

THE CITY OF PLANTATION, FLORIDA

**BASIC FINANCIAL STATEMENTS
AND OTHER SCHEDULES**

September 30, 2007

**CITY OF PLANTATION, FLORIDA
 BASIC FINANCIAL STATEMENTS
 AND OTHER SCHEDULES
 FOR THE YEAR ENDED SEPTEMBER 30, 2007**

TABLE OF CONTENTS

	<u>PAGES</u>
FINANCIAL SECTION:	
Independent Auditors' Report	1-2
Management's Discussion and Analysis (Not Covered by Independent Auditors' Report)	3-13
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets	14
Statement of Activities	15
Fund Financial Statements:	
Balance Sheet – Governmental Funds	16
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets	17
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	18
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	19
Statement of Revenues and Expenditures – Budget and Actual – General Fund	20-24
Statement of Revenues and Expenditures – Budget and Actual – Pledged Revenue Fund	25
Statement of Net Assets – Proprietary Funds	26
Statement of Revenues, Expenses and Changes in Net Assets – Proprietary Funds	27
Statement of Cash Flows – Proprietary Funds	28-29

CITY OF PLANTATION, FLORIDA
BASIC FINANCIAL STATEMENTS
AND OTHER SCHEDULES
FOR THE YEAR ENDED SEPTEMBER 30, 2007

TABLE OF CONTENTS
(continued)

	<u>PAGES</u>
Statement of Fiduciary Net Assets – Pension Funds	30
Statement of Changes in Fiduciary Net Assets – Pension Funds	31
Notes to Financial Statements	32-62

REQUIRED SUPPLEMENTARY INFORMATION:

Pension Trust Funds:

Schedules of Contributions from the Employer and the State of Florida:

General Employees' Pension Trust Fund	63
Police Officers' Pension Trust Fund	64
Volunteer Firefighters' Pension Trust Fund	65

Schedules of Funding Progress:

General Employees' Pension Trust Fund	66
Police Officers' Pension Trust Fund	67
Volunteer Firefighters' Pension Trust Fund	68
Annual Pension Costs – All Pension Trust Funds	69

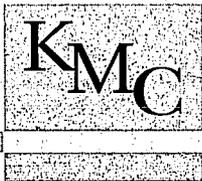
Combining Financial Statements:

Combining Balance Sheet – Nonmajor Governmental Funds	70
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	71
Combining Balance Sheet – Special Revenue Funds	72
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Special Revenue Funds	73
Combining Balance Sheet – Debt Service Funds	74
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Debt Service Funds	75
Combining Balance Sheet – Capital Project Funds	76

CITY OF PLANTATION, FLORIDA
BASIC FINANCIAL STATEMENTS
AND OTHER SCHEDULES
FOR THE YEAR ENDED SEPTEMBER 30, 2007

TABLE OF CONTENTS
(continued)

	<u>PAGES</u>
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Capital Project Funds	77
 OTHER FINANCIAL INFORMATION:	
Capital Assets Used in the Operation of Governmental Funds	
Schedule of Capital Assets by Function and Activity	78
Schedule of Changes in Capital Assets by Function and Activity	79
Schedule of Insurance Coverage	80-81
 OTHER REPORTS OF INDEPENDENT AUDITORS AND RELATED SCHEDULES:	
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 <u>Government Auditing Standards</u>	82-83
Independent Auditors' Report on Compliance and Internal Control over Compliance Applicable to Each Major Federal Program and State Project	84-85
Independent Auditors' Report to City Management	86-87
Schedule of Expenditures of Federal Programs and State Projects	88-89
Schedule of Expenditures of Local Financial Assistance	90
Schedule of Findings and Questioned Costs	91-95



KEEFE, McCULLOUGH & CO., LLP
CERTIFIED PUBLIC ACCOUNTANTS

JOHN R. KEEFE, C.P.A.
STEVEN H. WOODS, C.P.A.
DAVID T. WILLIAMS, C.P.A.
JOSEPH D. LEO, C.P.A.
WILLIAM G. BENSON, C.P.A.
KENNETH G. SMITH, C.P.A.

LOUIS R. PROIETTO, C.P.A.
CYNTHIA L. CALVERT, C.P.A.
JOHN E. McCULLOUGH, C.P.A. (RETIRED)
THOMAS T. CARPENTER, C.P.A. (RETIRED)
PAUL B. SNEIDER, C.P.A. (RETIRED)
BRIAN D. PINNELL, C.P.A. (RETIRED)

ISRAEL J. GOMEZ, C.P.A.
CHARLES K. RUMPF, C.P.A.
JAMES R. LARAWAY, C.P.A.

ROSS S. GOTTHOFFER, C.P.A.
HILLARY B. DAIGLE, C.P.A.

6550 NORTH FEDERAL HIGHWAY
SUITE 410
FORT LAUDERDALE, FLORIDA 33308
(954) 771-0896
FAX: (954) 938-9353
E-MAIL: kmc@kmc CPA.com

INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members of the City Council
City of Plantation, Florida
Plantation, Florida

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of City of Plantation, Florida (the "City"), as of and for the year ended September 30, 2007, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above, present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of City of Plantation, Florida at September 30, 2007, and the respective changes in financial position and cash flows, where applicable, and the respective budgetary comparison for the General Fund and Pledged Revenue Fund, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated March 5, 2008, on our consideration of City of Plantation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grants and other matters. The purpose of that report is 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

City of Plantation, Florida

Management's Discussion and Analysis is not a required part of the basic financial statements, but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consist principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements of City of Plantation, Florida taken as a whole. The accompanying schedule of expenditures of awards and state financial assistance is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and the Florida Single Audit Act, and is not a required part of the basic financial statements. The combining and individual fund statements and schedules and other financial information, as listed in the table of contents, are also presented for purposes of additional analysis and are not a required part of the basic financial statements. All such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the basic financial statements taken as a whole.

Keefe, McCullough & Co., LLP

KEEFE, MCCULLOUGH & CO., LLP

Fort Lauderdale, Florida
March 5, 2008

CITY OF PLANTATION, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
September 30, 2007

As management of the City of Plantation, Florida (the "City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the year ended September 30, 2007. This discussion is to be read in conjunction with the City's financial statements, which immediately follow the discussion.

FINANCIAL HIGHLIGHTS

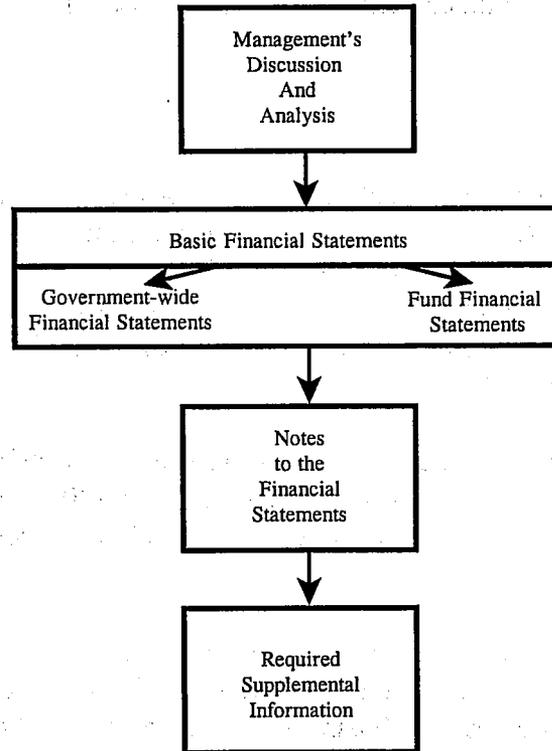
- The assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$ 233,297,939 (net assets), which is an increase over the prior year of \$ 20,726,301, which includes \$ 6,962,011 in restated beginning net assets (Note 2s). Of the net asset amount, \$ 69,957,709 is unrestricted and may be used to meet the City's ongoing obligations to citizens and creditors. See detailed explanation on page 8.
- The governmental activities revenues totaled \$ 96,332,514 or a 13.9% decrease over the prior year and expenses totaled \$ 82,126,120, or a 25.0% decrease over the prior year. The increase in governmental net assets of \$ 14,206,394 is analyzed on page 9.
- The business-type activities revenues totaled \$ 31,564,058, or a .6% increase over the prior year and expenses totaled \$ 32,006,162, or a 10.5% increase over the prior year. The decrease in business-type net assets of \$ 442,104 is analyzed on page 10.
- During the year, the City's governmental funds' expenditures and financing uses totaled \$ 120,226,922 compared to \$ 123,723,893 generated in revenues and other financing sources for governmental programs.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of four components: 1) government-wide financial statements, 2) fund financial statements, 3) notes to financial statements and 4) required supplementary information. Figure 1 shows how the required parts of this annual report are arranged and relate to one another.

CITY OF PLANTATION, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
(continued)
September 30, 2007

Figure 1
Required Components of the
Basic Financial Statements and Other Schedules



GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. The government-wide financial statements include the first two statements that follow this analysis, the statement of net assets and the statement of activities.

The statement of net assets presents information on all of the City's assets and liabilities, with the difference between the two reported as net assets. The change in net assets over time may be a useful indicator of the City's financial health.

The statement of activities presents information showing how the City's net assets changed during the most recent year. It provides a breakdown of revenues and expenses by functions. All changes in net assets 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., assessment receivables, and earned but unused compensated absences).

CITY OF PLANTATION, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
(continued)
September 30, 2007

Both of the government-wide financial statements distinguish functions of the City 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 City include general government, public safety, transportation, physical environment, and culture and recreation. The business-type activities of the City include Water and Wastewater Services, Fire/Rescue Services and a Golf Course.

The government-wide financial statements include not only the City itself (known as the primary government), but also the Plantation Gateway Development District, the Plantation Midtown Development District, both dependent taxing districts and the Community Redevelopment Agency, a legally separate redevelopment agency for which the City is financially accountable. Financial information for these blended component units is reported in the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 14 and 15 of this report.

FUND FINANCIAL STATEMENTS

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

GOVERNMENTAL FUNDS

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the year. Such information may be useful in evaluating a government's near-term financing requirements.

The focus of governmental funds is narrower than that of the government-wide financial statements so it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

CITY OF PLANTATION, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
(continued)
September 30, 2007

The City maintains twenty-five individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, the Pledged Revenue Fund, Designated Capital Improvements and Reserve Fund, and the Community Redevelopment Agency Designated Capital Improvements Fund, all of which are considered to be major funds. Data from the other twenty-one governmental funds are combined into a single, aggregated presentation.

The City adopts an annual appropriated budget for each governmental fund, proprietary fund, and fiduciary fund. Budgetary comparison statements have been provided for the General Fund and the one major special revenue fund to demonstrate compliance with the budget.

The governmental fund financial statements can be found on pages 16 through 25 of this report.

PROPRIETARY FUNDS

The City maintains one type of proprietary fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its Water and Wastewater Services, Fire/Rescue Services and the Golf Course.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Wastewater Services, Fire/Rescue Services and the Golf Course, all of which are considered to be major funds of the City.

The proprietary fund financial statements can be found on pages 26 through 29 of this report.

FIDUCIARY FUNDS

The City's fiduciary funds consist of three pension plans; General Employees' Retirement Plan, Police Officers' Retirement Plan, and Volunteer Firefighters' Retirement Plan. These funds represent trust responsibilities of the City and are restricted in purpose for the benefit of parties outside the City. Fiduciary funds are not reflected in the government-wide financial statements because they do not represent discretionary assets of the City and thus are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The fiduciary fund financial statements can be found on pages 30 and 31 of this report.

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 financial statements can be found on pages 32 through 62 of this report.

CITY OF PLANTATION, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
 (continued)
 September 30, 2007

OTHER INFORMATION

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's progress in funding its obligation to provide pension benefits to its employees. This required supplementary information can be found on pages 63 through 69 of this report.

The combining statements referred to earlier in connection with non-major governmental funds can be found on pages 70 through 77 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City, assets exceeded liabilities by \$ 233,297,939 at the close of the year.

The table below provides a summary of the City's net assets for the past two fiscal years, as follows:

City of Plantation, Florida
 Net Assets

	Governmental Activities		Business-Type Activities		Total	
	2007	2006	2007	2006	2007	2006
Current and other assets	\$ 73,732,269	\$ 71,369,845	\$ 40,748,513	\$ 45,346,331	\$ 114,480,782	\$ 116,716,176
Capital assets	<u>92,028,441</u>	<u>85,584,853</u>	<u>106,920,212</u>	<u>106,196,153</u>	<u>198,948,653</u>	<u>191,781,006</u>
Total assets	<u>165,760,710</u>	<u>156,954,698</u>	<u>147,668,725</u>	<u>151,542,484</u>	<u>313,429,435</u>	<u>308,497,182</u>
Long-term liabilities	49,268,781	54,134,924	11,370,951	12,049,402	60,639,732	66,184,326
Other liabilities	<u>14,382,088</u>	<u>14,916,327</u>	<u>5,109,676</u>	<u>7,862,880</u>	<u>19,491,764</u>	<u>22,779,207</u>
Total liabilities	<u>63,650,869</u>	<u>69,051,251</u>	<u>16,480,627</u>	<u>19,912,282</u>	<u>80,131,496</u>	<u>88,963,533</u>
Net assets:						
Invested in capital assets, net of related debt	54,474,282	46,495,875	95,701,828	90,555,026	150,176,110	137,050,901
Restricted	11,064,864	12,206,311	2,099,256	3,875,131	13,164,120	16,081,442
Unrestricted	<u>36,570,695</u>	<u>29,201,261</u>	<u>33,387,014</u>	<u>37,200,045</u>	<u>69,957,709</u>	<u>66,401,306</u>
Total net assets, as restated	<u>\$ 102,109,841</u>	<u>\$ 87,903,447</u>	<u>\$ 131,188,098</u>	<u>\$ 131,630,202</u>	<u>\$ 233,297,939</u>	<u>\$ 219,533,649</u>

By far the largest portion of the City's net assets, 64.4% reflects its investment in capital assets (e.g., land, construction in progress, buildings, improvements other than buildings, machinery and equipment, infrastructure and library collections, less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

CITY OF PLANTATION, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
(continued)
September 30, 2007

As depicted on the previous page, approximately 5.6% of the net assets represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets, \$ 69,957,709, may be used to meet the government's ongoing obligations to its citizens and creditors as designated at the fund level or by the nature of the fund. While \$ 33,387,014 is shown as unrestricted for the business-type funds, \$ 29,438,618 of that is intended to be used for capital repairs and replacements as deemed necessary for the Water and Wastewater Services Fund. The governmental funds had unrestricted fund balances in the amount of \$ 36,570,695. While these funds may be unrestricted on the City-wide statement, they may be designated for the subsequent years expenditures or for some other purpose on the fund level statements.

At the end of the current fiscal year, the City is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior fiscal year.

