>
<tr>
<td>Inventories</td>
<td>77,143</td>
<td>614,019</td>
<td>691,162</td>
</tr>
<tr>
<td>Prepays and deposits</td>
<td>128,505</td>
<td>36,121</td>
<td>164,626</td>
</tr>
<tr>
<td>Notes receivables</td>
<td>1,509,094</td>
<td>9,892</td>
<td>1,518,986</td>
</tr>
<tr>
<td>Net pension asset</td>
<td>5,013,255</td>
<td>-</td>
<td>5,013,255</td>
</tr>
<tr>
<td>Assets held for resale</td>
<td>652,368</td>
<td>-</td>
<td>652,368</td>
</tr>
<tr>
<td>Unamortized financing charges</td>
<td>-</td>
<td>42,298</td>
<td>42,298</td>
</tr>
<tr>
<td>Restricted cash held in escrow</td>
<td>15,089,043</td>
<td>-</td>
<td>15,089,043</td>
</tr>
<tr>
<td>Capital assets, net of accumulated depreciation:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Non depreciable</td>
<td>28,164,393</td>
<td>2,127,110</td>
<td>30,291,503</td>
</tr>
<tr>
<td>Depreciable</td>
<td>39,167,194</td>
<td>40,288,629</td>
<td>79,455,823</td>
</tr>
<tr>
<td>Total assets</td>
<td>136,312,880</td>
<td>74,334,231</td>
<td>210,647,111</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Liabilities</th>
<th>Governmental Activities</th>
<th>Business-Type Activities</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Accounts payable</td>
<td>2,066,912</td>
<td>3,168,495</td>
<td>5,235,407</td>
</tr>
<tr>
<td>Construction payable</td>
<td>96,896</td>
<td>3,724</td>
<td>100,620</td>
</tr>
<tr>
<td>Accrued payroll and benefits</td>
<td>600,633</td>
<td>910,099</td>
<td>1,510,732</td>
</tr>
<tr>
<td>Due to other governments</td>
<td>319,499</td>
<td>-</td>
<td>319,499</td>
</tr>
<tr>
<td>Deposits and unearned revenue</td>
<td>2,875,965</td>
<td>2,697,024</td>
<td>5,572,989</td>
</tr>
<tr>
<td>Accrued interest payable</td>
<td>-</td>
<td>69,125</td>
<td>69,125</td>
</tr>
<tr>
<td>Noncurrent liabilities:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Due within one year</td>
<td>2,149,299</td>
<td>509,975</td>
<td>2,659,274</td>
</tr>
<tr>
<td>Due in more than one year</td>
<td>46,048,941</td>
<td>5,036,594</td>
<td>51,085,535</td>
</tr>
<tr>
<td>Total liabilities</td>
<td>54,158,145</td>
<td>12,395,036</td>
<td>66,553,181</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Deferred Inflows of Resources</th>
<th>Governmental Activities</th>
<th>Business-Type Activities</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Unavailable revenue</td>
<td>9,536,049</td>
<td>-</td>
<td>9,536,049</td>
</tr>
<tr>
<td>Total deferred inflows of resources</td>
<td>9,536,049</td>
<td>-</td>
<td>9,536,049</td>
</tr>
<tr>
<td>Total liabilities and deferred inflows of resources</td>
<td>63,694,194</td>
<td>12,395,036</td>
<td>76,089,230</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Net Position</th>
<th>Governmental Activities</th>
<th>Business-Type Activities</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net investment in capital assets</td>
<td>66,674,275</td>
<td>36,003,493</td>
<td>102,677,768</td>
</tr>
<tr>
<td>Restricted for:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Landfill closure</td>
<td>15,089,043</td>
<td>-</td>
<td>15,089,043</td>
</tr>
<tr>
<td>Law enforcement and public safety</td>
<td>739,472</td>
<td>-</td>
<td>739,472</td>
</tr>
<tr>
<td>Housing and development</td>
<td>541,428</td>
<td>-</td>
<td>541,428</td>
</tr>
<tr>
<td>Transportation</td>
<td>1,255,379</td>
<td>-</td>
<td>1,255,379</td>
</tr>
<tr>
<td>Capital projects</td>
<td>314,330</td>
<td>13,988,226</td>
<td>14,302,556</td>
</tr>
<tr>
<td>Renewal and replacement</td>
<td>-</td>
<td>4,111,700</td>
<td>4,111,700</td>
</tr>
<tr>
<td>Unrestricted (deficit)</td>
<td>(11,995,241)</td>
<td>7,835,776</td>
<td>(4,159,465)</td>
</tr>
<tr>
<td>Total net position</td>
<td>$72,618,686</td>
<td>$61,939,195</td>
<td>$134,557,881</td>
</tr>
</tbody>
</table>

See auditor's report and notes to the financial statements.
City of North Miami, Florida  
Statement of Activities  
For the Year Ended September 30, 2013

