

**TOWN OF NORTH REDINGTON BEACH, FLORIDA**  
**BASIC FINANCIAL STATEMENTS, SUPPLEMENTARY**  
**INFORMATION AND REGULATORY REPORTS**

**Year Ended September 30, 2021**

*Crawford & Jones, CPA's*

— ◆ —  
CERTIFIED PUBLIC ACCOUNTANTS

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Town of  
North Redington Beach  
Florida, USA



# LOCAL GOVERNMENTAL ENTITY AUDIT REPORT SUBMITTAL CHECKLIST

Entity Name: Town of North Redington Beach

Entity Address: 109 173rd Ave E

North Redington Beach, FL 33708

Entity Contact Person:

Name: Mari Campbell

Title: Town Clerk

Phone Number: (727) 391-4848

E-mail Address: townclerk@townofnrb.com

CPA Firm Contact Person:

Name: Paul J. Crawford

Title: CPA

Phone Number: (727) 441-9435

E-mail Address: candjcpa@aol.com

Fiscal Year Audited: September 30, 2021

Date the auditor delivered the audit report to the entity: June 6, 2022

Does the audit report include the following items required by Section 10.557(3), Rules of the Auditor General?

Required for municipalities, special districts, the county as a whole, and county agencies<sup>1</sup>.

- Y The financial statements described in Sections 10.556(3) and (4), Rules of the Auditor General, as applicable, together with related notes to financial statements?
- Y Required supplementary information (RSI) such as the management's discussion and analysis (not required for county agencies), or the budgetary comparison schedule (required as RSI if not presented as part of the financial statements)?
- Y The auditor's report on the financial statements?
- Y The auditor's report on compliance and internal control?
- Y The management letter<sup>2</sup> defined in Section 10.554(1)(i), Rules of the Auditor General?

<sup>1</sup> Pursuant to Section 218.39(2), Florida Statutes, an audit of the board of county commissioners is not required. However, if the county report includes an audit of the board of county commissioners, it should, pursuant to Section 10.554(1)(e), Rules of the Auditor General, include the items required by Section 10.557(3), Rules of the Auditor General.

<sup>2</sup> If required reporting information for a dependent special district is fulfilled by inclusion in the primary local government audit report, a statement to that effect should be made in the dependent special districts' audit reports, and vice versa.



- N/A   The written statement of explanation or rebuttal, including corrective action to be taken, required by Section 10.558(2), Rules of the Auditor General?
- Y   The auditor's report based on an examination conducted in accordance with *AICPA Professional Standards*, prepared in accordance with AT-C Section 315, promulgated by the American Institute of Certified Public Accountants, regarding the compliance requirements referenced in Section 10.556(10), Rules of the Auditor General?

Required for municipalities, special districts, and the county as a whole

- N/A   If applicable, any other auditor's reports, related financial information, and auditee-prepared documents required pursuant to Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); or other applicable Federal law?
- N/A   Any auditor's reports and related financial information required pursuant to the *Florida Single Audit Act* (see Section 10.557(3)(e), Rules of the Auditor General)?
- N/A   For any fiscal year in which funds related to the Deepwater Horizon oil spill are received or expended, a schedule of receipts and expenditures of such funds required by Section 10.557(3)(m), Rules of the Auditor General?
- N/A   For any fiscal year in which funds related to the Deepwater Horizon oil spill are received or expended, a report that includes an opinion (or disclaimer of opinion) as to whether the schedule of receipts and expenditures of such funds required by Section 10.557(3)(m), Rules of the Auditor General, is presented fairly in all material respects in relation to the financial statements taken as a whole? The report must be prepared in accordance with *AICPA Professional Standards*, AU-C Section 725, promulgated by the American Institute of Certified Public Accountants (see Section 10.557(3)(f), Rules of the Auditor General)?

In addition to the above, have the following requirements been complied with:

- Y   Are all of the above elements of the audit report included in a **single document** as required by Section 10.557(3), Rules of the Auditor General?
- Y   Are **one** paper copy and **one** electronic copy of the audit report being submitted as required by Section 10.558(4), Rules of the Auditor General?
- Y   Is the audit report being submitted within 45 days after receipt of the audit report from the auditor, but no later than **9 months** after the end of the fiscal year? **NOTE:** There is no provision in law authorizing an extension for filing the audit report.
- Y   Is the electronic copy named using all lower-case letters as follows: [fiscal year] [name of entity].pdf? Counties should include the word "county" in the entity name; however, it is not necessary for municipalities to include "city of," "town of," etc. in the entity name. For example, the converted document for the 2020-21 fiscal year for Alachua County should be named 2021 alachua county.pdf while the converted document for the 2020-21 fiscal year for the City of Alachua should be named 2021 alachua.pdf.
- N/A   For entities that have adopted an impact fee by ordinance or resolution, was the affidavit referred to in Section 10.558(1), Rules of the Auditor General, submitted with the audit report if not submitted with the annual financial report?



~~N/A~~

If the audit report is for a county or municipality, and a dependent special district was audited as part of the county or municipality audit, did the notes to financial statements clearly indicate that the special district had been included as part of the county's or municipality's reporting entity? **NOTE:** Pursuant to Section 218.39(3), Florida Statutes, an independent special district may not be audited as part of a county or municipality audit. When a dependent special district is audited as part of the county or municipality audit, the county or municipality notes to financial statements should clearly disclose that the special district is a component unit included within the county's or municipality's reporting entity.

**This checklist should accompany the audit report.** It is suggested that you retain a copy of the checklist for your files. Do not hesitate to contact us if assistance or clarification is needed regarding reporting requirements. Our contact information is as follows:

Auditor General  
Local Government Audits/342  
Claude Pepper Building, Room 401  
111 West Madison Street  
Tallahassee, FL 32399-1450  
Telephone: (850) 412-2881

E-mail Address: [flaudgen\\_localgovt@aud.state.fl.us](mailto:flaudgen_localgovt@aud.state.fl.us)

Web site Address: [FLAuditor.gov](http://FLAuditor.gov)





**TOWN OF NORTH REDINGTON BEACH, FLORIDA**  
**Year Ended September 30, 2021**

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## MANAGEMENT'S DISCUSSION AND ANALYSIS

The Town of North Redington Beach management discussion and analysis is designed to (a) assist the reader in focusing on the financial issues, (b) provide an overview of the Town's financial activity, (c) identify changes in the Town's financial position, (d) identify any material deviations from the financial plan (the approved budget), and (e) identify individual fund issues or concerns for the fiscal year ended September 30, 2021.