The City's operations for the past two years are summarized as follows:

City of Plantation, Florida
Changes in Net Assets

	Governmental Activities		Business-Type Activities		Total	
	2007	2006	2007	2006	2007	2006
Operations:						
Revenues:						
Program revenues:						
Charges for services	\$ 18,198,413	\$ 18,294,807	\$ 27,743,017	\$ 25,887,030	\$ 45,941,430	\$ 44,181,837
Operating grants and contributions	4,323,942	26,818,121	55,873	695,467	4,379,815	27,513,588
Capital grants and contributions	1,970,812	1,136,563	1,835,199	540,732	3,806,011	1,677,295
General revenues:						
Property taxes	35,529,092	30,806,097	--	--	35,529,092	30,806,097
Other taxes	33,092,899	32,066,006	--	--	33,092,899	32,066,006
Investment earnings	3,282,087	2,828,310	1,924,794	1,871,652	5,206,881	4,699,962
Other	(318,020)	(36,140)	5,175	--	(312,845)	(36,140)
Total revenues	<u>96,079,225</u>	<u>111,913,764</u>	<u>31,564,058</u>	<u>28,994,881</u>	<u>127,643,283</u>	<u>140,908,645</u>
Expenses:						
Program expenses:						
General government	18,388,227	44,474,169	--	--	18,388,227	44,474,169
Public safety	37,323,458	36,441,477	--	--	37,323,458	36,441,477
Transportation	3,681,062	4,369,502	--	--	3,681,062	4,369,502
Physical environment	8,537,914	8,035,854	--	--	8,537,914	8,035,854
Culture and recreation	11,732,981	11,601,232	--	--	11,732,981	11,601,232
Other	436,787	190,111	--	--	436,787	190,111
Interest on long-term debt	2,025,691	2,049,150	--	--	2,025,691	2,049,150
Water and wastewater services	--	--	21,342,642	20,450,696	21,342,642	20,450,696
Fire/rescue services	--	--	6,561,476	5,432,106	6,561,476	5,432,106
Golf course	--	--	3,848,755	3,091,565	3,848,755	3,091,565
Total expenses	<u>82,126,120</u>	<u>107,161,495</u>	<u>31,752,873</u>	<u>28,974,367</u>	<u>113,878,993</u>	<u>136,135,862</u>
Change in net assets before other items	13,953,105	4,752,269	(188,815)	20,514	13,764,290	4,772,783
Transfers	<u>253,289</u>	<u>(2,369,648)</u>	<u>(253,289)</u>	<u>2,369,648</u>	<u>--</u>	<u>--</u>
Increase (decrease) in net assets	14,206,394	2,382,621	(442,104)	2,390,162	13,764,290	4,772,783
Net assets - beginning, as restated	<u>87,903,447</u>	<u>85,520,826</u>	<u>131,630,202</u>	<u>129,240,040</u>	<u>219,533,649</u>	<u>214,760,866</u>
Net assets - ending	<u>\$ 102,109,841</u>	<u>\$ 87,903,447</u>	<u>\$ 131,188,098</u>	<u>\$ 131,630,202</u>	<u>\$ 233,297,939</u>	<u>\$ 219,533,649</u>

CITY OF PLANTATION, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
(continued)
September 30, 2007

- Governmental activities charges for services revenue decreased by \$ 96,394 or .5%. This amount can be explained as follows:
 - \$ 675,668 was for decreased permit revenues as a result of repairs made by residents and businesses after Hurricane Wilma for the fiscal year ended September 30, 2006 that no longer occurred for the current fiscal year.
 - \$ 460,349 was for increased garbage pickup revenue due to a new contract with Waste Management.
- Governmental activities operating grants and contributions revenue for fiscal year ended September 30, 2007 increased \$ 1,515,591 over adjusted fiscal year ended September 30, 2006. This adjusted number was derived by removing \$ 24,009,770 of recoveries from and state emergency management agencies.
- Governmental activities capital grants and contributions increased \$ 834,249 or 73.4% due to obtaining approval for more capital grant applications.
- Property tax receipts increased \$ 4,722,995 or 15.3% primarily due to a 15.9% increase in the taxable assessed property values.
- Governmental activities had an increase in other taxes of \$ 1,026,893 or 3.2%. This was the result of:
 - \$ 1,482,733 or 4.6% increase in state insurance premium tax that was not booked in the governmental fund revenues in prior years. This was reflected as a restatement to the 2006 information in the tables presented on pages 7 and 8.
 - \$ 190,420 or .6% decrease in half-cent sales tax revenue sharing.
 - The balance of the increase in this category was due to various smaller variances.
- Investment earnings increased \$ 453,777 or 16.0% as a direct result of rising interest rates.
- Governmental activities general government expenses for fiscal year ended September 30, 2007 increased \$ 3,133,143 or 20.5% over adjusted fiscal year ended September 30, 2006. This number was derived by removing \$ 29,219,085 of hurricane-related expenses.
- Governmental net assets increased by \$ 3,721,597 due to the retroactive recording of infrastructure net capital assets. This was reflected as a restatement to the 2006 information in the tables presented on pages 7 and 8.

CITY OF PLANTATION, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
(continued)
September 30, 2007

- Business-type charges for services activities revenues increased \$ 1,855,987 or 7.2% as a result of the following:
 - Water and wastewater charges for services and fees were \$ 795,318 or 3.7% higher for the current year. The City implemented a conservation rate to go into affect for monthly water usage in excess of 6,000 gallons, which resulted in higher water and wastewater billing charges of \$ 1,311,011. Assessment revenues were reduced \$ 524,513 due to 75% of the Westgate Lake assessment being recognized in fiscal year ended September 30, 2006 and only 25% revenue recognition for fiscal year ended September 30, 2007.
 - The golf course experienced a full year of operations for 2007 versus less than eight months for 2006 resulting in operating revenues \$ 803,050 higher than the previous year.
- Business-type operating grants and contributions activities revenues decreased \$ 639,594 or 92.0% as a result of \$ 658,425 of FEMA and state grant revenues for Hurricane Wilma received for fiscal year ended September 30, 2006, whereas only \$ 19,072 was received for the current fiscal year due to nearing grant project closeout.
- Business-type capital grants and contributions activities revenues increased by \$ 1,294,467 or 239.4% for reasons as follows:
 - An additional \$ 1,160,921 was received for contributions in aid of construction over the prior year. Contributions in aid of construction occur when developers put in the necessary water and wastewater lines that connect to their development and then contribute them to the City as the City's capital assets.
 - An additional \$ 169,551 was received this year over last for water and wastewater capacity charges.
- The increase in business-type activities expenses was \$ 2,778,506 or 9.6% as a result of the following:
 - An increase in the Fire/Rescue Services Fund expenses of \$ 1,129,370 or 20.8% was the result of increased reserve for uncollectible accounts of \$ 315,000 and an increase cost of salary and wages with related benefits of \$ 908,840 largely due to the change in how overtime pay is calculated for EMS personnel.
 - The golf course was operational for a full year versus almost eight months last fiscal year resulted in additional operating expenses of \$ 757,190 or 24.5%.
 - An increase in the Water and Wastewater Services Fund expenses of \$ 891,946 or 4.4% was the result of increased current operating expenses of \$ 1,218,552 or 6.1% and a decrease in interest expense of \$ 323,900 due to the payoff of the Series 1989 Water and Wastewater Revenue Bonds. The increase in operating cost was not materially traceable to any one item but rather small variances throughout the enterprise operations.

CITY OF PLANTATION, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
(continued)
September 30, 2007

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the year.

- As of the close of the current fiscal year the City's governmental funds reported a combined ending fund balance of \$ 59,195,216, an increase of \$ 3,496,971 in comparison with the prior year fund balance. This increase was due to property tax revenues \$ 4,722,995 higher than the prior year due to a 15.9% increase in the taxable assessed property values.
- Approximately \$ 18,433,896 or 31.1% of this total amount constitutes unreserved, undesignated fund balance. Approximately 18.5% of fund balance is reserved to indicate that it is not available for new spending because it has already been committed 1) to pay debt service, \$ 5,116,411, 2) for capital improvement, \$ 4,060,980, or 3) for a variety of other restricted purposes, \$ 1,778,410.

The General Fund is the chief operating fund of the City. At the end of the current year, unreserved, undesignated fund balance of the General Fund was \$ 0. In accordance with established policy, excess funds in the General Fund were transferred to the Designated Capital Improvements and Reserve Fund to the extent that it did not create a negative net change in fund balance. At the same time, the Designated Capital Improvements and Reserve Fund will cover any deficit that may occur in the General Fund. The General Fund has a total fund balance of \$ 16,436,047, of which \$ 1,014,687 or 6.2% is reserved and \$ 15,421,360 is unreserved but designated. The designations are \$ 7,046,360 or 42.9% of the total fund balance, for exposure to risks and to provide sufficient fund equity for catastrophic losses; \$ 6,500,000 or 39.5% of the total fund balance for the rising cost of employee medical/dental coverage; and \$ 1,875,000 or 11.4% designated for Other Post Employment Benefits "OPEB."

As a measure of the General Fund's liquidity, it is useful to compare both unreserved fund balance and total fund balance to total fund expenditures plus other financing uses. Unreserved fund balance represents 20.9% of the total General Fund expenditures and the total fund balance represents 22.3%.

There existed no deficiency of revenues and other sources over expenditures and other uses for the General Fund during the current fiscal year. See the City's policy stated two paragraphs above.

Proprietary Funds

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

**CITY OF PLANTATION, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
(continued)
September 30, 2007**

**City of Plantation, Florida
Changes in Net Assets**

	Water and Wastewater Services		Fire/Rescue Services		Golf Course	
	2007	2006	2007	2006	2007	2006
Revenues and other sources	\$ 26,124,305	\$ 24,407,886	\$ 6,221,393	\$ 5,648,006	\$ 3,797,407	\$ 3,767,779
Expenditures and other uses	<u>26,147,143</u>	<u>22,909,838</u>	<u>6,561,476</u>	<u>5,432,106</u>	<u>3,876,590</u>	<u>3,091,565</u>
Increases (decreases) in net assets	\$ <u>(22,838)</u>	\$ <u>1,498,048</u>	\$ <u>(340,083)</u>	\$ <u>215,900</u>	\$ <u>(79,183)</u>	\$ <u>676,214</u>

The golf course was operational for the entire fiscal year ended September 30, 2007. All revenues were from charges for services and investment earnings. The Fire/Rescue Services Fund revenues and other sources consist of transfers from governmental funds in the amount of \$ 4,167,300 and \$ 1,987,252 in transport fees.

GENERAL FUND BUDGETARY HIGHLIGHTS

The City Council approves all expenditures prior to the releasing of disbursements but is only required to approve budget overages at the fund level. No budgets are physically amended until the fund level results can be reviewed after the combining of the final appropriation amounts. At this point, the expenditures with the largest budget overages are amended. The original budgets did not need to be amended due to the General Fund and one major special revenue fund, Pledged Revenue Fund, did not exceed the budget at the fund level.

CAPITAL ASSETS AND DEBT ADMINISTRATION

CAPITAL ASSETS

The City's investment in capital assets for its governmental and business-type activities as of September 30, 2007, amounts to \$ 198,948,653 (net of accumulated depreciation). Approximately 46.3% of this investment is related to governmental activities and includes land, construction in progress, buildings, improvements other than buildings, machinery and equipment, library collections and infrastructure. Governmental capital assets were increased \$ 22,886,857 for the retroactive adding of infrastructure capital assets, \$ 3,721,597, net of accumulated depreciation. Capital assets held by the City at the end of the current year are summarized as follows:

**City of Plantation
Capital Assets
(net of accumulated depreciation)**

	Governmental Activities	Business-Type Activities	Total
Land	\$ 22,859,700	\$ 7,915,890	\$ 30,775,590
Construction in progress	15,282,060	4,748,181	20,030,241
Buildings	9,000,278	14,759,887	23,760,165
Improvements other than buildings	29,374,560	73,270,001	102,644,561
Infrastructure	6,303,547	718,304	7,021,851
Machinery and equipment	9,092,616	5,507,949	14,600,565
Library collections	<u>115,680</u>	<u>--</u>	<u>115,680</u>
Total capital assets, net	\$ <u>92,028,441</u>	\$ <u>106,920,212</u>	\$ <u>198,948,653</u>

CITY OF PLANTATION, FLORIDA
MANAGEMENT'S DISCUSSION AND ANALYSIS
(continued)
September 30, 2007

LONG-TERM DEBT

At the end of the current fiscal year, the City had total bonded debt outstanding of \$ 54,380,454. The City's debt represents bonds secured solely by specified revenue sources (i.e., revenue bonds). Additionally, the City has a \$ 2,481,224 revolving loan with the Florida Department of Environmental Regulations, a \$ 871,784 promissory note payable for a special assessment in which the City is liable in the event of default by the property owners subject to the assessment, a \$ 1,179,425 note payable for the development of the Altman property as part of the Community Redevelopment Agency catalytic investment strategy project and a \$ 360,571 capital lease used to purchase golf carts and attached GPS system.

The City's total debt of \$ 59,273,458 decreased during the current fiscal year by \$ 6,908,022 or 10.4%. The key factors in this decrease were as follows:

- The annual scheduled payments of principal debt in the amount of \$ 2,685,000 for the Series 1989 Water and Wastewater Revenue Bonds, \$ 759,202 for the DER Loan, \$ 110,988 for the capital lease, \$ 975,000 for the Series 2003 Revenue Bonds, \$ 2,150,000 for the Series 2002 Revenue Bonds, \$ 156,192 for the 2002 Dredging Note and \$ 61,855 for the 2005 CRA Revenue Note.
- The amortization of original issue premiums and discounts of \$ 91,296.
- Increase in the accreted value of interest of \$ 81,511 on the Series 1989 Water and Wastewater Revenue Bonds.

The City maintains a rating of "Aaa" from Moody's on governmental and business-type bonded debt.

Additional information on the City's long-term debt and liabilities can be found on pages 49 through 54 of this report.

NEXT YEAR'S BUDGET AND RATES

During the current fiscal year, unreserved fund balance in the General Fund increased \$ 4,089,497 to \$ 15,421,360. This increase was the result of:

- Increasing the designated fund balance for medical and dental by \$ 2,500,000.
- Designated \$ 1,875,000 of fund balances for Other Post Employment Benefits "OPEB."

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City of Plantation, Florida's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Finance Director, 400 NW 73rd Avenue, Plantation, Florida, 33317-1609.

BASIC FINANCIAL STATEMENTS

These basic financial statements provide a summary overview of the financial position of all funds, the operating results of all funds and the cash flows of proprietary funds. They also serve as an introduction to the more detailed statements and schedules that follow in the next section.

CITY OF PLANTATION, FLORIDA
STATEMENT OF NET ASSETS
September 30, 2007

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS:			
Cash and equity in pooled cash and investments	\$ 39,095,228	\$ 30,318,934	\$ 69,414,162
Cash and investments with fiscal agent	723,079	--	723,079
Receivables - net of allowances:			
Assessments	215,999	1,030,518	1,246,517
Water and wastewater	--	3,091,551	3,091,551
Transport fees	--	365,487	365,487
Other	2,635,082	377,684	3,012,766
Internal balances	15,714	(15,714)	--
Due from other governments	2,182,781	67,276	2,250,057
Inventories	149,937	615,721	765,658
Prepays	722,215	--	722,215
Net pension assets	3,486,178	--	3,486,178
Restricted assets:			
Cash and equity in pooled cash and investments	17,291,652	3,474,821	20,766,473
Cash and investments with fiscal agent	5,116,411	1,323,666	6,440,077
Due from other governments	850,268	--	850,268
Prepays	7,381	--	7,381
Receivables, other - net of allowances	577,342	--	577,342
Bond issuance cost, net	663,002	98,569	761,571
Capital assets:			
Non-depreciable	38,141,760	12,664,071	50,805,831
Depreciable (net)	<u>53,886,681</u>	<u>94,256,141</u>	<u>148,142,822</u>
Total assets	<u>165,760,710</u>	<u>147,668,725</u>	<u>313,429,435</u>
LIABILITIES:			
Liabilities:			
Accounts payable and other accrued liabilities	3,842,461	1,621,620	5,464,081
Unearned revenue	716,594	37,761	754,355
Payable from restricted assets:			
Accounts payable	1,424,479	413,746	1,838,225
Unearned revenue	575,968	67,245	643,213
Accrued interest	251,352	59,102	310,454
Deposits	867,660	1,797,298	2,664,958
Due within one year:			
Compensated absences	736,460	205,408	941,868
Bonds, loans and lease due within one year	5,967,114	907,496	6,874,610
Due in more than one year:			
Compensated absences	3,799,232	749,169	4,548,401
Bonds and loans payable	41,989,391	10,164,212	52,153,603
Lease payable	--	245,245	245,245
Claims payable	<u>3,480,158</u>	<u>212,325</u>	<u>3,692,483</u>
Total liabilities	<u>63,650,869</u>	<u>16,480,627</u>	<u>80,131,496</u>
Net assets:			
Invested in capital assets, net of related debt	54,474,282	95,701,828	150,176,110
Restricted for:			
Economic stability	--	24,848	24,848
Community development	3,085,682	--	3,085,682
Capital improvements	--	74,543	74,543
Renewal and replacement	51,657	1,097,141	1,148,798
Transportation	1,401,262	--	1,401,262
Debt service	5,116,411	902,724	6,019,135
Grants and special programs	980,346	--	980,346
Police purposes	288,180	--	288,180
Library purposes	141,326	--	141,326
Unrestricted	<u>36,570,695</u>	<u>33,387,014</u>	<u>69,957,709</u>
Total net assets	<u>\$ 102,109,841</u>	<u>\$ 131,188,098</u>	<u>\$ 233,297,939</u>

The accompanying notes to financial statements are an integral part of these statements.