<table>
<thead>
<tr>
<th>Functions/Programs</th>
<th>Expenses</th>
<th>Charges for Services</th>
<th>Operating Grants and Contributions</th>
<th>Capital Grants and Contributions</th>
<th>Net (Expense) Revenue and Changes in Net Position</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Primary government:</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Government-type activities:</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>General government</td>
<td>$ 13,670,164</td>
<td>$ 12,762,768</td>
<td>$ 2,276,964</td>
<td>$ -</td>
<td>$ 1,369,568</td>
</tr>
<tr>
<td>Police and other public safety</td>
<td>27,150,284</td>
<td>3,123,181</td>
<td>667,575</td>
<td>-</td>
<td>(23,359,528)</td>
</tr>
<tr>
<td>Transportation and public works</td>
<td>5,677,229</td>
<td>147,453</td>
<td>2,422,254</td>
<td>-</td>
<td>(3,107,522)</td>
</tr>
<tr>
<td>Parks and community services</td>
<td>7,352,980</td>
<td>359,463</td>
<td>142,899</td>
<td>99,709</td>
<td>(6,750,909)</td>
</tr>
<tr>
<td>Physical environment</td>
<td>6,699,659</td>
<td>2,728,755</td>
<td>-</td>
<td>-</td>
<td>(3,970,904)</td>
</tr>
<tr>
<td>Housing and economic development</td>
<td>2,612,996</td>
<td>573,625</td>
<td>2,872,612</td>
<td>-</td>
<td>833,241</td>
</tr>
<tr>
<td>Community redevelopment</td>
<td>1,590,134</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>(1,590,134)</td>
</tr>
<tr>
<td>Interest and fiscal charges</td>
<td>984,926</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>(984,926)</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>65,738,372</td>
<td>19,695,245</td>
<td>8,382,304</td>
<td>99,709</td>
<td>(37,561,114)</td>
</tr>
<tr>
<td>Business-type activities:</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Stormwater utility</td>
<td>2,641,893</td>
<td>2,479,163</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Water and sewer</td>
<td>22,478,172</td>
<td>28,528,757</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total business-type activities</strong></td>
<td>25,120,065</td>
<td>31,007,920</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total primary government</strong></td>
<td>$ 90,858,437</td>
<td>$ 50,703,165</td>
<td>$ 8,382,304</td>
<td>$ 99,709</td>
<td>(37,561,114)</td>
</tr>
</tbody>
</table>

General revenues:  
- Ad valorem taxes levied for general purpose: 17,773,329  
- Utility taxes: 2,986,873  
- Communication services taxes: 1,556,784  
- Gas taxes: 759,659  
- Franchise fees: 3,459,702  
- Investment earnings: 155,253  
- Intergovernmental not restricted to specific programs: 6,010,594  
- Landfill closure cost: 30,362,446  
- Leases and other: 3,864,121  
- Transfers: 3,716,203  

Total general revenues, special items, and transfers: 70,644,964  
Change in net position: 33,083,850  
Net position - beginning of year: 39,534,836  
Net position - end of year: 72,618,686

See auditor's report and notes to the financial statements.
## City of North Miami, Florida
### Balance Sheet
#### Governmental Funds
#### September 30, 2013

