NORTH MIAMI SPECIAL POLICE OFFICERS' FUND

FINANCIAL STATEMENTS

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2025

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INDEPENDENT AUDITORS' REPORT

To the Board of Trustees and Management of the
North Miami Special Police Officers' Fund
12000 Biscayne Blvd., Suite 508
North Miami, FL 33181

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of the North Miami Special Police Officers' Trust Fund (the "Fund") which comprise the statement of the fiduciary net position as of September 30, 2025, and the related statement of changes in fiduciary net position for the nine-month period then ended, and the related notes to the financial statements, which collectively comprise the Fund's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the fiduciary net position of the Fund, as of September 30, 2025, and the change in fiduciary net position for the nine-month period then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Fund and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matters

The Fund has not presented the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America has determined as necessary to supplement, although not required to be a part of the financial statements.

In addition, as discussed in Note 7 to the financial statements, effective September 9, 2025, the City of North Miami approved the merger of the Fund into the North Miami Police Pension Plan. In connection with this merger, a portion of the Fund's assets and related obligations was transferred to that plan during the nine-month period ended September 30, 2025, and the remaining assets and related obligations were transferred subsequent to year end, after which the Fund ceased active operations.

Our opinion is not modified with respect to these matters.

Responsibilities of Management for the Financial Statements

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

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

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Auditors' Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the schedule of investment returns on page 12 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

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

Report on Comparative Information

The summarized comparative information presented as of and for the year ended December 31, 2024, was audited by another auditor whose report, dated July 29, 2025, expressed an unmodified opinion on those financial statements.

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Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 25, 2026, on our consideration of the Fund's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Fund's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Fund's internal control over financial reporting and compliance.

Caballero Fierman Llerena & Garcia, LLP

Miami, Florida
June 25, 2026

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FINANCIAL STATEMENTS

NORTH MIAMI SPECIAL POLICE OFFICERS' FUND
STATEMENT OF FIDUCIARY NET POSITION
SEPTEMBER 30, 2025
(WITH COMPARATIVE INFORMATION AS OF DECEMBER 31, 2024)

	2025	2024
ASSETS		
Cash and cash equivalents	$ 572,348	$ 595,347
Investments:		
Money market funds and short-term investment	2,903	721,046
Common stocks	17,383	2,446,901
Equity mutual funds	-	364,873
Bond mutual funds	-	367,524
Total investments	20,286	3,900,344
Prepaid expenses	974	1,948
Total assets	593,608	4,497,639
LIABILITIES		
Accounts payable	31,997	18,488
NET POSITION		
Net position restricted for plan benefits	$ 561,611	$ 4,479,151

The accompanying notes are an integral part of these financial statements

NORTH MIAMI SPECIAL POLICE OFFICERS' FUND
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2025
(WITH COMPARATIVE INFORMATION FOR THE FISCAL YEAR ENDED DECEMBER 31, 2024)

ADDITIONS	2025	2024
Contributions:		
State of Florida	$ -	$ 584,795
Total contributions	-	584,795
Investment income:		
Net appreciation in fair value of investments	196,726	269,539
Interest and dividends	63,136	94,565
Total investment income	259,862	364,104
Less: investment expenses	(25,759)	(40,657)
Net investment income	234,103	323,447
Total additions	234,103	908,242
DEDUCTIONS		
Benefits paid to participants	852,736	310,852
Contributions to North Miami Police Pension Plan	26,667	82,682
Administrative expenses	57,577	53,910
	936,980	447,444
Other deductions:		
Assets transferred to defined benefit pension plan	3,214,663	-
Total deductions	4,151,643	447,444
Net increase (decrease)	(3,917,540)	460,798
Net position restricted for plan benefits:		
Beginning of year	4,479,151	4,018,353
End of year	$ 561,611	$ 4,479,151

The accompanying notes are an integral part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 – DESCRIPTION OF THE FUND

The following description of the North Miami Special Police Officers' Fund (the "Fund" or "Plan") (Ordinance 592) (a Share Plan) provides only general information. A more complete description of the Fund's provisions is contained in the local ordinances governing the operations of the Fund.