CITY OF PLANTATION, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2007

	General	Pledged Revenue	Designated Capital Improvements and Reserve	Community Redevelopment Agency Designated Capital Improvements	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS:						
Cash and equity in pooled cash and investments	\$ 18,546,160	\$ 5,267,782	\$ 15,727,124	\$ 1,887,052	\$ 14,958,762	\$ 56,386,880
Cash and investments with fiscal agent					5,839,490	5,839,490
Receivables - net of allowances:						
Assessments	308	215,691	760		525,685	215,999
Other	378,638	1,249,409			46,949	2,154,492
Due from other funds	46,949				3,033,049	3,033,049
Due from other governments	2,002,583		429,608		149,937	149,937
Inventories	149,937				7,381	729,596
Prepays	722,215					
Total assets	\$ 21,846,790	\$ 6,732,882	\$ 16,157,492	\$ 1,887,052	\$ 21,932,176	\$ 68,556,392
LIABILITIES AND FUND BALANCES:						
Liabilities:						
Accounts payable and other accrued expenditures	\$ 3,080,490		761,971	\$ 31,260	\$ 1,393,219	\$ 5,266,940
Due to other funds		205,361	418,868		31,235	31,235
Deferred revenue	337,484		418,868		941,066	1,902,779
Unearned revenue	1,125,109		161,453		6,000	1,292,562
Deposits	867,660					867,660
Total liabilities	\$ 5,410,743	\$ 205,361	\$ 1,342,292	\$ 31,260	\$ 2,371,520	\$ 9,361,176
Fund balances:						
Reserved for:						
Capital improvements			4,060,980		5,116,411	4,060,980
Debt service					7,381	5,116,411
Inventories and prepaid	872,152					879,533
Cultural arts	142,535					142,535
Library purposes					141,326	141,326
Special programs					615,016	615,016
Unreserved:						
General Fund:						
Designated for medical and dental	6,500,000					6,500,000
Designated for risk management	7,046,360					7,046,360
Designated for other post-employment benefits	1,875,000					1,875,000
Debt Service Funds:						
Undesignated					1,560,839	1,560,839
Special Revenue Funds:		191,550			821,947	1,013,497
Designated for subsequent year's expenditures		6,335,971			3,139,569	9,475,540
Undesignated						
Capital Projects Funds:						
Designated for subsequent year's expenditures			4,612,550	624,800	4,800,150	10,037,500
Designated for emergency preparedness			3,180,490			3,180,490
Designated for landscaping			152,672			152,672
Undesignated			2,808,508	1,230,992	3,358,017	7,397,517
Total fund balances	\$ 16,436,047	\$ 6,527,521	\$ 14,815,200	\$ 1,855,792	\$ 19,560,656	\$ 59,195,216
Total liabilities and fund balances	\$ 21,846,790	\$ 6,732,882	\$ 16,157,492	\$ 1,887,052	\$ 21,932,176	\$ 68,556,392

The accompanying notes to financial statements are an integral part of these statements.

CITY OF PLANTATION
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
September 30, 2007

FUND BALANCES - TOTAL GOVERNMENTAL FUNDS PAGE 16 \$ 59,195,216

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds:

Governmental capital assets	166,402,196
Less accumulated depreciation	(74,373,755)

Net pension assets used on governmental activities are not financial resources and, therefore, are not reported in the funds.	3,486,178
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Other assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds:

Deferred charge on bond issuance costs (to be amortized over the life of the debt)	1,436,888
Less accumulated amortization	(773,886)
Recoverable non-current workers' compensation liability	1,057,932

Deferred revenue in governmental funds is susceptible to full accrual on the government-wide statements.	1,902,779
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Certain liabilities are not due and payable in the current period and therefore are not reported in the funds:

Governmental bonds and note payable	(47,791,209)
Bond premium (to be amortized as a reduction of interest expense), net	(571,932)
Bond discount (to be amortized as interest expense), net	186,163
Deferred charge on refunding (to be amortized as interest expense), net	220,473
Claims payable	(3,480,158)
Compensated absences	(4,535,692)
Accrued interest	<u>(251,352)</u>

NET ASSETS OF GOVERNMENTAL ACTIVITIES, PAGE 14 \$ 102,109,841

The accompanying notes to financial statements are an integral part of these statements.

CITY OF PLANTATION, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

For the Year Ended September 30, 2007

	General	Pledged Revenue	Designated Capital Improvements and Reserve	Community Redevelopment Agency Designated Capital Improvements	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES:						
Property taxes	\$ 34,801,283	\$ --	\$ --	\$ --	\$ 727,809	\$ 35,529,092
Incremental tax receipts	18,138,433	444,753	174,240	--	908,515	908,515
Inergovernmental	141,969	5,775,640	--	--	4,325,512	23,082,938
Utility service taxes	5,916,866	8,314,015	--	--	--	5,917,609
Franchise taxes	4,014,778	--	--	--	--	8,314,015
Licenses and permits	684,667	--	--	--	--	5,916,866
Charges for services	1,183,895	255,431	689,720	74,442	155,517	4,014,778
Fines and forfeitures	7,743,191	81,393	10,450	--	1,078,599	840,184
Investment income	72,625,082	14,871,232	874,410	74,442	215,108	3,282,087
Miscellaneous	18,875,036	--	--	--	--	8,050,142
Total revenues	<u>73,684,661</u>	<u>14,871,232</u>	<u>4,331,761</u>	<u>36,575</u>	<u>7,411,060</u>	<u>95,856,226</u>
EXPENDITURES:						
Current operating:						
General government	35,005,409	--	--	--	1,862	18,876,898
Public safety	664,393	--	--	--	126,883	35,132,292
Transportation	9,907,213	--	--	--	2,619,695	3,284,088
Physical environment	2,682,857	--	--	--	1,862,163	8,411,916
Culture and recreation	--	--	--	--	34,407	9,941,620
Capital outlay	--	--	4,331,761	36,575	4,460,412	11,511,605
Debt service:						
Principal payments	--	--	--	--	3,343,047	3,343,047
Interest and other	--	--	--	--	2,111,078	2,111,078
Total expenditures	<u>(1,059,579)</u>	<u>14,871,232</u>	<u>(3,457,351)</u>	<u>37,867</u>	<u>(7,148,487)</u>	<u>3,243,682</u>
Excess (deficiency) of revenues over (under) expenditures						
OTHER FINANCING SOURCES (USES):						
Transfers in	15,813,333	--	3,692,096	--	8,362,238	27,867,667
Transfers out	(9,972,930)	(14,035,800)	--	--	(3,605,648)	(27,614,378)
Total other financing sources (uses)	<u>5,840,403</u>	<u>(14,035,800)</u>	<u>3,692,096</u>	<u>--</u>	<u>4,756,590</u>	<u>253,289</u>
Net change in fund balances	4,780,824	835,432	234,745	37,867	(2,391,897)	3,496,971
FUND BALANCES AT BEGINNING OF YEAR	<u>11,655,223</u>	<u>5,692,089</u>	<u>14,580,455</u>	<u>1,817,925</u>	<u>21,952,553</u>	<u>55,698,245</u>
FUND BALANCES AT END OF YEAR	<u>\$ 16,436,047</u>	<u>\$ 6,527,521</u>	<u>\$ 14,815,200</u>	<u>\$ 1,855,792</u>	<u>\$ 19,560,656</u>	<u>\$ 59,195,216</u>

The accompany notes to financial statements are an integral part of these statements.

CITY OF PLANTATION, FLORIDA
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2007

NET CHANGES IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS PAGE 18 \$ 3,496,971

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

Capital outlays, reported as expenditures in governmental funds, are shown as capital assets in the statement of net assets. 11,065,559

Provision for depreciation expense on governmental capital assets is included in the governmental activities in the statement of net assets. (4,280,775)

Principal payments on long-term debt is reported as an expenditure in governmental funds, but as a reduction of long-term liabilities in the statement of net assets. 3,343,047

Some governmental revenues reported in the governmental funds when measurable and available are reported in the statement of activities when the underlying expenditures were incurred:

Special assessments revenue	(76,131)
Grant revenues	917,274
Miscellaneous revenue	71,149

In the statement of activities, only the gain on the sale of assets is reported, whereas in the governmental funds, the entire proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balances by the cost of the assets sold, less accumulated depreciation. (341,196)

Certain items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds:

Provision for amortization of bond premium	108,889
Provision for amortization of original issue discount	(16,924)
Provision for amortization of bond issuance costs	(115,924)
Provision for amortization of deferred charge on refunding	(20,273)
Change in long-term compensated absences	(429,664)
Change in general liability claims	(90,000)
Change in medical claims	323,277
Change in workers' compensation claims	(8,344)
Change in net pension asset	245,764
Accrued interest expense on long-term debt	<u>13,695</u>

CHANGES IN NET ASSETS OF GOVERNMENTAL ACTIVITIES (PAGE 15) \$ 14,206,394

The accompanying notes to financial statements are an integral part of these statements.

CITY OF PLANTATION, FLORIDA
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL - GENERAL FUND
For the Year Ended September 30, 2007

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance
	Original	Final		
REVENUES:				
Ad valorem taxes:				
Current	\$ 34,539,300	\$ 34,539,300	\$ 34,788,581	\$ 249,281
Delinquent	100,000	100,000	12,702	(87,298)
	<u>34,639,300</u>	<u>34,639,300</u>	<u>34,801,283</u>	<u>161,983</u>
Utility service taxes:				
Gas	120,000	120,000	141,969	21,969
Licenses and permits:				
Occupational - city	975,000	975,000	813,001	(161,999)
Building and engineering	3,423,000	3,423,000	4,420,322	997,322
Police	82,000	82,000	136,513	54,513
Fire	712,000	712,000	547,030	(164,970)
	<u>5,192,000</u>	<u>5,192,000</u>	<u>5,916,866</u>	<u>724,866</u>
Intergovernmental:				
State revenue sharing	12,299,800	12,299,800	13,643,341	1,343,541
Grants	353,450	353,450	3,169,041	2,815,591
County occupational licenses	100,000	100,000	102,108	2,108
County bond refund	696,700	696,700	964,680	267,980
Alcoholic beverage licenses	35,000	35,000	31,333	(3,667)
Rebate - municipal vehicle gas tax	34,000	34,000	37,721	3,721
Mobile home licenses	3,000	3,000	1,310	(1,690)
County 911 fees	197,200	197,200	188,899	(8,301)
	<u>13,719,150</u>	<u>13,719,150</u>	<u>18,138,433</u>	<u>4,419,283</u>
Charges for services:				
City Clerk services	80,000	80,000	88,000	8,000
Recreational fees	1,501,000	1,501,000	1,604,459	103,459
Special duty police details	840,000	840,000	788,417	(51,583)
Planning and development review fees	184,000	184,000	210,035	26,035
Recycling fees	491,850	491,850	947,527	455,677
Landscape collections	22,000	22,000	37,753	15,753
Sale of maps and publications	22,400	22,400	13,064	(9,336)
Police reports and fees	23,000	23,000	16,432	(6,568)
Court witness jury fees	8,700	8,700	3,789	(4,911)
Fire inspection services	427,300	427,300	304,294	(123,006)
Library permits and fees	700	700	1,008	308
	<u>3,600,950</u>	<u>3,600,950</u>	<u>4,014,778</u>	<u>413,828</u>
Fines and forfeitures:				
Court	700,000	700,000	385,535	(314,465)
Code enforcement	237,000	237,000	139,961	(97,039)
Supplemental	33,600	33,600	17,706	(15,894)
Library	5,500	5,500	6,218	718
Alarms	173,000	173,000	135,247	(37,753)
	<u>1,149,100</u>	<u>1,149,100</u>	<u>684,667</u>	<u>(464,433)</u>
Investment income	<u>500,000</u>	<u>500,000</u>	<u>1,183,895</u>	<u>683,895</u>

CITY OF PLANTATION, FLORIDA
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL - GENERAL FUND
(continued)
For the Year Ended September 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u> <u>Budgetary</u> <u>Basis</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
Other revenues:				
General administrative services	1,480,250	1,480,250	1,458,264	(21,986)
Miscellaneous income	1,305,600	1,305,600	1,363,584	57,984
Rentals	864,000	864,000	884,384	20,384
Special assessments	49,000	49,000	32,477	(16,523)
Sale of surplus and scrap	20,000	20,000	25,064	5,064
Compensation proceeds	65,000	65,000	462	(64,538)
Reimbursements from other funds	3,886,000	3,886,000	3,836,146	(49,854)
Maintenance services	81,350	81,350	142,810	61,460
	<u>7,751,200</u>	<u>7,751,200</u>	<u>7,743,191</u>	<u>(8,009)</u>
Total revenues	<u>66,671,700</u>	<u>66,671,700</u>	<u>72,625,082</u>	<u>5,953,382</u>
EXPENDITURES:				
General government:				
Administrative:				
Personal services	924,150	924,150	892,139	32,011
Operating expenditures	159,800	159,800	156,424	3,376
	<u>1,083,950</u>	<u>1,083,950</u>	<u>1,048,563</u>	<u>35,387</u>
City Clerk:				
Personal services	549,550	549,550	529,611	19,939
Operating expenditures	28,800	28,800	24,977	3,823
	<u>578,350</u>	<u>578,350</u>	<u>554,588</u>	<u>23,762</u>
Municipal elections:				
Operating expenditures	140,100	140,100	4,597	135,503
Legal:				
Operating expenditures	110,000	110,000	92,516	17,484
Employee benefits:				
Personal services	4,612,750	4,612,750	5,857,268	(1,244,518)
Risk management:				
Personal services	187,150	187,150	183,852	3,298
Operating expenditures	2,611,800	2,611,800	2,380,922	230,878
	<u>2,798,950</u>	<u>2,798,950</u>	<u>2,564,774</u>	<u>234,176</u>
Financial services:				
Personal services	1,107,800	1,107,800	1,170,049	(62,249)
Operating expenditures	468,050	468,050	96,603	371,447
	<u>1,575,850</u>	<u>1,575,850</u>	<u>1,266,652</u>	<u>309,198</u>
Information technology:				
Personal services	1,039,650	1,039,650	1,013,030	26,620
Operating expenditures	790,700	790,700	202,939	587,761
	<u>1,830,350</u>	<u>1,830,350</u>	<u>1,215,969</u>	<u>614,381</u>

CITY OF PLANTATION, FLORIDA
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL - GENERAL FUND
(continued)
For the Year Ended September 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u> <u>Budgetary</u> <u>Basis</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
Public relations and information:				
Personal services	54,150	54,150	52,486	1,664
Operating expenditure	<u>172,550</u>	<u>172,550</u>	<u>150,888</u>	<u>21,662</u>
	<u>226,700</u>	<u>226,700</u>	<u>203,374</u>	<u>23,326</u>
Planning:				
Personal services	898,200	898,200	846,519	51,681
Operating expenditures	<u>140,450</u>	<u>140,450</u>	<u>93,350</u>	<u>47,100</u>
	<u>1,038,650</u>	<u>1,038,650</u>	<u>939,869</u>	<u>98,781</u>
Human resources:				
Personal services	817,800	817,800	681,036	136,764
Operating expenditures	<u>310,350</u>	<u>310,350</u>	<u>151,835</u>	<u>158,515</u>
	<u>1,128,150</u>	<u>1,128,150</u>	<u>832,871</u>	<u>295,279</u>
Central services:				
Personal services	1,599,050	1,599,050	1,538,348	60,702
Operating expenditures	<u>380,800</u>	<u>380,800</u>	<u>1,466,672</u>	<u>(1,085,872)</u>
	<u>1,979,850</u>	<u>1,979,850</u>	<u>3,005,020</u>	<u>(1,025,170)</u>
Other general government:				
Operating expenditures	<u>1,340,850</u>	<u>1,340,850</u>	<u>1,288,975</u>	<u>51,875</u>
Total general government	<u>18,444,500</u>	<u>18,444,500</u>	<u>18,875,036</u>	<u>(430,536)</u>
Public safety:				
Police:				
Personal services	29,033,500	29,033,500	27,596,175	1,437,325
Operating expenditures	<u>2,323,250</u>	<u>2,323,250</u>	<u>2,033,540</u>	<u>289,710</u>
	<u>31,356,750</u>	<u>31,356,750</u>	<u>29,629,715</u>	<u>1,727,035</u>
Fire:				
Personal services	1,698,750	1,698,750	1,659,486	39,264
Operating expenditures	<u>1,501,700</u>	<u>1,501,700</u>	<u>1,474,150</u>	<u>27,550</u>
	<u>3,200,450</u>	<u>3,200,450</u>	<u>3,133,636</u>	<u>66,814</u>
Building:				
Personal services	2,324,000	2,324,000	1,929,891	394,109
Operating expenditures	<u>438,400</u>	<u>438,400</u>	<u>312,167</u>	<u>126,233</u>
	<u>2,762,400</u>	<u>2,762,400</u>	<u>2,242,058</u>	<u>520,342</u>
Total public safety	<u>37,319,600</u>	<u>37,319,600</u>	<u>35,005,409</u>	<u>2,314,191</u>
Transportation:				
Engineering:				
Personal services	650,450	650,450	645,092	5,358
Operating expenditures	<u>27,100</u>	<u>27,100</u>	<u>19,301</u>	<u>7,799</u>
	<u>677,550</u>	<u>677,550</u>	<u>664,393</u>	<u>13,157</u>
Total transportation	<u>677,550</u>	<u>677,550</u>	<u>664,393</u>	<u>13,157</u>