### FINANCIAL HIGHLIGHTS

\*At the close of fiscal year 2021, the Town's assets exceeded its liabilities, resulting in net position of \$5,680,941. Of this amount, the unrestricted net position total to \$3,013,470 and can be used to meet the Town's ongoing obligations.

\*At September 30, 2021, the Town's governmental activities statement of net position reported an ending net position of \$3,245,396, an increase of \$263,671 in comparison with the prior year.

\*The business-type activities gross operating revenue increased by \$84,610 or 13.74 percent compared to the prior year. There was an decrease from operations in net position of \$92,142 compared to a \$15,029 increase for the prior year.

\*At September 30, 2021, unassigned fund balance for the General Fund was \$867,424.

\*Governmental funds revenue decreased by \$1,941 compared to a \$969,056 decrease for the prior year.

### OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Town's basic financial statements. The Town's basic financial statements are comprised of three components:

- 1) government-wide financial statements
- 2) fund financial statements
- 3) notes to financial statements

This report also contains required supplementary information in addition to the basic financial statements.

**Government-Wide Financial Statements**-The government-wide financial statements, which consist of the following two statements, are designed to provide readers with a broad overview of the Town's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the Town's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

The statement of activities presents information showing how the Town's net position changed during the fiscal year 2021. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Town include general government, public safety, highway and streets, sanitation, and cultural and recreation.

#### **Government-Wide Financial Statements Continued**



The business-type activities of the Town include a sewer operation where the fees for service typically cover all or most of the cost of operations including depreciation.

The government-wide financial statements include only the Town. There were no component units identified.

The government-wide financial statements can be found on pages 8-9 of the basic financial statements.

### **Fund Financial Statements**

The accounts of the Town are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, as appropriated. Government resources are allocated to and accounted for in individual funds based upon the purpose for which they are spent and the means by which spending activities are controlled.

The Town's funds are presented on a governmental fund financial statement.

### **Governmental Funds**

Governmental fund financial statements are prepared on the modified accrual basis of accounting using current financial resources measurement focus. Under modified accrual basis, revenues are recognized when they become measurable and available as net current assets. The governmental fund statements provide a detailed short-term view of the Town's general government operations and the information helps to determine whether there are more or fewer financial resources that can be spent in the near future to finance the Town's programs.

The Town adopts an annual budget for all funds and a budgetary comparison statement has been provided for these funds to demonstrate budgetary compliance.

### **Proprietary Funds**

Proprietary funds financial statements are used to report the same functions presented as business-type activities in the government-wide financial statements on a full accrual basis and also provide both long and short-term financial information. The Town's enterprise fund (one type of proprietary fund) provides more detail and additional information, such as cash flows.

### **Notes to Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 17-30 of this report.

### **Other Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. This includes the governmental funds and business-type activities original budget and final budget in comparison to actual revenues and expenses.



## Statement of Net Position cont'd

The largest portion of the Town's net position (78.46 percent) reflects its investment in current assets, net of liabilities and deferred items.

A portion of the Town's net position (19.91 percent) is invested in capital assets (e.g., land, building and equipment). The Town uses these capital assets to provide services to citizens. Consequently, these assets are not available for future spending. There is no debt associated with capital assets.

## Statement of Activities

The following schedule summarizes the revenue and expenses for the current and prior fiscal years.

Town of North Redington Beach, Florida  
Statement of Activities  
For the Years Ended September 30, 2021

	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues						
Program Revenues	\$ 13,358	\$ 11,772	\$ 604,156	\$ 615,804	\$ 617,514	\$ 627,576
General Revenues	1,210,922	1,196,083			1,210,922	1,196,083
Other Revenue	-	-	-	-	-	-
Investment Earnings	2,888	21,254	4,116	29,912	7,004	51,166
Total Revenues	1,227,168	1,229,109	608,272	645,716	1,835,440	1,874,825
Expense	1,044,022	1,233,303	700,414	630,687	1,744,436	1,863,990
Change in Net Position	183,146	(4,194)	(92,142)	15,029	91,004	10,835
Net Position - Beginning	2,981,725	2,938,916	2,608,212	2,640,186	5,589,937	5,579,102
Transfers	80,625	47,003	(80,625)	(47,003)	-	-
Net Position - End	\$ 3,245,496	\$ 2,981,725	\$ 2,435,445	\$ 2,608,212	\$ 5,680,941	\$ 5,589,937

## Governmental Activities

Governmental operating activities increased the Town's net position by \$183,146 compared to a decrease of \$4,194 in the prior year. The key element of this increase is,

- An decrease in expenditures of \$189,281 and a decrease in revenue of \$1,941.





## **Business-Type Activities**

Business-type operating activities decreased the Town's net position by \$92,142 compared to the prior year increase of \$15,029.

## **Governmental Funds**

The focus of the Town's governmental fund financial statements is to provide a detailed short-term view of the Town's general government operations. The information helps to determine whether there are more or fewer financial resources that can be spent in the near future to finance the Town's programs. In particular, unrestricted fund balance may serve as a useful measure of the Town's programs, and net resources available for spending at the end of the fiscal year.

As of the end of fiscal year 2021, the Town's governmental funds reported ending fund balances of \$2,403,712, an increase of \$298,428 in comparison with the prior year. There was an increase in revenue of .15 percent compared to the previous year. Expenditures decreased by 15.35 percent.

Unassigned fund balance is \$860,924 and is available for spending at the Town's discretion.

## **Proprietary Funds**

The Town's proprietary funds financial statements provide the same type of information found in the government-wide financial statements.