GENERAL

The Fund's governing board is made up of a Committee which consists of the Mayor of the City of North Miami, Florida (the "City"), the Police Chief, and three police officers of the City's police department to be elected by Fund participants. The three elected Committee members will serve as the Secretary, Treasurer, and Vice Chairman for the Fund. The Mayor would serve as the Chairman, however, since the Mayor does not participate in any of the meetings, the Vice Chairman then serves as the Chairman.

The Fund, which is established under Chapter 185 of the Florida statutes, is a defined contribution plan and provides retirement benefits for police officers of the City from funds provided for that purpose by Chapter 185. These benefits are in addition to benefits provided by the City's retirement system. Effective December 1, 2016, the City joined the Florida Retirement System ("FRS") and closed this Fund to new members. All certified law enforcement officers who were employed on the date the City joined the FRS have an option to remain in the City's Plan or participate in the FRS. As of September 30, 2025, there were 94 participants with account balances in the Fund.

FUNDING

Pursuant to Chapter 185, Florida Statutes, the State imposes a 0.85% tax on casualty insurance premiums paid within the City's corporate limits. Historically, the proceeds of this tax were contributed to the Fund and represented the source of the City's funding for benefits provided through the Fund. In anticipation of and pursuant to the merger of this Fund into the North Miami Police Pension Plan (see Note 7 for additional information on the merger), the Chapter 185 premium tax revenues attributable to the current period were remitted directly to the North Miami Police Pension Plan and were not recognized by this Fund. The Fund is non-contributory for participants; accordingly, the Fund's assets consist of Chapter 185 premium tax contributions previously remitted to the Fund and income and losses derived from investments.

PARTICIPANT SHARE ACCOUNTS

Historically, the Chapter 185 payment received from the State of Florida through the City is deposited into the Fund, and a Share account was established for each active participant with permanent status. State Chapter 185 funds net of costs, expenses, and fees were credited to each participant's Share account based on the number of months worked in the calendar year preceding the date in which the funds were received, and forfeitures of non-vested terminated participants were allocated to current participants and current year retirees on the same basis. Beginning in the nine-month period ending September 30, 2025, in anticipation of the merger of this Plan into the North Miami Police Pension Plan, the State Chapter 185 contribution related to these participants was remitted directly to the North Miami Police Pension Plan, and accordingly, no Chapter 185 contribution was deposited or recognized as revenue by the Fund for the nine-month period ending September 30, 2025.

Twenty (20) days worked in a calendar month shall be counted as a full month. If a participant works less than twenty days in a calendar month, the participant is credited with a fractional month. Allocation of investment income or loss bears the same ratio to total annual earnings or losses as assets allocated to a participant bear to total assets of the Fund. Once a participant leaves employment of the City's Police Department, no additional investment earnings are credited to that participant's account, even if the funds are not withdrawn. Participants may not borrow against their account balances.

Participants' retirement benefits are distributed in accordance with the applicable City ordinance.

NORMAL BENEFITS

Participants commence vesting in the Fund after 5 years from the date of hire and are fully vested after 10 years of service.

NOTE 1 – DESCRIPTION OF THE FUND (CONTINUED)

FORFEITURES

Benefits are forfeitable pursuant to the provisions of section 112.3173, of the Florid Statutes, which provide for the forfeiture of retirement benefits of persons convicted of specified offenses. Additionally, forfeiture may also occur pursuant to Section 185.185, of the Florida Statutes, upon criminal conviction for fraudulent and/or false acts or statements related to obtaining a benefit from the Fund. The Committee may defer acting on a retirement application if criminal charges are pending against a participant at the time of retirement. Benefits are also forfeitable in accordance with the vesting schedule. As of September 30, 2025, the Fund had no forfeitures.