### General

<table>
<thead>
<tr>
<th>Assets</th>
<th>General</th>
<th>CRA</th>
<th>Landfill Closure</th>
<th>Total Nonmajor Funds</th>
<th>Total Governmental Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>Pooled cash and cash equivalents</td>
<td>$22,502,378</td>
<td>$3,442,124</td>
<td>$ -</td>
<td>$2,126,520</td>
<td>$28,071,022</td>
</tr>
<tr>
<td>Investments</td>
<td>657,644</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>657,644</td>
</tr>
<tr>
<td>Accounts receivable, net</td>
<td>3,747,454</td>
<td>-</td>
<td>37,780</td>
<td>10,533</td>
<td>3,795,767</td>
</tr>
<tr>
<td>Due from other governments</td>
<td>435,408</td>
<td>10,369</td>
<td>-</td>
<td>1,813,155</td>
<td>2,258,932</td>
</tr>
<tr>
<td>Due from other funds</td>
<td>1,455,701</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>1,455,701</td>
</tr>
<tr>
<td>Prepaids, deposits and other</td>
<td>98,745</td>
<td>4,064</td>
<td>-</td>
<td>-</td>
<td>102,809</td>
</tr>
<tr>
<td>Assets held for resale</td>
<td>-</td>
<td>652,368</td>
<td>-</td>
<td>-</td>
<td>652,368</td>
</tr>
<tr>
<td>Restricted cash held in escrow</td>
<td>-</td>
<td>-</td>
<td>15,089,043</td>
<td>-</td>
<td>15,089,043</td>
</tr>
<tr>
<td>Notes receivable</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>1,509,095</td>
<td>1,509,095</td>
</tr>
<tr>
<td><strong>Total assets</strong></td>
<td>$28,897,330</td>
<td>$4,108,925</td>
<td>$15,126,823</td>
<td>$5,459,303</td>
<td>$53,592,381</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Liabilities</th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Pooled cash liability</td>
<td>1,904,822</td>
<td>-</td>
<td>19,393</td>
<td>573,999</td>
<td>2,498,214</td>
</tr>
<tr>
<td>Accounts payable</td>
<td>1,416,290</td>
<td>84,802</td>
<td>1,673</td>
<td>434,642</td>
<td>1,937,407</td>
</tr>
<tr>
<td>Construction contracts payable</td>
<td>86,088</td>
<td>-</td>
<td>-</td>
<td>8,691</td>
<td>94,779</td>
</tr>
<tr>
<td>Accrued payroll and benefits</td>
<td>632,297</td>
<td>-</td>
<td>-</td>
<td>14,956</td>
<td>647,253</td>
</tr>
<tr>
<td>Due from other funds</td>
<td>-</td>
<td>1,295,979</td>
<td>-</td>
<td>21,729</td>
<td>1,317,708</td>
</tr>
<tr>
<td>Due to other governments</td>
<td>272,119</td>
<td>-</td>
<td>-</td>
<td>47,379</td>
<td>319,498</td>
</tr>
<tr>
<td>Deposits and unearned revenue</td>
<td>776,880</td>
<td>-</td>
<td>-</td>
<td>1,575,494</td>
<td>2,352,374</td>
</tr>
<tr>
<td><strong>Total liabilities</strong></td>
<td>$5,088,496</td>
<td>$1,380,781</td>
<td>$21,066</td>
<td>$2,676,890</td>
<td>$9,167,233</td>
</tr>
</tbody>
</table>

#### Deferred Inflows of Resources

| Unavailable revenue                  | 5,068,167 | -         | -                | -                    | 5,068,167               |
|**Total deferred inflows of resources**     | 5,068,167 | -         | -                | -                    | 5,068,167               |

#### Fund Balances

| Nonspendable                         | 98,745    | 656,432   | -                | 1,509,095            | 2,264,272               |
| Restricted                            | -         | -         | 15,105,757       | 1,255,378            | 16,361,135              |
| Assigned to:                          | -         | -         | -                | -                    | -                       |
| Police Athletic League                | 1,000,000 | -         | -                | -                    | 1,000,000               |
| Library renovation                    | 884,023   | -         | -                | -                    | 884,023                 |
| Parks and recreation                  | 439,650   | -         | -                | -                    | 439,650                 |
| Housing rehabilitation grants         | 996,802   | -         | -                | -                    | 996,802                 |
| Community revitalization              | -         | 544,429   | -                | -                    | 544,429                 |
| Capital projects                      | 2,282,054 | 1,527,283 | -                | -                    | 3,809,337               |
| Debt service                          | -         | -         | 17,940           | 17,940               | -                       |
| Committed for:                        |           |           |                  |                     |                         |
| Emergencies                           | 5,000,000 | -         | -                | -                    | 5,000,000               |
| Capital projects                      | 1,500,000 | -         | -                | -                    | 1,500,000               |
| Unassigned                            | 6,539,393 | -         | -                | -                    | 6,539,393               |
|**Total fund balances**                | 18,740,667 | 2,728,144 | 15,105,757       | 2,782,413            | 39,356,981              |

| Total liabilities, deferred inflows of resources, and fund balances | $28,897,330 | $4,108,925 | $15,126,823 | $5,459,303 | $53,592,381 |

See auditor’s report and notes to the financials.
City of North Miami, Florida
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
September 30, 2013

Fund balances of governmental funds $39,356,981

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

Capital assets, net of accumulated depreciation, used in governmental activities are not financial resources and, therefore, are not reported in the funds. 66,999,064

Long-term debt applicable to governmental activities are not due and payable in the current period and accordingly are not reported in the funds, except for portions payable early in the following year for which sufficient resources have been accumulated in the funds:

Bonds, loans and lease payable (17,262,312)
Amortization of bond discount 1,346,863
Total (15,915,449)

Other long-term assets are not available to pay current liabilities, and, therefore, are not reported in the governmental funds. 2,687,833

Internal service funds are used by management to charge the costs of self insurance and fleet management services to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities. 977,102

Other long-term liabilities are not payable from current financial resources and, therefore, are not reported in governmental funds. The details are as follow:

Compensated absences (6,036,759)
Claims (294,628)
Remediation and landfill closure costs (15,105,757)
Other 386,768
Total (21,050,376)

Net pension asset resulting from overfunding in the police and general employee pension plans and other post-employment benefits such as medical insurance for retirees, etc. ("OPEB") are not reported in the funds as they are not available to pay for current period expenditures. They include:

Net pension asset 5,013,255
Other post employment benefits obligation (5,818,590)
Total (805,335)

Assets and liabilities of internal service funds are included in governmental activities in the statement of net position. 368,866

Net position of governmental activities $72,618,686
## Revenues

### Taxes:
- **Ad valorem**: $14,500,958
- **State shared sales and gas**: $4,778,516
- **Utility and communication**: $4,543,657
- **Franchise fees**: $3,459,702
- **Grants and other intergovernmental**: $2,375,990
- **Sanitation fees**: $2,615,337
- **Charges for services**: $5,741,663
- **Fines and forfeitures**: $3,251,870
- **Licenses and permits**: $1,927,293
- **Operating contributions**: $1,548,273
- **Leases and other**: $4,101,658

### Total Nonmajor Funds

<table>
<thead>
<tr>
<th>Source</th>
<th>General</th>
<th>CRA</th>
<th>Landfill Closure</th>
<th>Total Nonmajor Funds</th>
<th>Total Governmental Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Taxes</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Ad valorem</td>
<td>$14,500,958</td>
<td>$469,061</td>
<td>-</td>
<td>$14,970,019</td>
<td></td>
</tr>
<tr>
<td>State shared sales and gas</td>
<td>$4,778,516</td>
<td>-</td>
<td>-</td>
<td>$7,184,490</td>
<td></td>
</tr>
<tr>
<td>Utility and communication</td>
<td>$4,543,657</td>
<td>-</td>
<td>-</td>
<td>$4,543,657</td>
<td></td>
</tr>
<tr>
<td>Franchise fees</td>
<td>$3,459,702</td>
<td>-</td>
<td>-</td>
<td>$3,459,702</td>
<td></td>
</tr>
<tr>
<td>Grants and other intergovernmental</td>
<td>$2,375,990</td>
<td>-</td>
<td>-</td>
<td>$5,786,411</td>
<td></td>
</tr>
<tr>
<td>Sanitation fees</td>
<td>$2,615,337</td>
<td>-</td>
<td>-</td>
<td>$2,615,337</td>
<td></td>
</tr>
<tr>
<td>Charges for services</td>
<td>$5,741,663</td>
<td>-</td>
<td>-</td>
<td>$5,741,663</td>
<td></td>
</tr>
<tr>
<td>Fines and forfeitures</td>
<td>$3,251,870</td>
<td>-</td>
<td>-</td>
<td>$3,251,870</td>
<td></td>
</tr>
<tr>
<td>Licenses and permits</td>
<td>$1,927,293</td>
<td>-</td>
<td>-</td>
<td>$1,927,293</td>
<td></td>
</tr>
<tr>
<td>Operating contributions</td>
<td>$1,548,273</td>
<td>-</td>
<td>-</td>
<td>$1,548,273</td>
<td></td>
</tr>
<tr>
<td>Leases and other</td>
<td>$4,101,658</td>
<td>133,741</td>
<td>97,051</td>
<td>$4,411,644</td>
<td></td>
</tr>
<tr>
<td><strong>Total revenues</strong></td>
<td>$48,844,917</td>
<td>602,802</td>
<td>97,051</td>
<td>$55,556,274</td>
<td></td>
</tr>
</tbody>
</table>

### Expenditures

#### Current:
- **General government**: $11,001,181
- **Police and other public safety**: $23,976,575
- **Transportation and public works**: $2,747,430
- **Parks, education and community**: $5,946,649
- **Physical environment**: $2,250,723
- **Housing and economic development**: $709,379
- **Community redevelopment**: $1,918,171

#### Debt service:
- **Principal**: $207,390
- **Interest and other fiscal charges**: $13,341

#### Total expenditures

<table>
<thead>
<tr>
<th>Source</th>
<th>General</th>
<th>CRA</th>
<th>Landfill Closure</th>
<th>Total Nonmajor Funds</th>
<th>Total Governmental Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Current</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>General government</td>
<td>$11,001,181</td>
<td>207,377</td>
<td>-</td>
<td>$11,208,558</td>
<td></td>
</tr>
<tr>
<td>Police and other public safety</td>
<td>$23,976,575</td>
<td>-</td>
<td>-</td>
<td>$24,656,128</td>
<td></td>
</tr>
<tr>
<td>Transportation and public works</td>
<td>$2,747,430</td>
<td>-</td>
<td>-</td>
<td>$4,638,210</td>
<td></td>
</tr>
<tr>
<td>Parks, education and community</td>
<td>$5,946,649</td>
<td>-</td>
<td>-</td>
<td>$5,970,868</td>
<td></td>
</tr>
<tr>
<td>Physical environment</td>
<td>$2,250,723</td>
<td>-</td>
<td>4,239,448</td>
<td>$6,490,171</td>
<td></td>
</tr>
<tr>
<td>Housing and economic development</td>
<td>$709,379</td>
<td>-</td>
<td>-</td>
<td>$2,420,663</td>
<td></td>
</tr>
<tr>
<td>Community redevelopment</td>
<td>-</td>
<td>1,608,398</td>
<td>-</td>
<td>$1,608,398</td>
<td></td>
</tr>
<tr>
<td>Capital outlay</td>
<td>$1,918,171</td>
<td>-</td>
<td>-</td>
<td>$3,541,649</td>
<td></td>
</tr>
<tr>
<td><strong>Total expenditures</strong></td>
<td>$48,770,839</td>
<td>1,815,775</td>
<td>4,239,448</td>
<td>$62,217,238</td>
<td></td>
</tr>
</tbody>
</table>