Unrestricted net position of proprietary funds at the end of the year in comparison to prior year amounted to:

<u>Funds</u>	<u>2021</u>	<u>2020</u>
Sewer System	\$2,387,235	\$2,551,094

## **GENERAL FUND BUDGETARY HIGHLIGHTS**

There was one amendment to the original capital improvements fund budget for the current fiscal year.

During the year, \$80,625 was transferred from the Sewer Fund to the General Fund.

## **Infrastructure Assets**

The Town has elected under GASB Statement 34 not to retroactively report infrastructure assets. The Town acquired no infrastructure assets during this current fiscal year. Historically, a government's largest group of assets infrastructure- roads, bridges, sidewalk curbs, underground pipes, etc. have not been reported or depreciated in its financial statements. The new statement requires that these assets be valued and recorded within the governmental columns of the governmental-wide statements.



## **CAPITAL ASSET AND DEBT ADMINISTRATION**

### **Capital Assets**

The Town's investment in capital assets for its governmental and business-type activities as of September 30, 2021, amounts to \$1,131,183, net of accumulated depreciation. This investment in capital assets includes land, building, improvements and equipment. The total increase in the Town's net capital assets net of depreciation, for the current fiscal year was \$8,706.

#### Town of North Redington Beach, Florida Schedule of Capital Assets (Net of Depreciation) As of September 30, 2021

	Governmental Activities	Business - Type Activities	Total
Land	\$ 545,355	\$ -	\$ 545,355
Buildings, Land Improvements & Infrastructure	436,129	-	436,129
Furniture & Equipment	101,489	-	101,489
Sewer System	<u>-</u>	<u>48,210</u>	<u>48,210</u>
<b>Totals</b>	<b><u>\$1,082,973</u></b>	<b><u>\$ 48,210</u></b>	<b><u>\$1,131,183</u></b>

Following are the additions to capital assets during the current fiscal year.

Furniture & Fixtures	33,471
Land Improvements	<u>9,830</u>
	<b><u>\$ 43,301</u></b>

Additional information on the Town's capital assets can be found on page 24 of this report.

### **Long-Term Debt**

At the end of fiscal year 2021, the Town reported \$58,800 in accrued compensated absences as its only long-term debt.

## **ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

During the current fiscal year, the taxable property values increased in comparison to the prior year.

An estimated increase in salaries and wages and cost of living allowance is based on the annual consumer price index for the southern region.

It is expected that the Covid 19 Pandemic will have an impact on certain revenue related to sales and tourism. The impact cannot be determined at this time; however, management feels that the Town is financially sound enough to withstand the effect

### **REQUEST FOR INFORMATION**

This financial report is designed to present users with a general overview of the Town's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Town's Finance Officer at 190 173<sup>rd</sup> Avenue, North Redington Beach, Florida 33708.



**TOWN OF NORTH REDINGTON BEACH, FLORIDA**  
**STATEMENT OF NET POSITION**  
**September 30, 2021**

	Governmental Activities	Business-Type Activities	Total
<b><u>Assets:</u></b>			
Current Assets:			
Cash and Cash Equivalents	\$ 2,409,562	\$ 2,466,089	\$ 4,875,651
Prepayments and Receivables	6,500	-	6,500
Total Current Assets	<u>2,416,062</u>	<u>2,466,089</u>	<u>4,882,151</u>
Noncurrent Assets:			
Capital Assets:			
Land and Infrastructure, Net	617,015	-	617,015
Depreciable Buildings, Property and Equipment, Net of Depreciation	<u>465,958</u>	<u>48,210</u>	<u>514,168</u>
Total Noncurrent Assets	<u>1,082,973</u>	<u>48,210</u>	<u>1,131,183</u>
Total Assets	<u>3,499,035</u>	<u>2,514,299</u>	<u>6,013,334</u>
<b><u>Deferred Outflow of Resources</u></b>	<u>92,260</u>	<u>-</u>	<u>92,260</u>
<b>Total Assets and Deferred Outflow of Resources</b>	<u><u>\$ 3,591,295</u></u>	<u><u>\$ 2,514,299</u></u>	<u><u>\$ 6,105,594</u></u>
<b><u>Liabilities:</u></b>			
Current Liabilities:			
Accrued Wages	\$ 7,750	\$ 2,800	\$ 10,550
Accounts Payable	4,600	-	4,600
Due to Other Governments	-	62,054	62,054
Net Pension Liability	<u>125,064</u>	<u>-</u>	<u>125,064</u>
Total Current Liabilities	<u>137,414</u>	<u>64,854</u>	<u>202,268</u>
Noncurrent Liabilities:			
Accrued Compensated Absences	<u>44,800</u>	<u>14,000</u>	<u>58,800</u>
Total Noncurrent Liabilities	<u>44,800</u>	<u>14,000</u>	<u>58,800</u>
Total Liabilities	<u>182,214</u>	<u>78,854</u>	<u>261,068</u>
<b><u>Deferred Inflow of Resources</u></b>	<u>163,585</u>	<u>-</u>	<u>163,585</u>
<b><u>Net Position:</u></b>			
Invested in Capital Assets, Net of Related Debt	1,082,973	48,210	1,131,183
Restricted	1,536,288	-	1,536,288
Unrestricted	<u>626,235</u>	<u>2,387,235</u>	<u>3,013,470</u>
Total Net Position	<u>3,245,496</u>	<u>2,435,445</u>	<u>5,680,941</u>
<b>Total Liabilities, Deferred Inflow of Resources and Net Position</b>	<u><u>\$ 3,591,295</u></u>	<u><u>\$ 2,514,299</u></u>	<u><u>\$ 6,105,594</u></u>