CITY OF PLANTATION, FLORIDA
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL - GENERAL FUND
(continued)
For the Year Ended September 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u> <u>Budgetary</u> <u>Basis</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
Physical environment:				
Landscaping:				
Personal services	1,290,650	1,290,650	1,259,106	31,544
Operating expenditures	<u>91,100</u>	<u>91,100</u>	<u>130,812</u>	<u>(39,712)</u>
	<u>1,381,750</u>	<u>1,381,750</u>	<u>1,389,918</u>	<u>(8,168)</u>
Stormwater drainage:				
Operating expenditures	<u>133,900</u>	<u>133,900</u>	<u>81,493</u>	<u>52,407</u>
Public works:				
Personal services	3,642,350	3,642,350	3,885,628	(243,278)
Operating expenditures	<u>268,950</u>	<u>268,950</u>	<u>330,282</u>	<u>(61,332)</u>
	<u>3,911,300</u>	<u>3,911,300</u>	<u>4,215,910</u>	<u>(304,610)</u>
Resource recovery:				
Personal services	10,200	10,200	11,604	(1,404)
Operating expenditures	<u>488,850</u>	<u>488,850</u>	<u>850,828</u>	<u>(361,978)</u>
	<u>499,050</u>	<u>499,050</u>	<u>862,432</u>	<u>(363,382)</u>
Total physical environment	<u>5,926,000</u>	<u>5,926,000</u>	<u>6,549,753</u>	<u>(623,753)</u>
Culture and recreation:				
Library:				
Personal services	632,950	632,950	568,357	64,593
Operating expenditures	<u>138,750</u>	<u>138,750</u>	<u>127,703</u>	<u>11,047</u>
	<u>771,700</u>	<u>771,700</u>	<u>696,060</u>	<u>75,640</u>
Historical museum:				
Personal services	47,650	47,650	44,348	3,302
Operating expenditures	<u>9,150</u>	<u>9,150</u>	<u>14,572</u>	<u>(5,422)</u>
	<u>56,800</u>	<u>56,800</u>	<u>58,920</u>	<u>(2,120)</u>
Parks and recreation:				
Personal services	6,089,700	6,089,700	5,536,319	553,381
Operating expenditures	<u>2,165,700</u>	<u>2,165,700</u>	<u>2,127,894</u>	<u>37,806</u>
	<u>8,255,400</u>	<u>8,255,400</u>	<u>7,664,213</u>	<u>591,187</u>
Central park:				
Personal services	1,144,450	1,144,450	1,109,068	35,382
Operating expenditures	<u>362,300</u>	<u>362,300</u>	<u>378,952</u>	<u>(16,652)</u>
	<u>1,506,750</u>	<u>1,506,750</u>	<u>1,488,020</u>	<u>18,730</u>
Total culture and recreation	<u>10,590,650</u>	<u>10,590,650</u>	<u>9,907,213</u>	<u>683,437</u>

CITY OF PLANTATION, FLORIDA
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL - GENERAL FUND

(continued)

For the Year Ended September 30, 2007

	Budgeted Amounts		Actual Amounts	Variance
	Original	Final	Budgetary Basis	
Capital outlay:				
Office of the Mayor/Administration	--	--	1,075	(1,075)
Risk management	75,000	75,000	5,150	69,850
Financial services	5,000	5,000	3,745	1,255
Information technology	494,700	494,700	388,880	105,820
Planning	5,000	5,000	--	5,000
Central services	77,000	77,000	19,444	57,556
Police	1,090,950	1,090,950	1,020,140	70,810
Fire	220,800	220,800	186,283	34,517
Building	31,500	31,500	80,364	(48,864)
Engineering	27,000	27,000	26,714	286
Landscaping	370,700	370,700	262,888	107,812
Public works	181,000	181,000	150,478	30,522
Library	12,000	12,000	9,983	2,017
Parks and recreation	486,800	486,800	480,876	5,924
Central park	49,750	49,750	46,837	2,913
	<u>3,127,200</u>	<u>3,127,200</u>	<u>2,682,857</u>	<u>444,343</u>
Total capital outlay				
Total expenditures	<u>76,085,500</u>	<u>76,085,500</u>	<u>73,684,661</u>	<u>2,400,839</u>
Deficiency of revenue over expenditures	<u>(9,413,800)</u>	<u>(9,413,800)</u>	<u>(1,059,579)</u>	<u>8,354,221</u>
 OTHER FINANCING SOURCES (USES):				
Transfers in:				
Plantation Midtown Development District Fund	60,000	60,000	60,000	--
Pledged Revenue Fund	13,843,800	13,843,800	13,843,800	--
CRA Escrow Fund	426,700	426,700	426,698	(2)
Water and Wastewater Services Fund	1,455,000	1,455,000	1,455,000	--
Plantation Preserve	--	--	27,835	27,835
Transfers out:				
2003 Bond Sinking Fund	(1,985,350)	(1,985,350)	(1,985,394)	(44)
2006 Note - Telephones	(86,050)	(86,050)	--	86,050
2005 Community Redevelopment Agency Note Fund	(128,000)	(128,000)	(128,140)	(140)
Designated Capital Improvements and Reserve Fund	--	--	(3,692,096)	(3,692,096)
Fire/Rescue Services Fund	(4,167,300)	(4,167,300)	(4,167,300)	--
	<u>9,418,800</u>	<u>9,418,800</u>	<u>5,840,403</u>	<u>(3,578,397)</u>
Total other financing sources (uses)				
Excess of revenue and other financing sources over expenditures and other financing uses \$	<u>5,000</u>	<u>5,000</u>	<u>\$ 4,780,824</u>	<u>\$ 4,775,824</u>

The accompanying notes to financial statements are an integral part of these statements.

CITY OF PLANTATION, FLORIDA
STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL - PLEDGED REVENUE FUND
For the Year Ended September 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u> <u>Budgetary</u> <u>Basis</u>	
REVENUES:				
Intergovernmental	\$ 444,800	\$ 444,800	\$ 444,753	\$ (47)
Utility service taxes	5,900,000	5,900,000	5,775,640	(124,360)
Franchise taxes	7,300,000	7,300,000	8,314,015	1,014,015
Special assessments	40,750	40,750	45,566	4,816
Investment income	87,000	87,000	255,431	168,431
Miscellaneous	<u>25,000</u>	<u>25,000</u>	<u>35,827</u>	<u>10,827</u>
Total revenues	<u>13,797,550</u>	<u>13,797,550</u>	<u>14,871,232</u>	<u>1,073,682</u>
OTHER FINANCING USES:				
Operating transfers out	<u>(14,035,800)</u>	<u>(14,035,800)</u>	<u>(14,035,800)</u>	<u>--</u>
Total other financing uses	<u>(14,035,800)</u>	<u>(14,035,800)</u>	<u>(14,035,800)</u>	<u>--</u>
Excess (deficiency) of revenues over other financing uses	\$ <u>(238,250)</u>	\$ <u>(238,250)</u>	\$ <u>835,432</u>	\$ <u>1,073,682</u>

The accompanying notes to financial statements are an integral part of these statements.

CITY OF PLANTATION, FLORIDA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
September 30, 2007

	Business-Type Activities - Enterprise Funds			
	Water and Wastewater Services	Fire/Rescue Services	Golf Course	Total
ASSETS:				
Current assets:				
Cash and equity in pooled cash and investments	\$ 29,390,693	\$ 832,110	\$ 96,131	\$ 30,318,934
Receivables - net of allowances:				
Assessments	1,030,518	--	--	1,030,518
Water and wastewater	3,091,551	--	--	3,091,551
Transport fees	--	365,487	--	365,487
Other	369,049	3,300	5,335	377,684
Due from other governments	67,276	--	--	67,276
Inventories	549,079	--	66,642	615,721
Total current assets	34,498,166	1,200,897	168,108	35,867,171
Noncurrent assets:				
Restricted assets:				
Cash and equity in pooled cash and investments	2,878,289	--	596,532	3,474,821
Cash and investments with fiscal agent	529,847	--	793,819	1,323,666
Bond issuance costs, net	--	--	98,569	98,569
Capital assets, net	84,705,445	788,497	21,426,270	106,920,212
Total noncurrent assets	88,113,581	788,497	22,915,190	111,817,268
Total assets	\$ 122,611,747	\$ 1,989,394	\$ 23,083,298	\$ 147,684,439
LIABILITIES:				
Current liabilities:				
Accounts payable and other accrued expenses	\$ 1,419,394	\$ 226,743	\$ 180,891	\$ 1,827,028
Due to other funds	6,408	9,306	--	15,714
Unearned revenue	--	--	37,761	37,761
Total current liabilities	1,425,802	236,049	218,652	1,880,503
Payable from restricted assets:				
Accounts payable	413,746	--	--	413,746
Accrued interest	8,563	--	50,539	59,102
Unearned revenue	67,245	--	--	67,245
Deposits	1,797,298	--	--	1,797,298
Total payable from restricted assets	2,286,852	--	50,539	2,337,391
Long-term liabilities:				
Bonds, loan and leases due within one year	792,170	--	115,326	907,496
Compensated absences	509,356	239,813	--	749,169
Bonds payable	--	--	8,475,158	8,475,158
Lease payable	--	--	245,245	245,245
Loan payable	1,689,054	--	--	1,689,054
Claims payable	209,770	2,555	--	212,325
Total long-term liabilities	3,200,350	242,368	8,835,729	12,278,447
Total liabilities	6,913,004	478,417	9,104,920	16,496,341
NET ASSETS:				
Invested in capital assets, net of related debt	82,224,221	788,497	12,689,110	95,701,828
Restricted for:				
Economic stability	--	--	24,848	24,848
Capital improvements	--	--	74,543	74,543
Renewal and replacement	600,000	--	497,141	1,097,141
Debt service	209,988	--	692,736	902,724
Unrestricted	32,664,534	722,480	--	33,387,014
Total net assets	115,698,743	1,510,977	13,978,378	131,188,098
Total liabilities and net assets	\$ 122,611,747	\$ 1,989,394	\$ 23,083,298	\$ 147,684,439

The accompanying notes to financial statements are an integral part of these statements.

CITY OF PLANTATION, FLORIDA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
PROPRIETARY FUNDS
For the Year Ended September 30, 2007

	Business-Type Activities - Enterprise Funds			
	Water and Wastewater Services	Fire/Rescue Services	Golf Course	Total
OPERATING REVENUES:				
Water and wastewater	\$ 21,491,815	\$ --	\$ --	\$ 21,491,815
Meter installation fees	71,624	--	--	71,624
Charges for services	--	1,987,252	3,704,301	5,691,553
Other	304,806	5,690	--	310,496
Total operating revenues	21,868,245	1,992,942	3,704,301	27,565,488
OPERATING EXPENSES:				
Personal services	6,509,074	5,250,402	--	11,759,476
Current expenses	9,032,897	1,212,183	2,691,285	12,936,365
Provision for depreciation	5,552,188	98,891	785,970	6,437,049
Total operating expenses	21,094,159	6,561,476	3,477,255	31,132,890
Operating income (loss)	774,086	(4,568,534)	227,046	(3,567,402)
NONOPERATING REVENUES (EXPENSES):				
Intergovernmental	197,639	19,072	3,157	219,868
Investment income	1,793,277	42,079	89,438	1,924,794
Impact fees	479,288	--	--	479,288
Special assessments	177,529	--	--	177,529
Interest expense	(238,348)	--	(371,500)	(609,848)
Gain on disposal of property, plant and equipment	5,175	--	--	5,175
Other	(10,135)	--	--	(10,135)
Total nonoperating revenues (expenses)	2,404,425	61,151	(278,905)	2,186,671
Income (loss) before capital contributions and transfers	3,178,511	(4,507,383)	(51,859)	(1,380,731)
Capital contributions	1,191,916	--	--	1,191,916
TRANSFERS IN (OUT):				
Transfers in	411,236	4,167,300	511	4,579,047
Transfers out	(4,804,501)	--	(27,835)	(4,832,336)
Total other financing sources (uses)	(4,393,265)	4,167,300	(27,324)	(253,289)
Change in net assets	(22,838)	(340,083)	(79,183)	(442,104)
NET ASSETS AT BEGINNING OF YEAR	115,721,581	1,851,060	14,057,561	131,630,202
NET ASSETS AT END OF YEAR	\$ 115,698,743	\$ 1,510,977	\$ 13,978,378	\$ 131,188,098

The accompanying notes to financial statements are an integral part of these statements.

CITY OF PLANTATION, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended September 30, 2007

	Business-Type Activities - Enterprise Funds			
	Water and Wastewater Services	Fire/Rescue Services	Golf Course	Total
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from customers	\$ 21,379,514	\$ 1,401,236	\$ 5,226,482	\$ 28,007,232
Cash payments to suppliers for goods and services	(10,320,273)	(572,847)	(2,684,163)	(13,577,283)
Cash payments to employees for services	(4,350,588)	(5,195,579)	--	(9,546,167)
Internal activities - receipts from other funds	679	1,214	(767,582)	(765,689)
Net cash provided by (used in) operating activities	<u>6,709,332</u>	<u>(4,365,976)</u>	<u>1,774,737</u>	<u>4,118,093</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Acquisition and construction of capital assets	(7,347,221)	(70,825)	(675,493)	(8,093,539)
Principal paid on debt	(1,474,835)	--	--	(1,474,835)
Capital lease payments	--	--	(115,326)	(115,326)
Interest paid	(2,110,112)	--	(375,900)	(2,486,012)
Capital contribution from, developers, property owners, other funds and governments	1,815,144	--	50,140	1,865,284
Net cash provided by (used in) capital and related financing activities	<u>(9,117,024)</u>	<u>(70,825)</u>	<u>(1,116,579)</u>	<u>(10,304,428)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Operating grants	36,801	19,072	3,157	59,030
Transfers in	411,236	4,167,300	511	4,579,047
Transfers out	(4,804,501)	--	(27,835)	(4,832,336)
Net cash provided by (used in) noncapital financing activities	<u>(4,356,464)</u>	<u>4,186,372</u>	<u>(24,167)</u>	<u>(194,259)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Investment income	1,783,142	42,080	89,438	1,914,660
Net increase from purchases, sales and activities of restricted investments	5,021,598	--	(38,078)	4,983,520
Net cash provided by (used in) investing activities	<u>6,804,740</u>	<u>42,080</u>	<u>51,360</u>	<u>6,898,180</u>
Net increase (decrease) in cash and cash equivalents	40,584	(208,349)	685,351	517,586
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>32,228,398</u>	<u>1,040,459</u>	<u>7,312</u>	<u>33,276,169</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 32,268,982</u>	<u>\$ 832,110</u>	<u>\$ 692,663</u>	<u>\$ 33,793,755</u>
CLASSIFIED AS:				
Unrestricted	\$ 29,390,693	\$ 832,110	\$ 96,131	\$ 30,318,934
Restricted	2,878,289	--	596,532	3,474,821
	<u>\$ 32,268,982</u>	<u>\$ 832,110</u>	<u>\$ 692,663</u>	<u>\$ 33,793,755</u>

CITY OF PLANTATION, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
(continued)
For the Year Ended September 30, 2007

	<u>Business-Type Activities - Enterprise Funds</u>			
	<u>Water and Wastewater Services</u>	<u>Fire/Rescue Services</u>	<u>Golf Course</u>	<u>Total</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:				
Operating income (loss)	\$ 774,086	\$ (4,568,534)	\$ 227,046	\$ (3,567,402)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Provision for depreciation	5,552,188	98,891	785,970	6,437,049
Provision for bad debt	17,556	619,961	--	637,517
Changes in assets and liabilities:				
Accounts receivable	(490,168)	(591,706)	1,507,940	426,066
Inventories	(46,378)	--	(6,512)	(52,890)
Accounts payable and other accrued expenses	661,546	74,198	25,945	761,689
Unearned revenue	67,245	--	1,930	69,175
Due to other funds	--	1,214	(767,582)	(766,368)
Deposits	(36,513)	--	--	(36,513)
Claims payable	209,770	--	--	209,770
Total adjustments	<u>5,935,246</u>	<u>202,558</u>	<u>1,547,691</u>	<u>7,685,495</u>
Net cash provided by (used in) operating activities	<u>\$ 6,709,332</u>	<u>\$ (4,365,976)</u>	<u>\$ 1,774,737</u>	<u>\$ 4,118,093</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:				
Accreted interest on bonds	\$ <u>81,512</u>	\$ <u>--</u>	\$ <u>--</u>	\$ <u>81,512</u>
Provision for amortization of bond discount (premium)	\$ <u>--</u>	\$ <u>--</u>	\$ <u>(19,604)</u>	\$ <u>(19,604)</u>
Provision for amortization of bond issuance costs	\$ <u>18,710</u>	\$ <u>--</u>	\$ <u>12,454</u>	\$ <u>31,164</u>

The accompanying notes to financial statements are an integral part of these statements.