PLAN TERMINATION

The City has approved the termination of the Fund and the merger of all assets and obligations of the Fund into the North Miami Police Pension Plan. Upon completion of the merger, the Fund will cease to exist, and all benefit obligations formerly administered through the Fund will be administered through the North Miami Police Pension Plan. The merger and related arrangements are described in more detail in Note 7.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The Fund's financial statements are prepared using the accrual basis of accounting in conformity with generally accepted accounting principles in the United States of America ("U.S. GAAP") as applied to governmental units. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body establishing governmental accounting and financial reporting principles. The State of Florida Chapter 185 payment is recognized as revenue when received; expenses are recognized when they are incurred.

These financial statements present the fiduciary net position of the Fund as of September 30, 2025, and the changes in fiduciary net position for the nine-month period from January 1, 2025 through September 30, 2025. During 2025, the Fund changed its fiscal year-end from December 31 to September 30 to align its reporting period with that of the City of North Miami and the North Miami Police Pension Plan. Prior-year financial statements were prepared for the twelve-month period ended December 31, 2024. Additional information regarding this change in year-end and the resulting short-period presentation is provided in Note 8.

USE OF ESTIMATES

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of additions and deductions in net position restricted for retirement benefits. Actual results could differ from those estimates.

RISKS AND UNCERTAINTIES

Investments are exposed to various risks, such as interest rate, market and credit risk. Market risks include global events, which could impact the value of investments securities, such as a pandemic or international conflict. Due to the level of risk associated with certain investments and the level of uncertainty related to changes in the value of investments, it is at least reasonably possible that changes in risks in the near term could materially affect balances and the amounts reported in the statement of fiduciary net position.

INVESTMENT VALUATION AND INCOME RECOGNITION

Investments are recorded at fair value in the statement of fiduciary net position, except for money market funds and the short-term investment which are reported at amortized cost. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The diversity of the investment types in which the fund has entered into requires a range of techniques to determine fair value. Refer to Note 4 of the financial statement for more detail regarding the methods used to measure the fair value of investments.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

INVESTMENT VALUATION AND INCOME RECOGNITION (continued)

Realized and unrealized gains and losses are presented as net appreciation (depreciation) in fair value of investments on the statement of changes in fiduciary net position along with gains and losses realized on sales of investments. Purchases and sales of investments are recorded on a trade-date basis. Dividends are recorded on the ex-dividend date.

CASH

Deposits are carried at cost. Cash reported in the statement of fiduciary net position includes a demand account used for Fund operations, which is insured by the Federal Deposit Insurance Corporation ("FDIC") and from time to time may exceed federally insured limits. At September 30, 2025, the Fund's cash exceeded FDIC insured limits by approximately $322,000.

COMPARATIVE INFORMATION

The financial statements include certain prior year comparative information. Such summarized information does not include sufficient detail in the notes to financial statements to constitute a presentation in conformity with U.S. GAAP. Accordingly, such information should be read in conjunction with the Fund's financial statements for the year ended December 31, 2024, from which the information was derived. Because the current period represents a nine-month period ended September 30, 2025, and the prior period represents a twelve-month period ended December 31, 2024, amounts for the two periods are not directly comparable (see Note 8 to the financial statements).

RECLASSIFICATIONS OF PRIOR-YEAR AMOUNTS

Certain amounts in the summarized prior-year financial information have been reclassified to conform to the current period presentation. Specifically, amounts previously reported within administrative expenses are now reported within investment expenses in the statement of changes in fiduciary net positions and in the schedule of investment expenses and administrative expenses. These reclassifications had no effect on total change in net position, total net position at beginning and end of the period, or on previously reported change in net position for the prior year.

NOTE 3 – PARTICIPANTS' EQUITY

The Fund's equity as of September 30, 2025 is $561,611. This amount represents net position restricted for retirement benefits as of September 30, 2025.