See Notes to Financial Statements



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**TOWN OF NORTH REDINGTON BEACH, FLORIDA**  
**STATEMENT OF ACTIVITIES**  
**For the Year Ended September 30, 2021**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Total Program Revenues</u>
		<u>Charges For Services</u>	<u>Operating Grants &amp; Contributions</u>	<u>Capital Grants &amp; Contributions</u>	
<b>Governmental Activities:</b>					
General Government	\$ 415,122	\$ 6,120	\$ 1,080	\$ -	7,200
Public Safety	445,347	6,158	-	-	6,158
Culture and Recreation	53,861	-	-	-	-
Physical Environment	129,692	-	-	-	-
Total Governmental Activities	1,044,022	12,278	1,080	-	13,358
<b>Business-Type Activities:</b>					
Sewer Fund	796,672	700,414	-	-	700,414
Total Business-Type Activities	796,672	700,414	-	-	700,414
Total Primary Government	\$ 1,840,694	\$ 712,692	\$ 1,080	\$ -	\$ 713,772

General Revenues:

- Taxes:
  - Property Taxes
  - One-Half Cent Sales Tax
  - Gas Taxes
  - Revenue Sharing
  - Franchise Taxes
  - Infrastructure Tax
  - Interest Income
  - Other
- Transfers
- Total General Revenues
- Change in Net Position
- Net Position - Beginning of Year
- Net Position - End of Year

See Notes to Financial Statements



Net (Expenses) Revenues and Changes in Net Position Primary Government		
Governmental Activities	Business- Type Activities	Total
\$ (407,922)	\$ -	\$ (407,922)
(439,189)	-	(439,189)
(53,861)	-	(53,861)
(129,692)	-	(129,692)
(1,030,664)	-	(1,030,664)
(1,030,664)	(96,258)	(1,126,922)
-	(96,258)	(1,126,922)
(1,030,664)	(96,258)	(1,126,922)

557,458	-	557,458
107,226	-	107,226
18,853	-	18,853
88,669	-	88,669
250,494	-	250,494
178,221	-	178,221
2,888	4,116	7,004
10,001	-	10,001
80,625	(80,625)	-
1,294,435	(76,509)	1,217,926
263,771	(172,767)	91,004
2,981,725	2,608,212	5,589,937
\$ 3,245,496	\$ 2,435,445	\$ 5,680,941



**TOWN OF NORTH REDINGTON BEACH, FLORIDA**  
**BALANCE SHEET GOVERNMENTAL FUNDS**  
**September 30, 2021**

	<u>General Fund</u>	<u>Capital Improvements Fund</u>	<u>Stormwater Management Fund</u>	<u>Total Governmental Funds</u>
<b><u>Assets:</u></b>				
Cash and Cash Equivalents	\$ 871,924	\$ 1,068,520	\$ 469,118	\$ 2,409,562
Receivable -	-	-	-	-
Prepayments	6,500	-	-	6,500
<b>Total Assets</b>	<u>\$ 878,424</u>	<u>\$ 1,068,520</u>	<u>\$ 469,118</u>	<u>\$ 2,416,062</u>
<b><u>Liabilities and Fund Balances:</u></b>				
<b><u>Liabilities:</u></b>				
Accounts Payable	\$ 4,600	\$ -	\$ -	\$ 4,600
Accrued Wages	6,400	-	1,350	7,750
<b>Total Liabilities</b>	<u>11,000</u>	<u>-</u>	<u>1,350</u>	<u>12,350</u>
<b><u>Fund Balances:</u></b>				
Nonspendable:				
Prepayments & Receivables	6,500	-	-	6,500
Restricted:				
Capital Additions & Improvements	-	1,068,520	-	1,068,520
Stormwater Management	-	-	467,768	467,768
Unassigned	860,924	-	-	860,924
<b>Total Fund Balances</b>	<u>867,424</u>	<u>1,068,520</u>	<u>467,768</u>	<u>2,403,712</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 878,424</u>	<u>\$ 1,068,520</u>	<u>\$ 469,118</u>	<u>\$ 2,416,062</u>

See Notes to Financial Statements



**TOWN OF NORTH REDINGTON BEACH, FLORIDA**  
**RECONCILIATION OF THE BALANCE SHEET- GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF NET POSITION**  
**SEPTEMBER 30, 2021**

<b>Total Fund Balances - Total Governmental Funds</b>	<b>\$ 2,403,712</b>
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Amounts reported for governmental activities in the Statement of Net Assets were different because:

Capital assets used in governmental activities were not current financial resources. Therefore, they were not reported in the Governmental Funds Balance Sheet. The capital assets were:

Non-depreciable capital assets	617,015
Depreciable capital assets-net	<u>465,958</u>
 Total capital assets-net	 <u>1,082,973</u>

Long-term liabilities were not due and payable in the current period. Therefore, they were not reported in the Governmental Funds Balance Sheet. The long-term liabilities were:

Accrued compensated absences	<u>(44,800)</u>
 Total long-term liabilities	 <u>(44,800)</u>

Adjustments necessary for the implementation of GASB Statements 68 and 71 are not reported in the Governmental Fund Statements. As discussed in Note 10 to these financial statements the amounts related to those adjustments are:

Deferred Outflow of Resources	92,260
Net Pension Liability	(125,064)
Deferred Inflow of Resources	<u>(163,585)</u>
 Total Adjustments	 <u>(196,389)</u>

<b>Net Position of Governmental Activities</b>	<b>\$ 3,245,496</b>
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See Notes to Financial Statements



**TOWN OF NORTH REDINGTON BEACH, FLORIDA**  
**STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS**  
**For the Year Ended September 30, 2021**