CITY OF PLANTATION, FLORIDA
STATEMENT OF FIDUCIARY NET ASSETS
PENSION FUNDS
September 30, 2007

	General Employees' Pension	Police Officers' Pension	Volunteer Firefighters' Pension	Total
ASSETS:				
Cash and investments with fiscal agent	\$ 92,739,655	\$ 76,548,114	\$ 9,783,235	\$ 179,071,004
Receivables - other	161,148	--	--	161,148
Due from other governments	--	--	852,561	852,561
Total assets	<u>92,900,803</u>	<u>76,548,114</u>	<u>10,635,796</u>	<u>180,084,713</u>
LIABILITIES:				
Accounts payable and other accrued expenses	948,488	1,776,593	2,999	2,728,080
Total liabilities	<u>948,488</u>	<u>1,776,593</u>	<u>2,999</u>	<u>2,728,080</u>
NET ASSETS:				
Held in trust for employees' pension benefits	\$ <u>91,952,315</u>	\$ <u>74,771,521</u>	\$ <u>10,632,797</u>	\$ <u>177,356,633</u>

The accompanying notes to financial statements are an integral part of these statements.

CITY OF PLANTATION, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
PENSION FUNDS
For the Year Ended September 30, 2007

	<u>General Employees' Pension</u>	<u>Police Officers' Pension</u>	<u>Volunteer Firefighters' Pension</u>	<u>Total</u>
ADDITIONS:				
Contributions:				
City	\$ 3,241,125	\$ 2,996,636	\$ --	\$ 6,237,761
Members	2,000,875	1,026,024	--	3,026,899
State	<u>--</u>	<u>630,172</u>	<u>852,561</u>	<u>1,482,733</u>
Total contributions	<u>5,242,000</u>	<u>4,652,832</u>	<u>852,561</u>	<u>10,747,393</u>
Investment income:				
Interest and dividends	2,736,946	1,240,867	101,482	4,079,295
Net change in fair value of investments	<u>8,603,012</u>	<u>7,960,370</u>	<u>1,136,939</u>	<u>17,700,321</u>
Total investment income	<u>11,339,958</u>	<u>9,201,237</u>	<u>1,238,421</u>	<u>21,779,616</u>
Total additions	<u>16,581,958</u>	<u>13,854,069</u>	<u>2,090,982</u>	<u>32,527,009</u>
DEDUCTIONS:				
Benefit payments	4,173,089	4,393,456	238,527	8,805,072
Termination refunds	426,903	83,871	--	510,774
Administrative	<u>455,827</u>	<u>522,558</u>	<u>64,038</u>	<u>1,042,423</u>
Total deductions	<u>5,055,819</u>	<u>4,999,885</u>	<u>302,565</u>	<u>10,358,269</u>
Changes in net assets	11,526,139	8,854,184	1,788,417	22,168,740
NET ASSETS HELD IN TRUST FOR EMPLOYEES' PENSION BENEFITS AT BEGINNING OF YEAR	<u>80,426,176</u>	<u>65,917,337</u>	<u>8,844,380</u>	<u>155,187,893</u>
NET ASSETS HELD IN TRUST FOR EMPLOYEES' PENSION BENEFITS AT END OF YEAR	\$ <u>91,952,315</u>	\$ <u>74,771,521</u>	\$ <u>10,632,797</u>	\$ <u>177,356,633</u>

The accompanying notes to financial statements are an integral part of these statements.

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 1 - GENERAL DESCRIPTION OF THE CITY

The City of Plantation, Florida (the "City") was incorporated in 1953. It is located in the western portion of Broward County, Florida and has a population of 85,349 residents. The City operates under a Mayor/Council form of government and provides the following services: general government, public safety, physical environment, transportation, and culture and recreation. The City also operates three enterprise funds which provide water and wastewater services, emergency medical services and a municipal golf course.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) - Reporting Entity

The financial statements of the City of Plantation, Florida (the "City") have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. Generally accepted accounting principles (GAAP) include all relevant required Governmental Accounting Standards Board (GASB) pronouncements. This report includes all departments, agencies, boards, and funds that are under the direct oversight responsibility of or dependent on the City. In evaluating whether oversight responsibility or dependence exists with respect to other entities, management evaluated such factors as the Council's ability to select or appoint management or key employees, the ability to significantly influence operations, the scope of services provided by the entities to the City's citizens and financial interdependency. The most significant of these factors considered was financial interdependence, which if present, would be characterized by the responsibilities for approval of budgets, funding deficits and guarantees of debts.

The operations of Plantation Gateway Development District, the Plantation Midtown Development District and the Community Redevelopment Agency (CRA), are reported within the Special Revenue Fund types using the blended method. Capital outlays related to these funds are accounted for in Capital Projects Funds. The CRA also has an escrow fund created for repayment of fiscal advances from the Series 2002 and 2003 Bond proceeds. The Broward County Board of County Commissioners delegated authority to the Governing Body of Plantation, Florida to create a Community Redevelopment Agency (CRA) for the rehabilitation, conservation, or redevelopment of a certain blighted area within the municipal jurisdiction. The elected officers of the City of Plantation are the members of the Board of Commissioners of the Plantation Community Redevelopment Agency. Although it is legally separate from the City, the CRA is reported as part of the primary government because its sole purpose is to finance and redevelop the City's designated redevelopment areas. Separate financial information for the Plantation Gateway Development District, Plantation Midtown Development District and the CRA can be obtained from the City's Finance Department. The City of Plantation Public Health Authority, a dependent special authority, has not been included because it has had no transactions for the period. The Authority has both outstanding and defeased bonds which are not included in these financial statements since the City is not obligated in any manner.

There were no other entities meeting the criterion that were excluded from the accompanying financial statements.

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(b) - Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the non-fiduciary activities of the City. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those expenses that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and fines and forfeitures and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and enterprise funds are reported as separate columns in the fund financial statements.

(c) - Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Property taxes and charges for services are considered available when collected in the current year or within sixty days subsequent to year end; provided that amounts received pertain to billings through the fiscal year just ended. Intergovernmental revenues, franchise fees, and utility service taxes are recorded in accordance with their legal or contractual requirements if collected in the current period or within 60 days after year end. Investment income is recorded when earned. Permits, fines and forfeitures, and miscellaneous revenue are recorded as revenue when received in cash because they are generally not measurable until actually received.

Occupational license revenue collected in advance of periods to which they relate is recorded as unearned revenue. Due to the somewhat unusual circumstances concerning Federal Emergency Management Agency reimbursements, the City uses an availability period of six months for recognition of this revenue.

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Exceptions to this general rule include (1) interest on long-term debt which is recognized when due and (2) the long-term portion of compensated absences as well as the corresponding fringe benefits for employees of the governmental funds.

The Proprietary and Pension Trust Funds recognize revenue when earned and expenses when incurred including a provision for depreciation of their capital assets. Earned but unbilled services receivable have been accrued in the Enterprise Funds.

The City reports the following major governmental funds:

The General Fund is the primary operating fund of the City. It accounts for all financial resources of the general government except those required to be accounted for in a separate fund, due to legal or other requirements.

The Pledged Revenue Fund accounts for the receipt of all revenues that are pledged to the City's various bond issues.

The Designated Capital Improvements and Reserve Fund is funded by any remaining surplus in the General Fund at fiscal year end. It accounts for all capital projects that are not specific to another Capital Projects Fund.

The Community Redevelopment Agency Designated Capital Improvements Fund may be funded by remaining surplus in the Community Redevelopment Agency Special Revenue Fund or these remaining funds may be used to pay for specific redevelopment plan projects that will be completed within a three-year period.

The City reports the following major proprietary funds:

Water and Wastewater Services Fund – accounts for water and wastewater services provided to the residents of the City.

Fire/Rescue Services Fund – accounts for the operations of the City provided emergency medical services.

Golf Course Fund – accounts for the operations of the municipal golf course.

Additionally, the City reports the following fund types:

Pension Trust Funds account for the activities of the General Employees' Pension Trust, Police Officers' Pension Trust and the Volunteer Firefighters' Pension Trust that accumulate resources for pension benefit payments to qualifying City employees.

The private sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private sector guidance for their business-type activities, subject to the same limitation. The City has elected not to follow subsequent private sector guidance.

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and charges between the City's enterprise funds and the General Fund as well as cost reimbursement transactions between the enterprise funds and various other functions of City government. Elimination of these charges would distort the direct costs and program revenues reported for those sectors.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds are charges to customers for sales and services. The Water and Wastewater Services Fund also recognizes as operating revenue the portion of the tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the costs of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses that do not meet this definition are reported as non-operating revenue and expenses.

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

(d) - Budget Process and Calendar

Each year, annual operating budgets are established for each governmental fund, proprietary fund, and pension trust fund. All budgets are prepared on a basis consistent with generally accepted accounting principles. In all cases the budget was amended at the fund level to increase appropriations to meet or exceed expenditures where necessary. Appropriations, which lapse at year end, are legally controlled at the total fund appropriation level. Unused budget balances lapse at year end.

The procedures for establishing the budgetary data reflected in the financial statements are as follows:

- Prior to September 1, the Mayor submits to the City Council a proposed operating budget for the year commencing the following October 1. The operating budget includes proposed expenditures/expenses and the means of financing them.
- Public hearings as required by State statute are conducted to obtain taxpayer comments.
- Prior to October 1, the budget is legally enacted through passage of a Resolution.

(e) - Cash and Cash Equivalents

The City considers cash on hand, cash with fiscal agents, demand deposits and bank repurchase agreements as cash and cash equivalents. In addition, each fund's equity in the City's investment pool has been treated as a cash equivalent since cash may be deposited or withdrawn from the pool at any time without prior notice or penalty.

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(f) – Investments

All investments are stated at their fair value as of September 30, 2007. All cash and investments of each fund, except Debt Service Funds and Pension Trust Funds are accounted for in pooled cash and investment accounts with each fund maintaining its proportionate equity in the pooled accounts. Income earned from the pooling of investments is allocated to the respective funds based upon average daily proportionate equity. The investments of Pension Trust Funds are managed by boards of trustees and are maintained in separate accounts. Net change in fair value of investments is comprised of the change in net unrealized gain (loss) and net realized gain (loss) based upon sales within these funds applied on a first-in, first-out basis and are reflected in current operations.

(g) – Inventories

Inventories are valued at the lower of cost (first-in, first-out) or market. The City uses the consumption method wherein all inventories are maintained by perpetual records, expensed when used and adjusted by an annual physical count. These amounts are reserved in governmental fund financial statements. The golf course inventory for the pro shop is based upon perpetual records. The inventories for the golf course restaurant and fuel are based upon a monthly physical count.

(h) – Prepaid Expenses/Expenditures

Prepaid expenses/expenditures are recorded as assets when the initial payment is made. Each asset is then charged off against operations in the period benefitted. These amounts are reserved in the governmental fund financial statements.

(i) – Capital Assets

Capital assets, which include land, construction-in-progress, improvements other than buildings, buildings, infrastructure, machinery and equipment and library collections, etc., are reported in the applicable governmental or business-type activities column in the government-wide financial statements. All capital assets are valued at historical cost or estimated cost if actual historical cost is not available. Donated and confiscated capital assets are valued at their estimated fair value on the date donated or when awarded by the courts. A \$ 1,000 capitalization threshold has been established for machinery and equipment type capital assets. All land acquisitions and donations are capitalized. Additions, improvement and expenditures that significantly extend the useful life of improvements other than buildings and infrastructure are capitalized. The composite method is used to capitalize the cost of library collections and infrastructure. Depreciation on all capital assets, except library collections and infrastructure, is charged to operations using the straight-line method over the assets' estimated service lives, ranging from 3 to 30 years. The composite method of depreciation applies a rate to the total composite value which is increased by additions or improvements and decreased by disposals. Interest is capitalized on projects during the construction period in proprietary funds.

(j) – Bond Premium, Discount and Issuance Costs

Bond premium, discount and issuance costs are amortized over the lives of the bond issues using the straight-line method, or the effective interest method. Remaining bond discount or premium and issuance cost is amortized over the lesser of the remaining life of the refunded bonds or the life of the refunding bonds.

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(k) - Self-Insurance

The City is self-insured for portions of workers' compensation, property, general and automobile liability. The General Fund bills the other funds to cover insurance premiums and claims. In the government-wide financial statements, the accrued liability for estimated claims represents an estimate of the eventual loss on claims arising prior to year-end, including claims incurred and not yet reported.

(l) - Unearned Revenue/Deferred Revenue

Governmental funds report deferred revenue in connection with receivables for revenue that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. This is classified as unearned revenue. Unearned revenues at the government-wide level arise only when the City receives resources before it has a legal claim to them.

(m) - Compensated Absences

City employees are granted vacation pay and sick leave in varying amounts based on length of service. Vested sick leave in excess of 240 hours earned while not exceeding 480 hours, and vested unused vacation not exceeding 240 hours are paid upon an employee's termination. Accumulated compensated absences, along with the corresponding FICA taxes, are recorded as expenses in the government-wide and proprietary fund financial statements when earned. Expenditures for accumulated compensated absences and corresponding FICA taxes have been recorded in the governmental funds to the extent that such amounts will be paid from expendable available resources.

(n) - Equity Classifications

Government-wide statements

Equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes, loans, capital leases or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net assets - Consists of net assets with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments, or 2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net assets - All other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

Fund statements

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(o) - Property Taxes

Under Florida law, the assessments of all properties and the collection of all county, municipal and school board property taxes are consolidated in the Offices of the County Property Appraiser and County Tax Collector. The laws of the State regulating tax assessment are also designed to assure a consistent property valuation method statewide. All property is reassessed according to its fair market value on January 1 of each year. The assessed value of property within the corporate limits of the City at January 1, 2006, upon which the 2006-07 levy was based, was approximately \$ 7.92 billion. Each assessment roll is submitted to the Executive Director of the State Department of Revenue for review to determine if the assessment rolls meet all of the appropriate requirements of State law.

State statutes permit municipalities to levy property taxes at a rate of up to 10 mills. The tax levy of the City is established by the City Council prior to October 1 of each year and the Broward County Property Appraiser incorporates the City's millage into the total tax levy, which includes the County and the County School Board tax requirements. The millage rate assessed by the City for the year ended September 30, 2007 was 4.5889 mills (\$ 4.5889 per \$ 1,000 of taxable assessed valuation).