The State contribution for the calendar year 2024 that would otherwise have been credited to the Fund in 2025 was remitted directly to the North Miami Police Pension Plan. Accordingly, no portion of the State's 2024 Chapter 185 contribution was recorded by the Fund for the nine-month period ended September 30, 2025. Vested participants who retired or were otherwise terminated during 2025 are entitled to receive their allocated share of the contribution from the State of Florida in 2026 for the calendar year 2025 (see Note 6).

NOTE 4 – INVESTMENTS

The Fund categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset as defined below:

Level 1 - Investments' fair values based on prices quoted in active markets for identical assets at the measurement date.

Level 2 - Investments' fair values based on observable inputs for the assets either directly or indirectly, other than those considered Level 1 inputs, which may include quoted prices for identical assets in markets that are not considered to be active, and quoted prices of similar assets in active or inactive markets

Level 3 - Investments' fair value inputs based upon unobservable inputs

The diversity of the investment types in which the Fund has entered into requires a range of techniques to determine fair value. The overall valuation processes and information sources by major investment classification are as follows:

NOTE 4 – INVESTMENTS (CONTINUED)

Money market funds and the short-term investment are reported at amortized cost.

Common stock traded on a national securities exchange is valued at the last reported sales price on the last business day of the fiscal year. Securities traded in the over-the counter market and listed securities for which no sale was reported on that date are valued at the last reported bid price (Level 1).

Mutual funds are valued at the daily closing price as reported by the fund. Mutual funds held by the Fund are open-end mutual funds that are registered with the U.S. Securities and Exchange Commission (Level 1).

At present the Fund does not value any of its investments using Level 2 or 3 inputs.

The following table summarizes the valuation of the Fund's investments in accordance with the above mentioned fair value hierarchy levels as of September 30, 2025:

		Fair Value Measurements Using		
Investment by Fair Value Level	Reported Value	Quoted Prices in Active Markets for Identical Assets Level 1	Significant Other Observable Inputs Level 2	Significant Unobservable Inputs Level 3
Common Stocks	$ 17,383	$ 17,383	$ -	$ -
Total investments by Fair Value Level	$ 17,383	$ 17,383	$ -	$ -
Money market funds and short-term investment (exempt)	2,903			
Total Investments	$ 20,286			

INTEREST RATE RISK

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. As a means of limiting its exposure to interest rate risk, the Fund diversifies its investments by security type and institution, and limits holdings in any one type of investment with any one issuer with various durations of maturities.

CONCENTRATION OF CREDIT RISK

Concentration of credit risk is the risk inherent with investing a significant amount of Fund assets in particular issuers. The Fund limits investments that may be invested in any on issuer to no more than 5% of fiduciary net position, other than those issued by the U.S. government or its agencies. As of September 30, 2025, due to the timing of the liquidation of investments and the pending transfer of assets in connection with the merger of the Fund into the North Miami Police Pension Plan (see Note 7), the Fund's investments were temporarily concentrated into a single issuer. This concentration was short-term in nature and was resolved upon the subsequent transfer of assets.

CUSTODIAL CREDIT RISK

Custodial risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the Fund will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. Investment securities are exposed to custodial risk if the securities are uninsured, are not registered in the name of the Fund, and are held either by the counterparty or the counterparty's trust department or agent but not in the Fund's name. Consistent with the Fund's investment policy, the investments are held by the Fund's custodial bank and registered in the Fund's name.

NOTE 4 – INVESTMENTS (CONTINUED)

CREDIT RISK

Credit risk is the risk that a security or a portfolio will lose some or all of its value due to a real or perceived change in the ability of the issuer to repay its debt. This risk is generally measured by the assignment of a rating by a nationally recognized statistical rating organization. The Fund's investment policy utilizes portfolio diversification in order to control this risk.

RATE OF RETURN

For the nine-month period ended September 30, 2025, the time-weighted rate of return on Fund investments, net of Fund investment expenses, was 8.33%. The time-weighted rate of return expresses investment performance, net of investment expense, adjusted for changing amounts actually invested.