	General Fund	Capital Improvements Fund	Stormwater Management Fund	Total Governmental Funds
<b><u>Revenues:</u></b>				
Taxes	\$ 807,950	\$ -	\$ -	\$ 807,950
Intergovernmental	141,170	205,471	45,471	392,112
Fines and Forfeitures	6,158	-	-	6,158
Licenses and Permits	6,120	-	-	6,120
Interest	1,394	859	635	2,888
Miscellaneous	11,940	-	-	11,940
<b>Total Revenues</b>	<b>974,732</b>	<b>206,330</b>	<b>46,106</b>	<b>1,227,168</b>
<b><u>Expenditures:</u></b>				
Current:				
General Government	354,948	5,366	47,613	407,927
Public Safety	445,347	-	-	445,347
Physical Environment	117,223	641	-	117,864
Culture and Recreation	39,926	-	-	39,926
Capital Outlay	-	43,301	-	43,301
<b>Total Expenditures</b>	<b>957,444</b>	<b>49,308</b>	<b>47,613</b>	<b>1,054,365</b>
<b><u>Revenues Over/(Under)</u></b>				
<b><u>Expenditures</u></b>	<b>17,288</b>	<b>157,022</b>	<b>(1,507)</b>	<b>172,803</b>
<b><u>Other Financing Sources/(Uses):</u></b>				
Transfers in	80,625	-	-	80,625
<b>Changes to Fund Balance</b>	<b>97,913</b>	<b>157,022</b>	<b>(1,507)</b>	<b>253,428</b>
<b><u>Fund Balance - Beginning of Year</u></b>	<b>769,511</b>	<b>911,498</b>	<b>469,275</b>	<b>2,150,284</b>
<b><u>Fund Balance - End of Year</u></b>	<b>\$ 867,424</b>	<b>\$ 1,068,520</b>	<b>\$ 467,768</b>	<b>\$ 2,403,712</b>

See Notes to Financial Statements





**TOWN OF NORTH REDINGTON BEACH, FLORIDA**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND**  
**BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**For the Year Ended September 30, 2021**

<b>Net Change in Fund Balance - Total Governmental Funds</b>	<b>\$ 253,428</b>
Amount reported for governmental activities in the Statement of Activities and Changes in Net Assets were different because:	
Pension expense was adjusted per GASB Statements 68 and 71. The effect of that adjustment was an increase in pension cost.	12,913
Governmental funds reported capital outlay as expenditures. However, in the Government-Wide Statement of Activities and Changes in Net Assets, the cost of those assets were capitalized and will be depreciated over their estimated useful lives.	43,301
Depreciation expense on capital assets was reported in the Government-Wide Statement of Activities and Changes in Net Assets, but it did not require the use of current financial resources. Therefore, depreciation expense was not reported as expenditures in governmental funds.	(51,271)
Long-term compensated absences were reported in the Government-Wide Statement of Activities and Changes in Net Assets, but they did not require the use of current financial resources. Therefore, long-term compensated absences were not reported as expenditures in governmental funds.	<u>5,400</u>
<b>Change in Net Position of Governmental Activities</b>	<b><u>\$ 263,771</u></b>

See Notes to Financial Statements



**TOWN OF NORTH REDINGTON BEACH, FLORIDA**  
**STATEMENT OF NET POSITION - BUSINESS - TYPE ACTIVITIES**  
**PROPRIETARY FUND**  
**September 30, 2021**

	<u>Sewer Fund</u>
<b><u>Assets:</u></b>	
Current Assets:	
Cash and Cash Equivalents	\$ 2,466,089
Total Current Assets	<u>2,466,089</u>
<b><u>Noncurrent Assets:</u></b>	
Capital Assets:	
Sewer System	231,155
Furniture and Equipment	26,586
Less Accumulated Depreciation	<u>(209,531)</u>
Total Noncurrent Assets	<u>48,210</u>
<b>Total Assets</b>	<u><u>\$ 2,514,299</u></u>
<b><u>Liabilities:</u></b>	
Current Liabilities:	
Accrued Wages	\$ 2,800
Due to Other Governments	<u>62,054</u>
Total Current Liabilities	<u>64,854</u>
<b><u>Noncurrent Liabilities:</u></b>	
Compensated Absences	<u>14,000</u>
Total Noncurrent Liabilities	<u>14,000</u>
<b>Total Liabilities</b>	<u>78,854</u>
<b><u>Net Position:</u></b>	
Invested in Capital Assets, Net of Related Debt	48,210
Unrestricted	<u>2,387,235</u>
Total Net Position	<u>2,435,445</u>
<b>Total Liabilities and Net Position</b>	<u><u>\$ 2,514,299</u></u>

See Notes to Financial Statements



**TOWN OF NORTH REDINGTON BEACH, FLORIDA**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION -**  
**BUSINESS-TYPE ACTIVITY**  
**PROPRIETARY FUND**  
**For the Year Ended September 30, 2021**

	<u>Sewer Fund</u>
<b><u>Operating Revenues:</u></b>	
Charges for Services	\$ 700,414
Total Operating Revenues	<u>700,414</u>
<b><u>Operating Expenses:</u></b>	
Personnel	110,499
Material, Supplies, Services, Other	677,265
Depreciation	8,908
Total Operating Expenses	<u>796,672</u>
Operating Income	<u>(96,258)</u>
<b><u>Non-Operating Revenues:</u></b>	
Interest Revenue	4,116
Total Non-Operating Revenues	<u>4,116</u>
<b><u>Net Income</u></b>	(92,142)
<b><u>Other Financing Sources/(Uses):</u></b>	
Transfer Out	<u>(80,625)</u>
<b><u>Change in Net Position</u></b>	(172,767)
<b><u>Net Position at Beginning of Year</u></b>	<u>2,608,212</u>
<b><u>Net Position at End of Year</u></b>	<u>\$ 2,435,445</u>

See Notes to Financial Statements



**TOWN OF NORTH REDINGTON BEACH, FLORIDA**  
**STATEMENT OF CASH FLOWS - BUSINESS-TYPE ACTIVITIES**  
**PROPRIETARY FUND**  
**For the Year Ended September 30, 2021**

	Sewer Fund
<b><u>Cash Flows From Operating Activities:</u></b>	
Received for Services	\$ 700,414
Payments to Suppliers for Goods and Services	(667,153)
Payments for Personnel	<u>(113,999)</u>
Net Cash Provided by Operating Activities	<u>(80,738)</u>
<b><u>Cash Flows From Financing Activities:</u></b>	
Transfer to Other Funds	<u>(80,625)</u>
Net Cash Used by Financing Activities	<u>(80,625)</u>
<b><u>Cash Flows From Investing Activities:</u></b>	
Interest	<u>4,116</u>
Net Cash Provided by Investing Activities	<u>4,116</u>
Net Increase in Cash and Cash Equivalents	(157,247)
<b>Cash and Cash Equivalents at Beginning of Year</b>	<u>2,623,336</u>
<b>Cash and Cash Equivalents at End of Year</b>	<u><u>\$ 2,466,089</u></u>
<b><u>Reconciliation of Operating Income to Net Cash Provided by Operating Activities:</u></b>	
Operating Income	<u>\$ (96,258)</u>
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:	
Depreciation	8,908
Changes in Assets and Liabilities:	
Increase/(Decrease) in Other Payables	<u>6,612</u>
Total Adjustments	<u>15,520</u>
<b>Net Cash Provided by Operating Activities</b>	<u><u>\$ (80,738)</u></u>