All taxes are due and payable on November 1 of each year or as soon thereafter as the assessment roll is certified and delivered to the Tax Collector. All unpaid taxes become delinquent on April 1 following the year in which they are assessed. Discounts are allowed for early payment at the rate of 4% in the month of November, 3% in the month of December, 2% in the month of January, and 1% in the month of February. The taxes paid in March are without discount. Tax collections for the year ended September 30, 2007 were 96.03% of the tax levy, net of discounts allowed.

Certificates are sold by the County on or prior to June 1 following the tax year, for all delinquent taxes on real property. After they are sold, tax certificates bear interest at 18% per year or at any lower rate bid by the buyer. The certificate holder may make an application for a tax deed on any unredeemed tax certificates after a period of two years. The County holds unsold certificates. Delinquent taxes on personal property also bear interest at 18% per year until the tax is satisfied either by seizure and sale of the property or by the five year statute of limitations.

The City does not accrue property tax receivables based on the County's allocation of the City's portion of County-held certificates for prior years because they are immaterial.

Refer to Note 14 regarding tax reform passed January 29, 2008.

(p) - Retirement Systems

The City sponsors and administers three retirement systems covering substantially all full-time general employees, police officers and volunteer firefighters. Annual costs of the pension plans are actuarially computed and the City funds annual pension costs as incurred. Investments for each of the systems are stated at their fair value.

(q) - Internal Balances

Amounts reported in the fund financial statements as interfund receivables and payables are eliminated in the government-wide governmental and business-type activities columns of the statement of net assets, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances.

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Within the governmental fund financial statements, such amounts are equally offset by a fund balance reserve that indicates they do not constitute available spendable resources.

(r) - Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

(s) - Change in Accounting Principle/Prior Period Adjustment

Commencing October 1, 2002, GASB Statement No. 34 required the City to include all newly constructed, bought or renovated infrastructure assets. Infrastructure assets include roads, bridges, underground pipe (other than those related to utilities), traffic signals, etc. A third party engineering firm was contracted to determine the retroactive value of the infrastructure from the year of incorporation, 1953, through June 30, 2006. Prospectively capitalized infrastructure for the period October 1, 2002 through June 30, 2006, in the amount of \$ 3,536,733 was removed to prevent duplication. Commencing July 1, 2006, the composite method of capitalization was implemented to all newly constructed, bought or renovated infrastructure assets. These infrastructure assets are the largest asset class of the City.

The City also had a net pension asset amounting to \$ 3,240,414 as of September 30, 2006 for advance funding of its three pension plans. This asset was not included in the statement of net assets as of September 30, 2006 and thus is included as an adjustment to the beginning net assets on the statement of activities for the year ended September 30, 2007.

A table displaying the impact of the adjustments mentioned above to beginning net assets for governmental activities is as follows:

Net assets September 30, 2006	\$ 80,941,436
Infrastructure capital assets (all-inclusive)	31,423,590
Infrastructure capital assets (all-inclusive) accumulated depreciation	(24,764,665)
Prospectively capitalized infrastructure - removed	(3,536,733)
Prospectively capitalized infrastructure accumulated depreciation - removed	<u>599,405</u>
Restatement of beginning net assets due to adding infrastructure	84,663,033
Net pension assets	<u>3,240,414</u>
Restated net assets September 30, 2006	<u>\$ 87,903,447</u>

NOTE 3 - DEPOSITS AND INVESTMENTS

The City maintains a cash and investment pool that is available for use by all funds to facilitate the cash management and investment process. Each fund's portion of this pool is included on the statement of net assets as "cash and equity in pooled cash and investments" and "restricted assets cash and equity in pooled cash and investments." A fiscal agent holds the City's debt service funds of \$ 7,163,156 separate from the other City funds. Any unspent proceeds of the 2003 Non-Ad Valorem Bond issue are now included with the pooled cash and investments. The Pension Trust Funds also maintain their investments with a fiscal agent.

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 3 – DEPOSITS AND INVESTMENTS (continued)

(a) – Primary Government - Investments

As of September 30, 2007, the City had the following aggregate investments and maturities at fair value:

Investment Maturities (In Years)

<u>Investment Type</u>	<u>Fair Value</u>	<u>Less Than 1</u>
Repurchase Agreement	\$ 9,038,348	\$ 9,038,348
Federal Home Loan Bank*	1,396,500	1,396,500
Federal Home Loan Mortgage Corp	2,003,080	2,003,080
Federal National Mortgage Association*	2,917,473	2,917,473
Commercial Paper	2,235,926	2,235,926
Local Government Surplus Funds Trust Fund	<u>77,952,765</u>	<u>77,952,765</u>
	<u>\$ 95,544,092</u>	<u>\$ 95,544,092</u>

* These securities have call features. The callable date was used in determining the interest rate risk. These securities being short-term possess only a moderate exposure for fair value losses due to the securities being called before maturity.

The Local Government Surplus Funds Trust Fund is administered by the State Board of Administration. The investments follow the investment rules defined in Florida Statutes Chapter 215. The investment policy defined in the statutes attempts to promote, through state assistance, the maximization of net interest earnings on invested surplus funds of local units of governments while limiting the risk to which the funds are exposed. The Local Government Surplus Funds Trust Fund is governed by Chapter 19-7 of the Florida Administrative Code, which identifies the Rules of the State Board of Administration. These rules provide guidance and establish the general operating procedures for the administration of the Local Government Surplus Funds Trust Fund. Additionally, the Office of the Auditor General performs the operational audit of the activities and investments of the State Board of Administration. The Local Government Surplus Funds Trust Fund is not a registrant with the Securities and Exchange Commission (SEC); however, the Board has adopted operating procedures consistent with the requirements for a 2a-7 Fund (Note 13).

Interest rate risk

To mitigate its exposure to fair value losses resulting from rising interest rates, the City's investment policy focuses on investing its operating funds primarily in shorter term securities, purchasing securities that periodically adjust the coupon rate to the market and by structuring the portfolio so that the City's cash demands are met without having to sell securities prior to maturity. Unless matched to specific cash flow, the City will not directly invest in securities maturing beyond three years. All the securities previously listed in the table comply with this requirement.

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 3 – DEPOSITS AND INVESTMENTS (continued)

Credit risk

The City has an investment policy that limits investments to the safest types of securities. This policy requires a diversified portfolio to minimize the potential loss on individual securities. The City is only to conduct business with financial institutions that are on the approved list by the Florida Public Depository. The investments in the Federal Home Loan Bank, the Federal Home Loan Mortgage Corp, and the Federal National Mortgage Association were all rated AAA by Moody's Investment Service. State law limits investments in commercial paper to the top two ratings issued by nationally recognized statistical rating organizations (NRSROs). As of September 30, 2007, the City had \$ 2,235,926 invested in commercial paper. This commercial paper matured on February 15, 2008, making the rating no longer obtainable for disclosure. This commercial paper was rated P.1 by Standard and Poors Investment Services for the fiscal year ended September 30, 2007. This is the highest rating possible for commercial paper. The Local Government Surplus Funds Trust Fund is unrated (Note 14).

Custodial credit risk - investments

For an investment, custodial credit risk is the risk that, in the event of a failure of a counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Securities purchased, excluding the repurchase agreement, from any bank or dealer including appropriate collateral (as defined by State law) shall be placed with an independent third party for custodial safekeeping. These securities are not in the City's name. The repurchase agreement is backed by United States government securities held by the Federal Reserve for a third party as trustee of the City.

Concentration of credit risk

Disclosure is required if 5% or more is with any one issuer. This does not apply to United States Government or obligations explicitly guaranteed by the United States Government, investments in mutual funds or external investment pools. The City does not own any securities that would require disclosure under the requirements of concentration credit risk.

(b) - Primary Government - Deposits

As of September 30, 2007, the City had deposits in an uninsured and uncollateralized money market fund in the amount of \$ 1,741,806 out of a total balance of the same. The remaining cash and equity in pooled cash consisted of:

Cash on hand	\$	13,495
Interest accrued		44,398
	\$	57,893

Custodial credit risk - deposits

Custodial credit risk, as it applies to deposits, is the risk that in the event of a bank failure the City's deposits may not be recoverable. These assets are invested in a SunTrust Money Market Fund, but only as the trustee for the City of Plantation. They are not included with bank assets, but are the assets of the City of Plantation.

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 3 – DEPOSITS AND INVESTMENTS (continued)

(c) - **Fiduciary Funds**

Fiduciary Funds consist of three retirement plans for Police Officers', General Employees' and Firefighters'. As of September 30, 2007, the City had the following aggregate investments and maturities at fair value in these three funds:

	Fair Value	Investment Maturities (In Years)		
		1 to 5	5 to 10	More Than 10
United States Treasury notes or bonds	\$ 22,169,157	\$ 16,174,423	\$ 2,003,571	\$ 3,991,163
Federal Home Loan Mortgage Corp	1,602,984	--	--	1,602,984
Federal National Mortgage Association	1,095,737	--	--	1,095,737
Corporate Bonds	<u>10,233,272</u>	<u>1,751,196</u>	<u>3,238,516</u>	<u>5,243,560</u>
	\$ <u>35,101,150</u>	\$ <u>17,925,619</u>	\$ <u>5,242,087</u>	\$ <u>11,933,444</u>

Interest rate risk

To mitigate its exposure to losses in fair value resulting from rising interest rates, the City's General Employees' and Firefighters' Pension Plans' Investment Policies focus on investing its pension funds in a well diversified and balanced portfolio of real estate and equity, fixed-income and money market securities. The Police Officers' Pension Plans' primary objective is the protection and preservation of the invested assets while seeking the highest possible return. The Board of Trustees for each of the three Pension Plans may also invest Plan assets in mutual funds. The Boards determine the total expected annual rate of return for the current year, each of the next several years and for the longer term thereafter. The investment policies do not put direct restrictions on the length of time a security can be held as long as Plan objectives are met.

Credit risk

The City's General Employees' and Firefighters' Pension Plans Investment Policies require its fixed-income portfolio to be invested in bonds with a rating of Baa/BBB or higher. As of September 30, 2007, the General Employees' Pension Plan and the Firefighters' Pension Plan were in compliance with this policy according to the Moody's rating service. The Police Officers' Pension Plan requires debt securities to be invested in United States Government and United States Government Agency bonds and/or bonds issued by United States corporations that are rated A or better by Moody's or Standard and Poors' rating services. As of September 30, 2007, the Police Officers' Pension Plan was in compliance with this policy.

Concentration of credit risk

Disclosure is required if investments of 5% or more of the portfolio is placed with any one issuer. This does not apply to United States Government or obligations explicitly guaranteed by the United States Government, investments in mutual funds or external investment pools. Funds that exceed 5% with any one issuer per plan are as follows:

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 3 - DEPOSITS AND INVESTMENTS (continued)

	Police Officers'	Firefighters'
SunTrust Retirement High Grade Bond	\$ 10,826,913	\$ --
SunTrust Retirement Fixed Income	--	3,463,635
SunTrust Retirement Mid Cap Equity	--	505,889

The City's concentration of investments is in compliance with the guidelines established by the Statement of Investment Policy Goals and Guidelines for the Plantation General Employees' Retirement System as determined by Merrill Lynch Consulting Services. With the exclusion of the mutual funds, there were no investments in the equity portfolio exceeding 5% of the total Plan assets for the Plantation General Employees' Retirement System, the Firefighters' Retirement System or the Police Officers' Retirement System.

Foreign currency risk

The General Employees' Pension Plan Investment Policy limits investments in equity securities issued by companies that are domiciled outside the United States to no more than 20%. The General Employees' Pension Plan has 13.9% of the total fund value invested in two foreign mutual funds, American Euro-Pacific and Templeton Foreign Equity Series. The Firefighters' Pension Plan Investment Policy for equity securities is limited to no more than 10% of the total plan assets cost value. The fixed income securities are limited to 20% of the total Plan assets. In accordance with the consultant Merrill Lynch's Asset Allocation Report, the Firefighters' Pension Plan had no foreign investments as of September 30, 2007. The Police Officers' Pension Plan Investment Policy allows investments in foreign securities at the discretion of the Board. The Board approved 10.7% of the total Plan assets to be invested in various international mutual funds and equity securities.

NOTE 4 - RECEIVABLES

Receivables at September 30, 2007 consist of the following:

	General	Pledged Revenue	Designated Capital Improvements and Reserve	Nonmajor Governmental	Total Governmental Activities
Governmental activities:					
Accounts	\$ 7,311,132	\$ --	\$ --	\$ 3,161	\$ 7,314,293
Intergovernmental	2,002,583	--	429,608	600,858	3,033,049
Franchise fees	--	1,249,409	--	--	1,249,409
Assessments	308	215,691	--	--	215,999
Other	1,185,038	--	800	524,448	1,710,286
Gross receivables	10,499,061	1,465,100	430,408	1,128,467	13,523,036
Less: allowance for uncollectibles	7,059,600	--	40	1,924	7,061,564
Total receivables, net	\$ 3,439,461	\$ 1,465,100	\$ 430,368	\$ 1,126,543	\$ 6,461,472

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 4 – RECEIVABLES

	<u>Water and Wastewater Services</u>	<u>Fire/ Rescue Services</u>	<u>Golf Course</u>	<u>Total Business- Type Activities</u>
Business-type activities:				
Accounts	\$ 1,706,382	\$ 2,086,636	\$ --	\$ 3,793,018
Unbilled revenue	1,620,886	4,282	--	1,625,168
Intergovernmental	67,276	--	--	67,276
Assessments	1,030,518	--	--	1,030,518
Other	<u>369,049</u>	<u>3,300</u>	<u>5,335</u>	<u>377,684</u>
Gross receivables	4,794,111	2,094,218	5,335	6,893,664
Less allowance for uncollectibles	<u>235,717</u>	<u>1,725,431</u>	<u>--</u>	<u>1,961,148</u>
Total receivables, net	<u>\$ 4,558,394</u>	<u>\$ 368,787</u>	<u>\$ 5,335</u>	<u>\$ 4,932,516</u>

Receivables are presented in the statement of net assets as follows:

Governmental activities:	
Assessments	\$ 215,999
Other	2,635,082
Due from other governments	2,182,781
Restricted assets, due from other governments	850,268
Restricted assets, receivables other	<u>577,342</u>
Total	<u>\$ 6,461,472</u>
Business-type activities:	
Assessments	\$ 1,030,518
Water and wastewater	3,091,551
Transport fees	365,487
Other	377,684
Due from other governments	<u>67,276</u>
Total	<u>\$ 4,932,516</u>

NOTE 5 - PAYABLES

Payables as September 30, 2007, were as follows:

	<u>Vendors</u>	<u>Salaries and Benefits</u>	<u>Other</u>	<u>Total</u>
Governmental activities:				
General Fund	\$ 2,219,444	\$ 1,555,737	\$ 39,537	\$ 3,814,718
Designated Capital Improvements and Reserve Fund	761,971	--	--	761,971
Community Redevelopment Agency Designated Capital Improvements Fund	31,260	--	--	31,260
Nonmajor Special Revenue Funds	782,857	7,759	--	790,616
Nonmajor Capital Projects Funds	<u>604,835</u>	<u>--</u>	<u>--</u>	<u>604,835</u>
Total governmental activities	<u>\$ 4,400,367</u>	<u>\$ 1,563,496</u>	<u>\$ 39,537</u>	<u>\$ 6,003,400</u>
Business-type activities:				
Water and Wastewater Services Fund	\$ 1,391,216	\$ 169,813	\$ 272,111	\$ 1,833,140
Fire/Rescue Services Fund	43,313	183,430	--	226,743
Golf Course Fund	<u>179,902</u>	<u>--</u>	<u>989</u>	<u>180,891</u>
Total business-type activities	<u>\$ 1,614,431</u>	<u>\$ 353,243</u>	<u>\$ 273,100</u>	<u>\$ 2,240,774</u>

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 5 - PAYABLES

Accounts payable and other accrued liabilities are presented in the statement of net assets as follows:

Governmental activities:	
Accounts payable and other accrued liabilities	\$ 3,842,461
Accounts payable from restricted assets	1,424,479
Compensated absences due within one year	<u>736,460</u>
Total	\$ <u>6,003,400</u>
 Business-type activities:	
Accounts payable and other accrued liabilities	\$ 1,621,620
Accounts payable from restricted assets	413,746
Compensated absences due within one year	<u>205,408</u>
Total	\$ <u>2,240,774</u>

NOTE 6 - INTERFUND BALANCES AND TRANSFERS

Interfund balances as of and for the year ended September 30, 2007, consisted of the following:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Water and Wastewater Services Fund	\$ 6,408
General Fund	Fire/Rescue Services Fund	9,306

Interfund transfers as of and for the year ended September 30, 2007, consisted of the following:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 15,813,333	\$ 9,972,930
Pledged Revenue Fund	--	14,035,800
Designated Capital Improvements and Reserve Fund	3,692,096	--
Nonmajor Governmental Funds	8,362,238	3,605,648
Water and Wastewater Services Fund	411,236	4,804,501
Fire/Rescue Services Fund	4,167,300	--
Golf Course Fund	<u>511</u>	<u>27,835</u>
Total	\$ <u>32,446,714</u>	\$ <u>32,446,714</u>

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 6 - INTERFUND BALANCES AND TRANSFERS (continued)

Transfers are used to (1) move revenues from a fund that statute, budget, City ordinance or bond covenant requires to collect them, to a fund that statute, budget, City ordinance or bond covenant requires to expend them, (2) move receipts restricted for debt service from the funds collecting the receipts to the Debt Service Fund as debt service payments become due, and (3) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NOTE 7 - CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2007, was as follows:

	Balance October 1, 2006, as restated (Note 2s)	Additions	Deletions	Transfers	Balance September 30, 2007
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 23,180,824	\$ --	\$ (321,124)	\$ --	\$ 22,859,700
Construction in progress	<u>11,725,107</u>	<u>7,997,288</u>	<u>--</u>	<u>(4,440,335)</u>	<u>15,282,060</u>
Total capital assets, not being depreciated	<u>34,905,931</u>	<u>7,997,288</u>	<u>(321,124)</u>	<u>(4,440,335)</u>	<u>38,141,760</u>
Capital assets, being depreciated:					
Buildings	20,690,810	21,199	(100,261)	503,934	21,115,682
Improvements other than buildings	43,838,202	291,339	(1,624)	3,459,231	47,587,148
Infrastructure	31,423,590	--	--	--	31,423,590
Library collections	1,738,933	57,641	--	--	1,796,574
Machinery and equipment	<u>23,737,855</u>	<u>2,698,092</u>	<u>(575,675)</u>	<u>477,170</u>	<u>26,337,442</u>
Total capital assets, being depreciated	<u>121,429,390</u>	<u>3,068,271</u>	<u>(677,560)</u>	<u>4,440,335</u>	<u>128,260,436</u>
Total capital assets	<u>156,335,321</u>	<u>11,065,559</u>	<u>(998,684)</u>	<u>--</u>	<u>166,402,196</u>
Less accumulated depreciation for:					
Buildings	11,618,811	592,521	(95,928)	--	12,115,404
Improvements other than buildings	16,760,876	1,453,094	(1,382)	--	18,212,588
Infrastructure	24,764,665	355,378	--	--	25,120,043
Library collections	1,661,623	19,271	--	--	1,680,894
Machinery and equipment	<u>15,944,493</u>	<u>1,860,511</u>	<u>(560,178)</u>	<u>--</u>	<u>17,244,826</u>
Total accumulated depreciation	<u>70,750,468</u>	<u>4,280,775</u>	<u>(657,488)</u>	<u>--</u>	<u>74,373,755</u>
Total capital assets, being depreciated, net	<u>50,678,922</u>	<u>(1,212,504)</u>	<u>(20,072)</u>	<u>4,440,335</u>	<u>53,886,681</u>
Governmental activities, capital assets, net	<u>\$ 85,584,853</u>	<u>\$ 6,784,784</u>	<u>\$ (341,196)</u>	<u>\$ --</u>	<u>\$ 92,028,441</u>

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 7 - CAPITAL ASSETS (continued)

A provision for depreciation was charged to functions as follows:

Governmental activities:	
General government	\$ 325,376
Public safety	1,629,391
Public works	142,365
Transportation	527,965
Physical environment	74,275
Culture and recreation	<u>1,581,403</u>
Total	\$ <u>4,280,775</u>

	<u>Balance</u> October 1, 2006	<u>Additions</u>	<u>Deletions</u>	<u>Transfers</u>	<u>Balance</u> September 30, 2007
Business-type activities:					
Capital assets, not being depreciated:					
Land	\$ 7,915,890	\$ --	\$ --	\$ --	\$ 7,915,890
Construction in progress	<u>6,603,018</u>	<u>4,309,546</u>	<u>--</u>	<u>(6,164,383)</u>	<u>4,748,181</u>
Total capital assets, not being depreciated	<u>14,518,908</u>	<u>4,309,546</u>	<u>--</u>	<u>(6,164,383)</u>	<u>12,664,071</u>
Capital assets, being depreciated:					
Buildings	22,551,726	3,805	(451,353)	--	22,104,178
Improvements other than buildings	143,292,300	1,750,759	--	5,814,162	150,857,221
Infrastructure	452,230	424,639	--	--	876,869
Machinery and equipment	<u>9,276,277</u>	<u>1,123,712</u>	<u>(127,228)</u>	<u>350,221</u>	<u>10,622,982</u>
Total capital assets, being depreciated	<u>175,572,533</u>	<u>3,302,915</u>	<u>(578,581)</u>	<u>6,164,383</u>	<u>184,461,250</u>
Total capital assets	<u>190,091,441</u>	<u>7,612,461</u>	<u>(578,581)</u>	<u>--</u>	<u>197,125,321</u>
Less accumulated depreciation for:					
Buildings	6,517,357	826,934	--	--	7,344,291
Improvements other than buildings	72,762,453	4,824,767	--	--	77,587,220
Infrastructure	78,754	79,811	--	--	158,565
Machinery and equipment	<u>4,536,724</u>	<u>705,537</u>	<u>(127,228)</u>	<u>--</u>	<u>5,115,033</u>
Total accumulated depreciation	<u>83,895,288</u>	<u>6,437,049</u>	<u>(127,228)</u>	<u>--</u>	<u>90,205,109</u>
Total capital assets, being depreciated, net	<u>91,677,245</u>	<u>(3,134,134)</u>	<u>(451,353)</u>	<u>6,164,383</u>	<u>94,256,141</u>
Business-type activities, capital assets, net	\$ <u>106,196,153</u>	\$ <u>1,175,412</u>	\$ <u>(451,353)</u>	\$ <u>--</u>	\$ <u>106,920,212</u>

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 7 - CAPITAL ASSETS (continued)

A provision for depreciation was charged to various functions as follows:

Business-type activities:	
Water and Wastewater Services	\$ 5,552,188
Golf Course	785,970
Fire/Rescue Services	<u>98,891</u>
Total	\$ <u>6,437,049</u>

Construction-in-progress for governmental activities relates to the City's final phase of the Police Department expansion, the Police Department renovation, American Express Greenway redevelopment, multiple parks, streetscapes, drainage, generator related emergency preparedness, neighborhood improvements projects, Public Works Garage project, technological enhancements as well as a City-wide telephone system upgrade. Also included in governmental activities are the building additions to Fire Station No. 4 and the Historical Museum. Construction-in-progress in the business-type activities relates to the City's various water and wastewater line replacement projects, security enhancements and water plant modifications.

NOTE 8 - PROPRIETARY FUNDS' RESTRICTED ASSETS, LIABILITIES PAYABLE FROM RESTRICTED ASSETS AND RESTRICTED NET ASSETS

Restricted assets and liabilities payable from restricted assets of the Water and Wastewater Services Fund at September 30, 2007 represent loan proceeds restricted for debt service, funds restricted for large capital repairs and replacements and customer deposits. Restricted assets and liabilities payable from restricted assets of the Golf Course Fund represent cash and investments that are to be used for the maturing and maintenance of the wetlands at the golf course, the 2003 Bond issue and the 2005 capital lease debt service. There were no liabilities payable from restricted assets for the Fire/Rescue Services Fund.

The following is a summary of restricted assets, liabilities payable from restricted assets and restricted net assets at September 30, 2007:

	Restricted Assets	Liabilities Payable from Restricted Assets	Restricted Net Assets
Water and Wastewater Services:			
Debt service	\$ 529,847	\$ 8,563	\$ 209,988
Renewal and replacement	1,013,746	413,746	600,000
Capital projects	67,245	67,245	--
Customer deposits	<u>1,797,298</u>	<u>1,797,298</u>	<u>--</u>
Total Water and Wastewater Services	\$ <u>3,408,136</u>	\$ <u>2,286,852</u>	\$ <u>809,988</u>
Golf Course:			
Economic stability	\$ 24,848	\$ --	\$ 24,848
Capital improvements	74,543	--	74,543
Renewal and replacement	497,141	--	497,141
Debt service	<u>793,819</u>	<u>50,539</u>	<u>692,736</u>
Total Golf Course	\$ <u>1,390,351</u>	\$ <u>50,539</u>	\$ <u>1,289,268</u>

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 8 - PROPRIETARY FUNDS' RESTRICTED ASSETS, LIABILITIES PAYABLE FROM RESTRICTED ASSETS AND RESTRICTED NET ASSETS (continued)

Capital expansion funds are accumulated contributions (capacity charges) from developers and can be used for construction costs or for the repayment of debt service on revenue bonds issued for the expansion of capacity related capital improvements. Included in restricted assets is investment income on assets restricted for these purposes. All capital expansion funds had been expended as of September 30, 2007.

NOTE 9 - LONG-TERM DEBT AND LIABILITIES

(a) - Summary of Long-Term Debt of Business-type Activities

Long-term debt of the Enterprise Fund Types at September 30, 2007 is comprised of the following:

Florida Department of Environmental Regulation Revolving Loan	\$ <u>2,481,224</u>
\$ 8,320,000 Non-Ad Valorem Revenue Bonds, Series 2003:	
Principal	8,320,000
Unamortized premium	<u>155,158</u>
	<u>8,475,158</u>
\$ 525,477 Capital lease:	
Principal	<u>360,571</u>
	<u>11,316,953</u>
Total debt	
	<u>11,316,953</u>
Less current maturities included in payable from restricted assets	<u>907,496</u>
	<u>907,496</u>
Total business-type activities long-term debt	\$ <u>10,409,457</u>

The following is a summary of changes in Enterprise Fund long-term debt for the year ended September 30, 2007:

	<u>Series 1989</u>	<u>FDER Loan</u>	<u>Series 2003</u>	<u>Lease Capital</u>	<u>Total</u>
Balance, October 1, 2006	\$ 2,603,489	\$ 3,240,426	\$ 8,494,762	\$ 471,559	\$ 14,810,236
Increases in accreted values of Capital					
Appreciation Bonds	81,511	--	--	--	81,511
Redemptions	(2,685,000)	(759,202)	--	(110,988)	(3,555,190)
Reduction of unamortized discount (premium)	--	--	(19,604)	--	(19,604)
	<u>--</u>	<u>--</u>	<u>(19,604)</u>	<u>--</u>	<u>(19,604)</u>
Balance, September 30, 2007	\$ <u>--</u>	\$ <u>2,481,224</u>	\$ <u>8,475,158</u>	\$ <u>360,571</u>	\$ <u>11,316,953</u>

(b) - Summary of Significant Bond Terms of Business-type Activities

\$ 17,636,726 Water and Sewer Revenue Capital Appreciation Bonds, Series 1989 - The City previously issued Capital Appreciation Bonds in the amounts of \$ 11,729,089 which were due in the year 2003 and \$ 5,907,637, which were due in 2007 at a price to yield 7.45% and 7.50%, respectively.

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 9 - LONG-TERM DEBT AND LIABILITIES

The City's Bond resolutions and agreements contain certain limitations and restrictions on annual debt service requirements, maintenance of and flow of monies through various restricted accounts, and minimum amounts to be maintained in the Sinking Fund, the Reserve Fund and the Renewal and Replacement Fund.

The Resolution provides that the gross revenue of the water and wastewater system will be deposited, as received, in the Operation and Maintenance Fund. Moneys remaining in the Operation and Maintenance Fund in excess of current expenses are transferred to the following funds or accounts in the order specified:

- To the Sinking Fund on or before the fifteenth day of each month an amount equal to the sum of (i) one-sixth (1/6) of the interest payable on all the outstanding bonds on the next ensuing interest payment date including amounts sufficient to pay the fees and charges of the paying agent; and (ii) an amount equal to one-sixth (1/6) of the next maturing installment of principal of all series of bonds.
- To the Reserve Fund an amount sufficient to maintain a balance equal to the maximum annual principal and interest requirements for the current or any succeeding year. These funds may be used only for the purpose of curing deficiencies in the Sinking Fund when funds in the Renewal and Replacement Fund are insufficient for this purpose.
- To the Renewal and Replacement Fund (i) an amount necessary to maintain a sum equal to \$ 600,000; (ii) such greater amount as the City determines is necessary; or (iii) such greater or lesser amount, if any, which an independent consultant retained for such purpose in its latest written report prepared pursuant to the Resolution shall have recommended. These funds may be used only to (a) cure deficiencies in the Sinking Fund and Reserve Fund, and (b) upon the authorization of the City Council and the independent consultants only after all deficiencies in (a) have been cured, to pay the cost of extensions, enlargements and additions to, and replacement of, capital assets and repairs of the water and wastewater system.

Security for the bonds consists of a lien on certain franchise taxes, 30% of the electric utility service taxes, and the guaranteed entitlement received from the State of Florida, including balances on deposit in the Sinking Fund, Reserve Fund and the Renewal and Replacement Fund.

These bonds reached their final maturity on March 1, 2007. Remaining sinking funds of \$ 519,446 and reserve funds of \$ 3,076,775 were put back into the operations of the Utility Fund.

Florida Department of Environmental Regulation Revolving Loan - The City previously entered into a loan agreement with the State of Florida Department of Environmental Regulation to finance the expansion of its regional wastewater plant and certain modifications to an existing pump station. This initial agreement authorized available funds in the amount of \$ 5,500,000. Subsequent amendments increased the total available loan amount to \$ 12,077,791.

The amended agreement provides for repayments of \$ 899,947 including both principal and interest, due on September 1 of each year. The interest rate on the initial \$ 5,500,000 principal borrowings is fixed at 4.08%, while the rate on the additional borrowings is 4.56%, which may be adjusted downward pursuant to Chapter 17-503, Florida Administrative Code. As of September 30, 2007, the City's outstanding borrowings were \$ 2,481,224. Included in payable from restricted assets is \$ 8,563, which represents accrued interest payable on the loan at September 30, 2007.

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 9 - LONG-TERM DEBT AND LIABILITIES (continued)

The loan agreement requires the City to deposit one-twelfth (1/12) of the annual loan payment into an escrow account each month until the payment due date. In addition, the City must keep a reserve account equal to 15% of the annual loan payment.

The net revenue derived from the operation of the City's water and wastewater system has been pledged as collateral for this indebtedness.

\$ 8,320,000 Non-Ad Valorem Revenue Bonds, Series 2003 - In June 2003, the City issued \$ 8,320,000 of serial bonds maturing from 2004 to 2024. The 2003 Bonds were issued to provide for the development of a golf course and park elements on land acquired at the golf course site.

This bond issue provides for the establishment of a Reserve Account in an amount, which is, as of any date of calculation, the lesser of (i) the maximum annual debt service on Series 2002 and 2003 Bonds; (ii) one hundred twenty-five percent (125%) of annual average principal and interest requirements on Series 2002 and 2003 Bonds; (iii) ten percent (10%) of the proceeds of Series 2002 and 2003 Bonds; or (iv) the sum of the initial Reserve Account requirements applicable to each Series 2002 and 2003 Bonds then outstanding.

The City has complied with all significant bond and loan covenants and restrictions.