### Other Financing Sources (Uses)

- **Proceeds from sale of capital assets**: $178,707
- **Transfers in**: $232,400
- **Transfers out**: $(1,694,136)

#### Total other financing source (uses)

<table>
<thead>
<tr>
<th>Source</th>
<th>General</th>
<th>CRA</th>
<th>Landfill Closure</th>
<th>Total Nonmajor Funds</th>
<th>Total Governmental Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Excess (deficiency) of revenues over expenditures</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>$74,078</td>
<td>(1,212,973)</td>
<td>(4,142,397)</td>
<td>$(1,379,672)</td>
<td>$(6,660,964)</td>
</tr>
</tbody>
</table>

#### Special Items

- **Contributions from disposed operations**: $3,409,600

#### Net change in fund balances

<table>
<thead>
<tr>
<th>Source</th>
<th>General</th>
<th>CRA</th>
<th>Landfill Closure</th>
<th>Total Nonmajor Funds</th>
<th>Total Governmental Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Net change in fund balances</strong></td>
<td>$2,200,649</td>
<td>(1,212,973)</td>
<td>(4,142,397)</td>
<td>$543,506</td>
<td>$(2,611,215)</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Source</th>
<th>General</th>
<th>CRA</th>
<th>Landfill Closure</th>
<th>Total Nonmajor Funds</th>
<th>Total Governmental Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>Fund balances, beginning of year</td>
<td>$16,540,018</td>
<td>6,530,605</td>
<td>19,248,154</td>
<td>$2,238,907</td>
<td>$44,557,684</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Source</th>
<th>General</th>
<th>CRA</th>
<th>Landfill Closure</th>
<th>Total Nonmajor Funds</th>
<th>Total Governmental Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>Prior period adjustment</td>
<td>-</td>
<td>(2,589,488)</td>
<td>-</td>
<td>-</td>
<td>$(2,589,488)</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Source</th>
<th>General</th>
<th>CRA</th>
<th>Landfill Closure</th>
<th>Total Nonmajor Funds</th>
<th>Total Governmental Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>Fund balances - ending</td>
<td>$18,740,667</td>
<td>$2,728,144</td>
<td>$15,105,757</td>
<td>$2,782,413</td>
<td>$39,356,981</td>
</tr>
</tbody>
</table>

See auditor's report and notes to the financial statements.
City of North Miami, Florida
Reconciliation of the Statement of Revenue, Expenditures and Changes in
Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended September 30, 2013

Net change in fund balances - total governmental funds  (2,611,215)

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay expense exceeded depreciation in the current period.

- Expenditures for capital assets 3,541,649
- Contributed capital assets 128,579
- Less current year depreciation (2,795,235)
- Net effect of sale and disposals 874,993

Repayment of long-term debt principal (e.g. bonds, capital leases) is an expenditure in the governmental funds, but reduces long-term debt in the statement of net position. Also, the amounts of deferred and amortized issuance cost, premium, discount and similar amounts are not reported in the governmental funds.

- Amortization of bond discount (54,723)
- Bonds, loans and lease payable 752,390

Internal service funds are used by management to charge the costs of self insurance and fleet management services to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities.

- 977,102

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. The details are as follow:

- Compensated absences (586,934)
- Remediation and landfill closure costs 30,362,446
- Other 141,236

Revenues in the statement of activities are reported when they are earned, whereas, in governmental funds, revenues are not recognized until funds are measurable and available to finance current expenditures.

Net pension asset resulting from overfunding in the police and general employee pension plans and other post-employment benefits such as medical insurance for retirees, etc. (OPEB) are not reported in the funds as they are not available to pay for current period expenditures. The change in these amounts are as follows:

- Net pension asset (919,040)
- Other post employment benefits obligation (1,164,009)

Net revenue (loss) of internal service funds reported with governmental funds 2,623,772

Change in net position of governmental activities 33,083,850

See auditor’s report and notes to the financial statements.