See Notes to Financial Statements





**TOWN OF NORTH REDINGTON BEACH, FLORIDA**  
**BUDGETARY COMPARISON SCHEDULES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

1. Budgetary Information

Through the budget, the Town Council sets the direction of the Town, allocates its resources and establishes its priorities. The Annual Budget assures the efficient and effective uses of the Town's economic resources, as well as establishing that the highest priority objectives are accomplished.

The Annual Budget serves from October 1<sup>st</sup> to September 30<sup>th</sup>, and is a vehicle that accurately and openly communicates these priorities to the community, businesses, vendors, employees and other public agencies. Additionally, it establishes the foundation of effective financial planning by providing resource planning, performance measures and controls that permit the evaluation and adjustment of the Town's performance.

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

- 1) In accordance with the Town Charter, prior to September 1<sup>st</sup>, the Mayor submits to the Town Council a proposed operating budget for the fiscal year commencing the following October 1<sup>st</sup>. The operating budget includes proposed expenditures and the means of financing them for the upcoming year for the general and special revenue funds. The budget is compared to budgetary basis expenditures, whereby encumbrances are treated as expenditures. The Town Charter requires that the budget be submitted in summary form. In addition, more detailed line item budgets are included for administrative control. The level of control for the detailed budgets is at the department head/function level.
- 2) Public hearings are conducted to obtain taxpayer comment.
- 3) Prior to September 30<sup>th</sup>, the budget is legally enacted through passage of ordinance.
- 4) Formal budgetary integration is employed as a management control device during the year. The Town Council reviews the monthly financial reports and compares budgetary data with actual to control any variance from the approved budget.
- 5) The Town Council approves, by ordinance, total budget appropriations only. Therefore, the level of budgetary responsibility is by total appropriations; however, for report purposes, this level has been expanded to a functional basis (General Government, Public Safety, etc).
- 6) Unused appropriations for all of the above annually budgeted funds lapse at the end of the year.
- 7) There was one budget revision during the year.

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General and Special Revenue Funds. Unexpended and unencumbered appropriations of these governmental funds automatically lapse at the end of the fiscal year. Encumbrances outstanding at year-end are reported as a reservation of fund balances.



# 1. BUDGETARY INFORMATION, Continued

## Budgetary Comparison Schedule, General Fund For the Year Ended September 30, 2021

	Original/Final Budget	Actual	Budget Variance - Favorable (Unfavorable)
<b>Fund Balance - Beginning of Year</b>	<u>\$ 769,511</u>	<u>\$ 769,511</u>	<u>\$ -</u>
<b>Resources (Inflows):</b>			
Taxes	772,808	807,950	35,142
Intergovernmental	89,250	141,170	51,920
Fines and Forfeitures	2,500	6,158	3,658
Licenses and Permits	6,500	6,120	(380)
Interest Income	4,500	1,394	(3,106)
Miscellaneous Revenue	<u>10,420</u>	<u>11,940</u>	<u>1,520</u>
<b>Amount Available for Appropriations</b>	<u>885,978</u>	<u>974,732</u>	<u>88,754</u>
<b>Charges to Appropriations (Outflows):</b>			
Current:			
General Government	343,889	354,948	(11,059)
Public Safety	447,640	445,347	2,293
Physical Environment	130,000	117,223	12,777
Culture and Recreation	<u>45,074</u>	<u>39,926</u>	<u>5,148</u>
<b>Total Charges to Appropriations</b>	<u>966,603</u>	<u>957,444</u>	<u>9,159</u>
<b>Resources Over/(Under) Charges     To Appropriations</b>	<u>(80,625)</u>	<u>17,288</u>	<u>97,913</u>
<b>Other Financing Sources:</b>			
Transfers In	<u>80,625</u>	<u>80,625</u>	<u>-</u>
<b>Change to Fund Balance</b>	<u>-</u>	<u>97,913</u>	<u>97,913</u>
<b>Fund Balance - End of Year</b>	<u>\$ 769,511</u>	<u>\$ 867,424</u>	<u>\$ 97,913</u>



# 1. BUDGETARY INFORMATION, Continued

## Budgetary Comparison Schedule, Capital Improvements Fund For the Year Ended September 30, 2021

	Original/Final Budget	Actual	Final Budget Variance - Favorable (Unfavorable)
<b>Fund Balance - Beginning of Year</b>	<u>\$ 911,498</u>	<u>\$ 911,498</u>	<u>\$ -</u>
<b>Resources (Inflows):</b>			
Intergovernmental	265,284	205,471	(59,813)
Interest	<u>2,758</u>	<u>859</u>	<u>(1,899)</u>
<b>Amount Available for Appropriations</b>	<u>268,042</u>	<u>206,330</u>	<u>(61,712)</u>
<b>Charges to Appropriations (Outflows):</b>			
Current:			
General Government	-	6,007	(6,007)
Capital Outlay	<u>49,309</u>	<u>43,301</u>	<u>6,008</u>
<b>Total Charges to Appropriations</b>	<u>49,309</u>	<u>49,308</u>	<u>1</u>
<b>Resources Over/(Under) Charges To Appropriations</b>	<u>218,733</u>	<u>157,022</u>	<u>(61,711)</u>
<b>Fund Balance - End of Year</b>	<u><u>\$ 1,130,231</u></u>	<u><u>\$ 1,068,520</u></u>	<u><u>\$ (61,711)</u></u>