NOTE 5 – PREMIUM TAX REVENUES ACCUMULATED EXCESS

The City and the Dade County Police Benevolent Association ("PBA") previously reached a mutual agreement regarding the use of premium tax revenues received from the State of Florida. Under the collective bargaining agreement between the City and the PBA for the period October 1, 2021 through September 30, 2024, he allocation of premium tax revenues received by the Fund is set forth in Article 26 as follows:

- The first $82,682 of the premium tax revenues received for fiscal year 2024 shall be used to offset the City's annual required contributions.
- The annual premium received by the City in excess of $82,682 up to $230,268 shall be allocated to the Fund.
- The annual premium received by the City in excess of the $230,268 shall be designated as unallocated and held in reserve as an accumulated excess.

Under this prior agreement, an excess of $354,527 was held for reserve by the Fund for the year ended September 30, 2025. The aggregate amount held in reserve which includes prior year reserves is $1,092,332 which is included in net position restricted for retirement benefits in the accompanying statement of changes in fiduciary net position. As of December 31, 2024, the Fund paid in full the City's proportionate share of the Chapter 185 premium tax revenues to the North Miami Police Pension Plan.

Effective October 1, 2024, the current collective bargaining agreement between the City and the PBA for the period October 1, 2024 through September 30, 2027, changed the use of Chapter 185 premium tax revenues. The agreement provides that "all Chapter 185 premium tax revenues received by the Plan each plan year and all accumulated excess Chapter 185 premium tax revenues currently held by the Plan will be used to offset the City's annual required contribution." Accordingly, during the nine-month period ended September 30, 2025, (i) all Chapter 185 premium tax revenues were emitted directly to and recorded by the North Miami Police Pension, and (ii) the accumulated excess Chapter 185 premium tax revenues previously held by the Fund were applied to offset the City's annual required contribution. As a result, no accumulated excess Chapter 185 premium tax reserve remained in this Fund as of September 30, 2025.

NOTE 6 – TAX STATUS

The Fund's Committee and legal counsel believe that the Fund is designed, and is currently being operated, in compliance with the applicable requirements of the Internal Revenue Code and, therefore, believe that the Fund is nonqualified, and the related trust is tax-exempt.

NOTE 7 – PENSION PLAN MERGER

Towards the end of the nine-month period ended September 30, 2025, the North Miami Special Police Officers' Fund (the "592 Plan") was merged with the North Miami Police Pension Plan (the "748 Plan"), with the 748 Plan designated as the surviving plan. As part of the merger, the investment assets of the 592 Plan were evaluated and, where appropriate, liquidated and reinvested. Certain investments of the 592 Plan were sold and reinvested in exchange-traded funds (ETF) prior to transfer, and then transferred in cash to the trustee for the 748 Plan, to be diversified in accordance with the 748 Plan's investment allocation. The 748 Plan intends to maintain records sufficient to track and allocate the transferred amounts for accounting and allocation purposes, as needed, to ensure the transferred funds continue to satisfy benefit obligations attributable to former 592 Plan members. As of September 30, 2025, plan assets of the 592 Plan totaling $3,214,563 had been transferred into the 748 Plan. The remaining net position of the 592 Plan is $561,711, which represents amounts that are expected to be fully transferred to and recognized within the 7748 Plan by the end of the fiscal year ending September 30, 2026.

NOTE 8 – CHANGE IN PLAN YEAR-END

The Fund previously issued its financial statements on a calendar-year basis with a December 31 year-end. The most recent financial statements under that reporting convention covered the year ended December 31, 2024. Effective 2025, the Fund changed its fiscal year-end from December 31 to September 30 to align its reporting period with that of the City of North Miami and the North Miami Police Pension Plan. As a result, these financial statements present the results of operations and changes in fiduciary net position for the nine-month period from January 1, 2025 through September 30, 2025. This change in year-end and the resulting short-period presentation should be considered when comparing the amounts in these financial statements and any related trend information with prior periods, consistent with the governmental reporting requirements to disclose factors that significantly affect trends and comparability of reported information.