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# City of North Miami, Florida
## Statement of Net Position
### Proprietary Funds
### September 30, 2013

## Assets

### Current assets:

- **Pooled cash and cash equivalents**: $8,626,556
- **Investments**: 6,656,297
- **Accounts receivable, net**: 12,806,888
- **Due from other funds**: 128,129
- **Inventories**: 614,019
- **Prepays, deposits and other**: 36,121
- **Restricted cash and cash equivalent**: 2,190,907

**Total current assets**: $31,058,917

### Noncurrent assets:

- **Capitalized debt issue costs**: -
- **Capital assets, net**: 32,477,752

**Total noncurrent assets**: $32,477,752

**Total assets**: $63,536,669

## Liabilities

### Current liabilities:

- **Accounts payable**: 3,653,482
- **Construction contracts payable**: 295,532
- **Accrued payroll and benefits**: 121,664
- **Due to other funds**: -
- **Current portion of long-term liabilities**: 208,396
- **Interest payable**: -

**Total current liabilities**: $6,952,996

### Noncurrent liabilities:

- **Long-term liabilities**: 1,691,325

**Total noncurrent liabilities**: $1,691,325

**Total liabilities**: $8,644,321

## Net Position

### Net investment in capital assets

- **Water and Sewer**: 29,712,354
- **Stormwater Utility**: 6,291,139

**Total enterprise funds**: 36,003,493

### Restricted for:

- **Capital projects**: 13,988,226
- **Renewal & replacement**: 4,011,700
- **Unrestricted**: 7,180,068

**Total net position**: $54,892,348

### Adjustment to reflect the consolidation of Internal Service Funds activities related to Enterprise Funds

**Total net position**: $61,939,195

See auditor’s report and notes to the basic financial statements.
City of North Miami, Florida
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Year Ended September 30, 2013

<table>
<thead>
<tr>
<th></th>
<th>Business-type Activities</th>
<th>Governmental Activities</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Water and Sewer</td>
<td>Stormwater Utility</td>
</tr>
<tr>
<td><strong>Operational Revenues</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Water fees</td>
<td>$14,020,362</td>
<td>$ -</td>
</tr>
<tr>
<td>Sewer fees</td>
<td>13,916,492</td>
<td>-</td>
</tr>
<tr>
<td>Stormwater charges</td>
<td>-</td>
<td>2,461,783</td>
</tr>
<tr>
<td>Services provided to other funds</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Other revenues</td>
<td>548,255</td>
<td>17,381</td>
</tr>
<tr>
<td>Total operating revenues</td>
<td>28,485,109</td>
<td>2,479,164</td>
</tr>
<tr>
<td><strong>Operational Expenses</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Personnel services</td>
<td>4,888,014</td>
<td>730,963</td>
</tr>
<tr>
<td>Water and sewage disposal</td>
<td>9,765,307</td>
<td>-</td>
</tr>
<tr>
<td>Materials, supplies, services</td>
<td>3,853,730</td>
<td>1,250,103</td>
</tr>
<tr>
<td>Depreciation</td>
<td>1,546,133</td>
<td>397,038</td>
</tr>
<tr>
<td>Claims cost</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Other</td>
<td>1,548,273</td>
<td>-</td>
</tr>
<tr>
<td>Total operating expenses</td>
<td>21,601,457</td>
<td>2,378,104</td>
</tr>
<tr>
<td><strong>Operating income</strong></td>
<td>6,883,652</td>
<td>101,060</td>
</tr>
<tr>
<td><strong>Nonoperational Revenues (Expenses)</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interest income</td>
<td>43,648</td>
<td>-</td>
</tr>
<tr>
<td>Interest expense</td>
<td>(8,533)</td>
<td>(154,870)</td>
</tr>
<tr>
<td>Total nonoperational revenues (expenses)</td>
<td>35,115</td>
<td>(154,870)</td>
</tr>
<tr>
<td><strong>Income (loss) before capital contributions and transfers</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Transfers out</td>
<td>(380,250)</td>
<td>(27,524)</td>
</tr>
<tr>
<td>Contributions</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Change in net position</strong></td>
<td>6,538,517</td>
<td>(81,334)</td>
</tr>
<tr>
<td>Total net position, beginning of year</td>
<td>48,353,831</td>
<td>8,105,283</td>
</tr>
<tr>
<td>Total net position, end of year</td>
<td>$54,892,348</td>
<td>$8,023,949</td>
</tr>
</tbody>
</table>

Adjustment to reflect the consolidation of Internal Service Funds activities related to Enterprise Funds (977,102)

$61,939,195

See auditor's report and notes to financial statements.
# City of North Miami, Florida
## Statement of Cash Flows
### Proprietary Funds
#### For the Year Ended September 30, 2013