# 1. BUDGETARY INFORMATION, Continued

## Budgetary Comparison Schedule, Stormwater Management Fund For the Year Ended September 30, 2021

	Original/Final Budget	Actual	Budget Variance - Favorable (Unfavorable)
<b>Fund Balance - Beginning of Year</b>	<u>\$ 469,275</u>	<u>\$ 469,275</u>	<u>\$ -</u>
<b>Resources (Inflows):</b>			
Intergovernmental	44,500	45,471	971
Interest	<u>2,040</u>	<u>635</u>	<u>(1,405)</u>
<b>Amount Available for Appropriations</b>	<u>46,540</u>	<u>46,106</u>	<u>(434)</u>
<b>Charges to Appropriations (Outflows):</b>			
Current:			
General Government	<u>48,827</u>	<u>47,613</u>	<u>1,214</u>
<b>Total Charges to Appropriations</b>	<u>48,827</u>	<u>47,613</u>	<u>1,214</u>
<b>Resources Over/(Under) Charges To Appropriations</b>	<u>(2,287)</u>	<u>(1,507)</u>	<u>780</u>
<b>Fund Balance - End of Year</b>	<u><u>\$ 466,988</u></u>	<u><u>\$ 467,768</u></u>	<u><u>\$ 780</u></u>





# 1. BUDGETARY INFORMATION, Continued

## Budgetary Comparison Schedule, Sewer Fund For the Year Ended September 30, 2021

	Original/Final Budget	Actual	Budget Variance - Favorable (Unfavorable)
<b>Net Position - Beginning of Year</b>	<u>\$ 2,608,212</u>	<u>\$ 2,608,212</u>	<u>\$ -</u>
<b>Operating Revenues:</b>			
Charges for Services	<u>690,350</u>	<u>700,414</u>	<u>10,064</u>
<b>Total Operating Revenues</b>	<u>690,350</u>	<u>700,414</u>	<u>10,064</u>
<b>Operating Expenses:</b>			
Personnel	<u>112,901</u>	<u>110,499</u>	<u>2,402</u>
Material, Supplies, Service Other	<u>500,300</u>	<u>677,265</u>	<u>(176,965)</u>
Depreciation	<u>9,000</u>	<u>8,908</u>	<u>92</u>
<b>Total Operating Expenses</b>	<u>622,201</u>	<u>796,672</u>	<u>(174,471)</u>
<b>Operating Income/(Loss)</b>	<u>68,149</u>	<u>(96,258)</u>	<u>(164,407)</u>
<b>Non-Operating Revenue:</b>			
Interest	<u>13,300</u>	<u>4,116</u>	<u>(9,184)</u>
<b>Total Non-Operating Revenue</b>	<u>13,300</u>	<u>4,116</u>	<u>(9,184)</u>
<b>Net Income/(Loss)</b>	<u>81,449</u>	<u>(92,142)</u>	<u>(173,591)</u>
<b>Other Funding Sources/(Uses)</b>			
Transfers out	<u>(80,625)</u>	<u>(80,625)</u>	<u>-</u>
<b>Change in Net Position</b>	<u>824</u>	<u>(172,767)</u>	<u>(173,591)</u>
<b>Net Position - End of Year</b>	<u>\$ 2,609,036</u>	<u>\$ 2,435,445</u>	<u>\$ (173,591)</u>



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**Town of North Redington Beach, Florida**  
**Schedule of Town's Proportionate Share of Net Pension Liability**  
**Florida Retirement System (FRS)**  
**Last Seven Fiscal Years**

	<u><b>2021</b></u>	<u><b>2020</b></u>	<u><b>2019</b></u>	<u><b>2018</b></u>
Town's proportion of the net pension liability (asset)	0.0005989%	0.0005110%	0.0004440%	0.0004363%
Town's proportionate share of the net pension liability (asset)	\$ 45,242	\$ 221,474	\$ 152,937	\$ 131,403
Town's covered employee payroll	\$ 235,330	\$ 217,755	\$ 210,288	\$ 203,573
Town's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	19.23%	101.71%	72.73%	64.55%
Plan fiduciary net position as a percentage of the total pension liability	96.40%	78.85%	82.61%	84.26%

\* The amounts presented for each Plan measurement year were determined as of 6/30

**Note 1:** GASB required information for 10 years. However, until a full 10-year trend is compiled, the Town is presenting information for only those years for which information is available.

**Note 2:** The Plan's fiduciary net position as a percentage of the total pension liability is published in Note 4 of the Plan's Comprehensive Annual Financial Report.

**Note 3:** The municipal rate used to determine the total pension liability for (HIS) decreased from 2.21% to 2.16%

2017

2016

2015

0.0004457%    0.0004386%    0.0004711%

\$ 131,835    \$ 110,757    \$ 60,854

\$ 196,523    \$ 196,308    \$ 190,133

67.09%    56.42%    32.01%

83.89%    84.88%    92.00%



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**Town of North Redington Beach, Florida**  
**Schedule of Town's Proportionate Share of Net Pension Liability**  
**Florida Retirement System (HIS)**  
**Last Seven Fiscal Years**

	<u><b>2021</b></u>	<u><b>2020</b></u>	<u><b>2019</b></u>	<u><b>2018</b></u>
Town's proportion of the net pension liability (asset)	0.00065073%	0.00061494%	0.0006244%	0.0006139%
Town's proportionate share of the net pension liability (asset)	\$ 79,822	\$ 75,083	\$ 67,063	\$ 64,975
Town's covered employee payroll	\$ 235,330	\$ 217,755	\$ 210,288	\$ 203,573
Town's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	33.92%	34.48%	31.90%	31.92%
Plan fiduciary net position as a percentage of the total pension liability	3.56%	3.00%	2.63%	2.15%

\* The amounts presented for each Plan measurement year were determined as of 6/30

**Note 1:** GASB required information for 10 years. However, until a full 10-year trend is compiled, the Town is presenting information for only those years for which information is available.

**Note 2:** The Plan's fiduciary net position as a percentage of the total pension liability is published in Note 4 of the Plan's Comprehensive Annual Financial Report.