REQUIRED SUPPLEMENTARY INFORMATION

NORTH MIAMI SPECIAL POLICE OFFICERS' FUND
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF INVESTMENT RETURNS

	Period ended September 30, 2025*	Fiscal years ended December 31,							
		2024	2023	2022	2021	2020	2019	2018	2017
Annual money-weighted rate of return, net of investment expense	8.33%	11.40%	15.29%	-17.78%	14.22%	13.67%	26.12%	-1.88%	11.40%

* Effective January 1, 2025, the Plan changed its fiscal year-end from December 31 to September 30. As a result, the current period presented above is a 9-month fiscal period from January 1, 2025 to September 30, 2025. The money-weighted rate of return shown for this period reflects the investment return for that 9-month period and is not directly compareable to the annual return for the 12-motnh fiscal years presented.

This schedule is presented as required by accounting principles generally accepted in the United States of America, however, until a full 10-year trend is compiled, information is presented for those years available.

SUPPLEMENTARY INFORMATION

NORTH MIAMI SPECIAL POLICE OFFICERS' FUND
SUPPLEMENTARY SCHEDULES OF INVESTMENT
EXPENSES AND ADMINISTRATIVE EXPENSES
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2025
(WITH COMPARATIVE INFORMATION FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2024)

	2025	2024
Schedule of Investment Expenses		
Investment management fees:		
Manager fees	$ 15,259	$ 19,657
Consulting fees	10,500	21,000
Total investment management fees	$ 25,759	$ 40,657
Schedule of Administrative Expenses		
Professional services:		
Accounting and audit	21,175	20,500
Administrator	13,464	17,952
Legal	3,490	9,658
Total professional services	38,129	48,110
Other:		
Travel expenses	7,242	2,971
Office expenses	11,232	2,000
Insurance	974	829
Total other	19,448	5,800
Total administrative expenses	$ 57,577	$ 53,910

COMPLIANCE SECTION

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

To the Board of Trustees and Management of the
North Miami Special Police Officers' Fund
North Miami, 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 North Miami Special Police Officers' Fund (the "Fund"), as of and for the nine-month period ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the Fund's basic financial statements, and have issued our report thereon dated June 25, 2026.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Fund's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Plan's internal control. Accordingly, we do not express an opinion on the effectiveness of Fund'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 Fund's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Fund's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. 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 an instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of finding and response as item 2025-01.

Fund's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the North Miami Special Police Officers' Fund's response to the findings identified in our audit and described in the accompanying schedule of findings and responses. The Fund's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

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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 Fund'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 Plan's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Caballero Fierman Llerena & Garcia, LLP

Miami, Florida
June 25, 2026

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MATERIAL NONCOMPLIANCE

2025-01 Annual Financial Audit Requirement

Criteria:

Florida Statutes section 185.221 states local law plans shall have an annual financial audit of its accounts and records completed each year, on or before March 15. The trustees of the retirement plan shall submit an independent audit by a certified public accountant if the fund has $250,000 or more in assets, or a certified statement of accounting if the fund has less than $250,000 in assets, for the most recent plan year, showing a detailed listing of assets and a statement of all income and disbursements during the year. Such income and disbursements must be reconciled with the assets at the beginning and end of the year to the division of retirement in order for the retirement plan of such municipality to receive a share of the state funds for the then-current calendar year.

Condition:

The Plan did not complete its annual financial audit for the nine-month period ended September 30, 2025 by March 15 of the subsequent year.

Cause:

The Plan did not have its annual financial audit for the fiscal year ended September 30, 2025 completed by March 15 of the subsequent year.

Effect:

The Plan is not in compliance with Florida Statutes section 185.221

Recommendation:

We recommend that, in the future, the Plan completes its annual financial audit by March 15 of the subsequent year to ensure compliance with Florida Statues Section 185.221.

Views of Responsible Officials and Planned Corrective Action:

The Plan will strive to complete future audits by February to meet the March 15 deadlines going forward.