<table>
<thead>
<tr>
<th>Water and Sewer</th>
<th>Stormwater Utility</th>
<th>Total Nonmajor - Solid waste</th>
<th>Total Enterprise Funds</th>
<th>Internal Service Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Cash Flows From Operating Activities</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Receipts from customers</td>
<td>$26,811,259</td>
<td>$2,207,605</td>
<td>$29,018,864</td>
<td>$ -</td>
</tr>
<tr>
<td>Receipts from interfund services provided</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>6,323,584</td>
</tr>
<tr>
<td>Payments to employees</td>
<td>(4,658,265)</td>
<td>(627,848)</td>
<td>(5,286,113)</td>
<td>(1,023,387)</td>
</tr>
<tr>
<td>Payments for wholesale water &amp; sewer</td>
<td>(10,375,034)</td>
<td>-</td>
<td>(10,375,034)</td>
<td>-</td>
</tr>
<tr>
<td>Payments to suppliers</td>
<td>(2,955,107)</td>
<td>(949,040)</td>
<td>(3,904,147)</td>
<td>(1,801,987)</td>
</tr>
<tr>
<td>Payments for claims</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>(887,740)</td>
</tr>
<tr>
<td>Payments for interfund services used</td>
<td>(1,146,288)</td>
<td>(394,619)</td>
<td>(1,540,907)</td>
<td>(122,806.00)</td>
</tr>
<tr>
<td>Other payments</td>
<td>(1,548,273)</td>
<td>-</td>
<td>(1,548,273)</td>
<td>-</td>
</tr>
<tr>
<td><strong>Net cash provided by operating activities</strong></td>
<td>$6,128,292</td>
<td>236,098</td>
<td>$6,364,390</td>
<td>2,487,669</td>
</tr>
<tr>
<td>Advances to other funds</td>
<td>(212,400)</td>
<td>-</td>
<td>(212,400)</td>
<td>(59,347)</td>
</tr>
<tr>
<td>Transfers out for pension debt</td>
<td>(167,850)</td>
<td>(27,524)</td>
<td>(195,374)</td>
<td>-</td>
</tr>
<tr>
<td>Transfers from disposed operations</td>
<td>-</td>
<td>-</td>
<td>(2,806,200)</td>
<td>(2,806,200)</td>
</tr>
<tr>
<td><strong>Net cash used in noncapital financing activities</strong></td>
<td>(380,250)</td>
<td>(27,524)</td>
<td>(3,213,974)</td>
<td>(59,347)</td>
</tr>
<tr>
<td>Acquisition and construction of capital assets</td>
<td>(3,444,014)</td>
<td>(14,806)</td>
<td>(3,458,820)</td>
<td>(7,364)</td>
</tr>
<tr>
<td>Principal paid on bonds, notes and capital leases</td>
<td>(424,151)</td>
<td>(322,586)</td>
<td>(752,481)</td>
<td>-</td>
</tr>
<tr>
<td>Interest paid on bonds, notes and capital leases</td>
<td>(26,237)</td>
<td>(153,727)</td>
<td>(186,671)</td>
<td>-</td>
</tr>
<tr>
<td><strong>Net cash used in capital and related financing activities</strong></td>
<td>(3,894,402)</td>
<td>(490,669)</td>
<td>(4,397,972)</td>
<td>(7,364)</td>
</tr>
<tr>
<td>Interest and investment income received</td>
<td>65,466</td>
<td>-</td>
<td>65,466</td>
<td>2,527</td>
</tr>
<tr>
<td><strong>Net cash provided by investing activities</strong></td>
<td>65,466</td>
<td>-</td>
<td>65,466</td>
<td>2,527</td>
</tr>
<tr>
<td>Net increase (decrease) in cash and cash equivalents</td>
<td>1,919,106</td>
<td>(282,095)</td>
<td>(1,837,011)</td>
<td>2,432,845</td>
</tr>
<tr>
<td>Pooled cash and cash equivalents - beginning of year</td>
<td>8,898,357</td>
<td>950,342</td>
<td>9,848,699</td>
<td>2,010,986</td>
</tr>
<tr>
<td>Pooled cash and cash equivalents - end of year</td>
<td>$10,817,463</td>
<td>$668,247</td>
<td>$11,485,710</td>
<td>$4,434,471</td>
</tr>
</tbody>
</table>

### Reconciliation of operating income to net cash provided by operating activities:

| Operating Income | $6,883,652 | $101,060 | - | $6,984,712 | $2,674,913 |
| Adjustments to reconcile operating income to net cash provided by (used in) operating activities: | | | | |
| Depreciation | 1,546,133 | 397,038 | - | 1,943,171 | 93,884 |
| Changes in assets and liabilities: | | | | |
| Decrease (increase) in accounts receivable | (1,517,300) | (281,271) | - | (1,798,571) | 42,812 |
| Decrease in inventory | 92,526 | - | - | 92,526 | - |
| Increase (decrease) in accounts payable | (876,719) | 19,271 | - | (857,448) | (16,002) |
| Decrease in claims payable | - | - | - | - | (307,938) |
| **Net cash provided by operating activities** | $6,128,292 | 236,098 | - | $6,364,390 | $2,487,669 |

| Amortization of bond premium | $7,076 | $71,457 | - | $78,533 |
| Capital assets contributed by developers | $383,793 | - | - | $383,793 |