**Note 3:** The municipal rate used to determined the total pension liability decreased from 2.21% to 2.16%.



<u>2017</u>	<u>2016</u>	<u>2015</u>
0.0006275%	0.0006231%	0.0006238%
\$ 67,096	\$ 72,619	\$ 63,616
\$ 196,523	\$ 196,308	\$ 190,133
34.15%	37.00%	33.46%
1.64%	0.97%	0.97%



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**Town of North Redington Beach, Florida**  
**Schedule of Town's Contributions**  
**Florida Retirement System (FRS)**  
**Last Seven Fiscal Years**

	<u><b>2021</b></u>	<u><b>2020</b></u>	<u><b>2019</b></u>	<u><b>2018</b></u>
Contractual required contributions	\$ 22,816	\$ 16,978	\$ 13,770	\$ 12,733
Contributions in relation to the contractually required contributions	<u>22,816</u>	<u>16,978</u>	<u>13,770</u>	<u>12,733</u>
Contribution deficiency	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Town's covered employee payroll	\$ 235,330	\$ 217,755	\$ 210,288	\$ 203,573
Contributions as a percentage of covered Employee payroll	9.70%	7.80%	6.55%	6.26%

\*The amounts presented for each Plan measurement year were determined as of 6/30

**Note 1:** GASB required information for 10 years. However, until a full 10-year trend is compiled, the Town is presenting information for only those years for which information is available.

<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 11,603	\$ 10,953	\$ 10,801
<u>11,603</u>	<u>10,953</u>	<u>10,801</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 196,523	\$ 196,308	\$ 190,133
5.91%	5.58%	5.68%



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**Town of North Redington Beach, Florida**  
**Schedule of Town's Contributions**  
**Florida Retirement System (HIS)**  
**Last Seven Fiscal Years**

	<u><b>2021</b></u>	<u><b>2020</b></u>	<u><b>2019</b></u>	<u><b>2018</b></u>
Contractual required contributions	\$ 3,825	\$ 3,544	\$ 3,478	\$ 3,350
Contributions in relation to the contractually required contributions	<u>3,825</u>	<u>3,544</u>	<u>3,478</u>	<u>3,350</u>
Contribution deficiency	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Town's covered employee payroll	\$ 235,330	\$ 217,755	\$ 210,288	\$ 203,573
Contributions as a percentage of covered Employee payroll	1.63%	1.63%	1.66%	1.65%

\*The amounts presented for each Plan measurement year were determined as of 6/30

**Note 1:** GASB required information for 10 years. However, until a full 10-year trend is compiled, the Town is presenting information for only those years for which information is available.



<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 3,321	\$ 3,207	\$ 3,156
<u>3,321</u>	<u>3,207</u>	<u>3,156</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 196,523	\$ 196,308	\$ 190,133
1.69%	1.64%	1.66%



# *Crawford & Jones, CPA's*

CERTIFIED PUBLIC ACCOUNTANTS

*Paul J. Crawford, CPA  
Richard J. Jones, Jr., CPA*

*Members:  
American Institute of CPAs  
Florida Institute of CPAs*

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

Honorable Mayor and Town Council  
Town of North Redington Beach, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Town of North Redington Beach, Florida (Town) as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements and have issued our report thereon dated May 20, 2022.

### **Internal Control Over Financial Reporting**

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

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

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

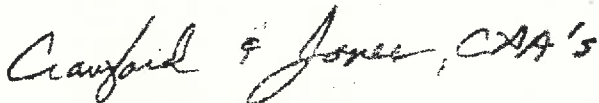


### Compliance and Other Matters

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

### Purpose of This Report

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

A handwritten signature in cursive script that reads "Crawford & Jones, CPA's".

Crawford & Jones, CPA's  
Clearwater, Florida  
May 20, 2022



# *Crawford & Jones, CPA's*

CERTIFIED PUBLIC ACCOUNTANTS

*Paul J. Crawford, CPA  
Richard J. Jones, Jr., CPA*

*Members:  
American Institute of CPAs  
Florida Institute of CPAs*

## **INDEPENDENT AUDITOR'S MANAGEMENT LETTER**

Honorable Mayor and Town Council  
Town of North Redington Beach, Florida

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

We have audited the financial statements of the Town of North Redington Beach, Florida (Town) as of and for the fiscal year ended September 30, 2021, and have issued our report thereon dated May 20, 2022.

### **Auditor's Responsibility**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and Chapter 10.550, Rules of the Florida Auditor General.

### **Other reports and Schedule**

We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and Compliance and Other Matters Based on an Audit of the Financial Statements Performed in accordance with *Government Auditing Standards*.

### **Prior Audit Findings**

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

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

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





## **Financial Conditions and Management**

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

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

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

## **Other Matters**

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

## **Purpose of this Letter**

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



Crawford and Jones CPA's  
Clearwater, Florida  
May 20, 2022



# *Crawford & Jones, CPA's*

CERTIFIED PUBLIC ACCOUNTANTS

*Paul J. Crawford, CPA  
Richard J. Jones, Jr., CPA*

*Members:  
American Institute of CPAs  
Florida Institute of CPAs*

## **INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH SECTION 218.415 FLORIDA STATUTES**

Honorable Mayor and Town Council  
Town of North Redington Beach, Florida

We have examined the Town of North Redington Beach, Florida's (Town) compliance with the requirements of Section 218.415, Florida Statutes, as of and for the year ended September 30, 2021, as required by Section 10.556(10)(a), *Rules of the Auditor General*. Management is responsible for the Town's compliance with those requirements. Our responsibility is to express an opinion on the Town's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and accordingly, included examining, on a test basis, evidence about the Town's compliance with those requirements and performing such other procedures as we consider necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the Town's compliance with specified requirements.

In our opinion, the Town complied in all material respects, with the aforementioned requirements for the year ended September 30, 2021.

This report is intended solely for the information and use of the Town and the Auditor General, State of Florida, and is not intended to be and should not be used by anyone other than these specified parties.

*Crawford & Jones, CPA's*

Crawford & Jones, CPA's  
Clearwater, Florida  
May 20, 2022