See auditor's report and notes to the financial statements.
# City of North Miami, Florida

## Statement of Fiduciary Net Position

**Pension Trust Funds**

**September 30, 2013**

### Assets

<table>
<thead>
<tr>
<th>Description</th>
<th>Pension and Trust Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash and short-term investments</td>
<td>$2,241,915</td>
</tr>
<tr>
<td>Cash and investments held by trustees, at fair value:</td>
<td></td>
</tr>
<tr>
<td>U.S. Treasuries</td>
<td>13,113,989</td>
</tr>
<tr>
<td>U.S. Agency obligations</td>
<td>2,227,960</td>
</tr>
<tr>
<td>Corporate bonds</td>
<td>27,552,718</td>
</tr>
<tr>
<td>Common corporate stock</td>
<td>73,053,329</td>
</tr>
<tr>
<td>Real estate funds</td>
<td>6,230,410</td>
</tr>
<tr>
<td>Index funds</td>
<td>13,119,594</td>
</tr>
<tr>
<td><strong>Total investments</strong></td>
<td><strong>135,298,000</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Description</th>
<th>Pension and Trust Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>Receivables:</td>
<td></td>
</tr>
<tr>
<td>Plan members' contributions</td>
<td>33,093</td>
</tr>
<tr>
<td>State Police Share Plan</td>
<td>110,625</td>
</tr>
<tr>
<td>Receivable from broker on investments sold</td>
<td>1,008,063</td>
</tr>
<tr>
<td>Accrued interest</td>
<td>386,553</td>
</tr>
<tr>
<td>Accrued dividends</td>
<td>74,573</td>
</tr>
<tr>
<td>Other</td>
<td>22,819</td>
</tr>
<tr>
<td><strong>Total receivables</strong></td>
<td><strong>1,635,726</strong></td>
</tr>
<tr>
<td><strong>Total assets</strong></td>
<td><strong>139,175,641</strong></td>
</tr>
</tbody>
</table>

### Liabilities and Net Position - Fiduciary

<table>
<thead>
<tr>
<th>Description</th>
<th>Pension and Trust Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>Accounts payable</td>
<td>376,655</td>
</tr>
<tr>
<td>Payable to broker for investments purchased</td>
<td>218,957</td>
</tr>
<tr>
<td>Benefits payable</td>
<td>45,745</td>
</tr>
<tr>
<td><strong>Total liabilities</strong></td>
<td><strong>641,357</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Description</th>
<th>Pension and Trust Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net position held in trust for pension benefits</td>
<td>$138,534,284</td>
</tr>
</tbody>
</table>

---

See auditor's report and notes to the financial statements.

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## ADDITIONS
Contributions:

<table>
<thead>
<tr>
<th></th>
<th>Pension and Trust Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>Employer</td>
<td>$ 7,126,458</td>
</tr>
<tr>
<td>Plan members</td>
<td>1,829,498</td>
</tr>
<tr>
<td>County</td>
<td>187,959</td>
</tr>
<tr>
<td>Other</td>
<td>83,935</td>
</tr>
<tr>
<td><strong>Total contributions</strong></td>
<td><strong>9,227,850</strong></td>
</tr>
</tbody>
</table>

Investment income:

- Net appreciation in fair value of investments: 11,554,817
- Interest: 1,580,871
- Dividends: 1,358,772

**Total investment income:** 14,494,460

Less investment expenses: (610,199)

**Net investment income:** 13,884,261

**Total additions:** 23,112,111

## DEDUCTIONS
Benefits paid directly to Plan members:

<table>
<thead>
<tr>
<th></th>
<th>Pension and Trust Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>Normal retirement</td>
<td>6,512,908</td>
</tr>
<tr>
<td>Disability retirement</td>
<td>206,277</td>
</tr>
<tr>
<td>Death benefit</td>
<td>37,476</td>
</tr>
<tr>
<td>Lump sum retirement</td>
<td>1,227,047</td>
</tr>
<tr>
<td>Refunds of contributions</td>
<td>40,580</td>
</tr>
<tr>
<td><strong>Total benefits paid</strong></td>
<td>8,024,288</td>
</tr>
<tr>
<td>Administrative expenses</td>
<td>296,971</td>
</tr>
<tr>
<td><strong>Total deductions</strong></td>
<td>8,321,259</td>
</tr>
</tbody>
</table>

Net increase in net position: 14,790,852

**Net position, beginning of year:** 123,743,432

**Net position, end of year:** $ 138,534,284

See auditor’s report and notes to the financial statements.