(c) - Summary of All Future Debt Service Requirements for Business-type Activities

The annual requirements to amortize all outstanding debt of the business-type activities as of September 30, 2007, including interest payments, are as follows:

<u>Year ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2008	\$ 907,496	\$ 483,676	\$ 1,391,172
2009	946,408	444,764	1,391,172
2010	987,891	402,943	1,390,834
2011	--	363,048	363,048
2012	245,000	363,048	608,048
2013-2017	1,325,000	1,696,970	3,021,970
2018-2022	4,405,000	1,167,000	5,572,000
2023-2024	<u>2,345,000</u>	<u>144,800</u>	<u>2,489,800</u>
	11,161,795	\$ <u>5,066,249</u>	\$ <u>16,228,044</u>
Unamortized premium	<u>155,158</u>		
	<u>\$ 11,316,953</u>		

(d) - Summary of Defeased Bonded Debt Outstanding for Business-type Activities

At September 30, 2007 there is no outstanding defeased bonded debt for the City's business-type activities.

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 9 - LONG-TERM DEBT AND LIABILITIES (continued)

(e) - Summary of Long-Term Debt of Governmental Activities

Long-term debt and liabilities of the governmental activities at September 30, 2007 is comprised of the following bond issues, notes and accrued compensated absences:

\$ 28,480,000 Non-Ad Valorem Revenue Bonds, Series 2003; due in annual installments commencing 2004 through 2024; interest payable semi-annually at 1.00% to 5.00%. \$ 25,530,000

\$ 22,360,000 Non-Ad Valorem Revenue Bonds, Series 2002; due in annual installments commencing 2007 through 2011; interest payable semi-annually at 3.750% to 5.375%. 20,210,000

\$ 1,323,883 Promissory Note, Dredging Series 2002A; non-revolving line of credit; principal installments commencing 2005 through 2012; interest payable annually at 3.69%. 871,784

\$ 1,300,000 Plantation Community Redevelopment Agency Tax Increment Revenue Note, Series 2005; principal installments commencing 2006 through 2020; interest payable annually at 5.34%. 1,179,425

Unamortized premiums (discounts):

Series 2002 Non-Ad Valorem Revenue Bonds	97,906
Series 2003 Non-Ad Valorem Revenue Bonds	474,026
Series 1993 Electric Franchise Fee Revenue Bonds	(186,163)
Refunding of Series 1993 Electric Franchise Fee Revenue Bonds	<u>(220,473)</u>

Total debt 47,956,505

Less current maturities 5,967,114

Total governmental activities long-term debt \$ 41,989,391

The following is a summary of changes in governmental activities long-term debt and liabilities for the year ended September 30, 2007:

	Balance October 1, 2006	Additions	Deletions	Balance September 30, 2007	Due Within One Year
Non-Ad Valorem Revenue Bonds, Series 2003	\$ 26,505,000	\$ --	\$ 975,000	\$ 25,530,000	\$ 995,000
Non-Ad Valorem Revenue Bonds, Series 2002	22,360,000	--	2,150,000	20,210,000	4,745,000
Promissory Note, Dredging Series 2002A	1,027,976	--	156,192	871,784	161,955
Community Redevelopment Agency Tax Increment Revenue Note 2005	1,241,280	--	61,855	1,179,425	65,159
Unamortized Original Issue Premiums	680,821	--	108,889	571,932	--
Unamortized Original Issue Discounts	(203,087)	--	(16,924)	(186,163)	--
Unamortized Refunding Premium	<u>(240,746)</u>	<u>--</u>	<u>(20,273)</u>	<u>(220,473)</u>	<u>--</u>
	<u>\$ 51,371,244</u>	<u>\$ --</u>	<u>\$ 3,414,739</u>	<u>\$ 47,956,505</u>	<u>\$ 5,967,114</u>

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 9 - LONG-TERM DEBT AND LIABILITIES (continued)

(f) - Summary of Significant Debt Terms of Governmental Activities

\$ 28,480,000 Non-Ad Valorem Revenue Bonds, Series 2003 - In June 2003, the City issued \$ 28,480,000 of serial bonds maturing from 2004 to 2024. The 2003 Bonds were issued to provide for the refunding of the City's Electric Franchise Fee Revenue Bonds, Series 1993, pay the costs of issuing and insuring the Series 2003 Bonds, fund a debt service Reserve Account for the Series 2003 Bonds and pay a portion of the costs for one or more of the following: (a) planning and building a Plantation Midtown Development District Transit Greenway Project, (b) renovations to the Kennedy Community Center, (c) a City building expansion project, and (d) an economic development project.

This bond issue provides for the establishment of a Reserve Account in an amount which is, as of any date of calculation, the lesser of (i) the maximum annual debt service on Series 2002 and 2003 Bonds; (ii) one hundred twenty-five percent (125%) of annual average principal and interest requirements on Series 2002 and 2003 Bonds; (iii) ten percent (10%) of the proceeds of Series 2002 and 2003 Bonds; or (iv) the sum of the initial Reserve Account requirements applicable to the Series 2002 and 2003 Bonds then outstanding.

\$ 22,360,000 Non-Ad Valorem Revenue Bonds, Series 2002 - In April 2002, the City issued \$ 22,360,000 of serial bonds maturing from 2007 to 2011. The 2002 Bonds were issued to provide for the acquisition, construction and equipping of certain capital improvements including: (1) park development, (2) recreation and cultural facilities, (3) purchase of real property and interests therein, (4) police and fire equipment and facilities, (5) purchase and upgrading of electronic or information technologies, (6) installation, construction and relocation of roadway and utilities infrastructure, and (7) other City facilities and equipment.

This bond issue provides for the establishment of a Reserve Account in an amount which is, as of any date of calculation, the lesser of (i) the maximum average principal and interest requirements on Series 2002 and 2003 Bonds; (ii) ten percent annual debt service on Series 2002 and 2003 Bonds; (iii) one hundred twenty-five percent (125%) of annual (10%) of the proceeds of Series 2002 and 2003 Bonds; or (iv) the sum of the initial Reserve Account requirements applicable to the Series 2002 and 2003 Bonds then outstanding.

\$ 1,323,883 Dredging Series 2002A Promissory Note - In August 2002, the City secured a line of credit/term note for the purpose of financing dredging and dredging improvements for certain canals in the City. Repayment of this obligation will be made primarily from special assessments levied against the 474 benefitted parcels of property.

Interest on the note balance is payable annually on August 12, at a fixed rate of 3.69%. The note balance is due in equal payments of principal and interest beginning in August 2005, and annually thereafter through August 2012. The note payable is secured only by the City's covenant to budget and appropriate available non-ad valorem revenues sufficient to meet future debt service requirements. The note may be subject to a prepayment premium if prepaid prior to maturity.

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 9 - LONG-TERM DEBT AND LIABILITIES (continued)

\$ 1,300,000 Plantation Community Redevelopment Agency Note - In August 2005, the City closed on a note for the purpose of providing financing for the Community Redevelopment Agency's portion of a grant payable to the developer of the Altman Property. The note will mature fifteen years from closing. The note balance is due in equal payments of principal and interest beginning in August 2006 and annually thereafter through August 2020. The note will be secured by a covenant to budget and appropriate from all legally available non-ad valorem revenues. Interest is payable annually at 5.34%.

The annual debt service requirements for the Series 2002 and 2003 Non-Ad Valorem Revenue Bonds, Dredging Series 2002A Promissory Note, and the Community Redevelopment Agency Tax Increment Revenue Note, Series 2005 consist of:

<u>Year ending</u> <u>September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2008	\$ 5,967,114	\$ 1,995,347	\$ 7,962,461
2009	6,196,570	1,764,331	7,960,901
2010	6,426,431	1,531,424	7,957,855
2011	6,686,717	1,279,087	7,965,804
2012	1,822,447	950,569	2,773,016
2013-2017	8,950,185	3,895,619	12,845,804
2018-2022	8,306,745	1,825,361	10,132,106
2023-2024	<u>3,435,000</u>	<u>211,775</u>	<u>3,646,775</u>
	47,791,209	\$ <u>13,453,513</u>	\$ <u>61,244,722</u>
Net unamortized premium/discount	<u>165,296</u>		
	<u>\$ 47,956,505</u>		

(g) - Summary of Defeased Bonded Debt Outstanding for Governmental Activities

At September 30, 2007, there is no outstanding defeased bonded debt of the City's governmental funds.

NOTE 10 - RETIREMENT PLANS

(a) - Plan Descriptions

The City of Plantation administers three separate single-employer defined benefit retirement plans covering substantially all full-time employees and volunteer firefighters. A separate board of trustees administers each retirement system. These systems are General Employees' Retirement Plan, Police Officers' Retirement Plan and Volunteer Firefighters' Retirement Plan. The plans use the accrual basis of accounting and separate funds have been established, although no separate audit report is prepared. State statutes and City ordinances regulate the plans. Participants in all plans vest after ten years of credited service.

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 10 - RETIREMENT PLANS (continued)

The City has instituted a "Deferred Retirement Option Plan" (D.R.O.P.) as part of the General Employees' Retirement Plan and the Police Officer's Retirement Plan. Under the provision of the D.R.O.P., an employee discontinues their participation in the system and an amount equal to their monthly pension payment is escrowed with the proportionate share of earnings until actual retirement, at which time the individual may elect payment in the entirety or payment options. A liability equal to the escrow amount including accrued earnings is recorded for each Plan. As of September 30, 2007, in the Police Officers' Retirement Plan, six employees entered the D.R.O.P. and seven participants continued in the Plan with a total escrowed amount of \$ 1,640,375. As of September 30, 2007, in the General Employees' Retirement Plan, nine employees entered the D.R.O.P. and ten employees continued to participate in the D.R.O.P. with a total escrowed amount of \$ 594,464 and one retiree no longer participates in the D.R.O.P. but has a balance remaining as of September 30, 2007 in the escrow of \$ 69,775. In the Police Officers' Retirement Plan, three D.R.O.P. participants retired, receiving a total lump sum payout of \$ 301,780 for the period ended September 30, 2007. There were no other Police Officer's D.R.O.P. Plan payouts during the year. Two of the General Employees' Retirement Plan D.R.O.P. participants retired from the D.R.O.P. this year. Both current year retirees received lump-sum distributions aggregating \$ 105,944. One previous year's D.R.O.P. retiree is receiving quarterly payments in the amount of \$ 2,500.

Plan members' contributions are recognized in the period in which the contributions are due. Employer contributions to each Plan are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plan.

Investments are reported at fair value. Securities traded on a national exchange are valued at the last reported sales price. Open-end mutual funds and commingled trust funds are valued by the fund's share price as of the last trade date of the year.

The composition of the membership of each of the Plans as of October 1, 2006 was as follows:

	<u>General Employees'</u>	<u>Police Officers'</u>	<u>Volunteer Firefighters'</u>
Retirees, beneficiaries and D.R.O.P. participants receiving benefits	207	73	28
Terminated plan members entitled to but not yet receiving benefits	43	3	12
Active plan members	<u>567</u>	<u>167</u>	<u>255</u>
Total	<u>817</u>	<u>243</u>	<u>295</u>

The City charges each operating department a fee for fringe benefits of which the pension contribution is a component. There are no short-term differences or net pension obligation that are recorded in the funds. A net pension asset of \$ 3,486,178 is recorded in the Statement of Net Assets, and general government activities expense was reduced by \$ 245,764 for the increase in net pension asset for fiscal year ended September 30, 2007.

The Police Officers' Retirement Plan received no revisions in benefits since the last actuarial valuation.

There were no changes in assumptions since the last actuarial valuation. There was a net actuarial loss of \$ 1,666,641 for the year, which means that actual experience was less favorable than expected. The loss is due primarily to the three employees who became disabled during the year. The actual loss has caused an increase in annual employer contributions of 2.40% of covered payroll.

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 10 - RETIREMENT PLANS (continued)

The General Employees' Retirement Plan received no revisions in benefits since the last actuarial valuation.

There were no changes in assumptions since the last actuarial valuation. There was a net actuarial gain of \$ 188,490 for the year. This means that the actual experience was slightly more favorable than expected. The gain is due to investment earnings in excess of the assumed rate of return. This gain was offset by a loss from more than expected retirements. The actuarial gain translates into a decrease in annual employer contributions of .05% of covered payroll.

The Volunteer Firefighters' Retirement Plan, received revision in benefits since the last actuarial valuation as follows:

- The normal retirement benefit was changed from \$ 45 per month to \$ 50 per month for each year of service.
- The normal retirement date was changed from age 55 with 10 years of service or 25 years of service regardless of age, to age 55 with 10 years of service or 20 years of service regardless of age.

This change had no actuarial impact on the plan.

The Volunteer Firefighters' Retirement Plan had no changes in assumptions since the last valuation. There was a net actuarial gain of \$ 332,964 for the year, which means that actual experience was more favorable than expected. This gain is due primarily to larger contributions than the actuarially required amount.

The Boards administering the Plans approve changes to the actuarial assumptions, while changes in benefits must be approved by the City Council.

(b) - Actuarially Determined Contribution Requirements and Contributions Made

The City's funding policy provides for periodic employer contributions paid at least quarterly at actuarially determined rates that are designed to accumulate sufficient assets to pay benefits when due. During the fiscal year ended September 30, 2007, the City received payments from the State of Florida on behalf of the Certified Police Pension Plan in the amount of \$ 630,172 and \$ 852,561 on behalf of the Firefighters Pension Plan. These revenues and expenditures were appropriately recorded in the General Fund. In addition, the participants are required to contribute a percentage of their salary as follows: General Employees, 8.5%; Police Officers, 9%; and Volunteer Firefighters, 1%. Contributions include provisions for normal costs, administrative expenses and amortization of past service costs over a thirty year period. The employer contribution is based upon the actuarial valuation as of October 1, 2006 for each plan.

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 10 - RETIREMENT PLANS (continued)

For the year ending September 30, 2006, the contribution information is as follows:

	<u>General Employees'</u>	<u>Police Officers'</u>	<u>Volunteer Firefighters'</u>
Annual required contributions	\$ 3,112,143	\$ 3,129,193	\$ 181,944
Interest on pension obligations (NPO)	(1,106)	(33,121)	(225,006)
Adjustments to annual required contributions	<u>2,088</u>	<u>57,276</u>	<u>279,206</u>
Annual pension costs (APC)	3,113,125	3,153,348	236,144
Contributions made	<u>(3,112,143)</u>	<u>(3,177,827)</u>	<u>(458,411)</u>
Increase (decrease) in net pension obligations (NPO)	982	(24,479)	(222,267)
Net pension obligations (NPO) at beginning of year	<u>(13,822)</u>	<u>(414,018)</u>	<u>(2,812,574)</u>
Net pension obligations (NPO) at end of year	\$ <u><u>(12,840)</u></u>	\$ <u><u>(438,497)</u></u>	\$ <u><u>(3,034,841)</u></u>

(c) - Trend Information

<u>Year ending</u>	<u>Annual Pension Cost (APC)</u>	<u>% of APC Contributed</u>	<u>Net Pension Obligation (NPO)</u>
General Employees'			
9/30/04	\$ 2,442,796	100.0	\$ (14,822)
9/30/05	2,724,481	100.0	(13,822)
9/30/06	3,113,125	100.0	(12,840)
Police Officers'			
9/30/04	\$ 1,426,782	99.1	\$ (247,441)
9/30/05	2,347,223	107.1	(414,018)
9/30/06	3,153,348	100.8	(438,497)
Volunteer Firefighters'			
9/30/04	\$ 81,513	562.4	\$ (2,591,607)
9/30/05	237,444	193.1	(2,812,574)
9/30/06	236,144	194.1	(3,034,841)

(d) - Investments

The pension plan investments are in commingled trust funds whose fair value is determined by the fund's share price on September 30, 2007.

(e) - Post-Retirement Benefits

The City provides four Council-approved types of post-retirement benefits for those who otherwise qualify for retirement benefits; one type for elected officials, one type for department directors, one type for police officers who meet the disability requirements of the State Alu/O'Hara Act, and another for all other employees. The original plan for participants of the currently dissolved Elected Officials Retirement Plan started with the commencement of retirement payments. The participants (who had at least eight years of service) along with any dependents, receive full coverage at no cost for any life, health, accident or annuity insurance that the City is currently offering its general employees during the life of that Elected Official with a guaranteed minimum benefit period of ten years.

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 10 - RETIREMENT PLANS (continued)

With the dissolution of the Elected Officials Retirement Plan in June 1995, the City Council made a contractual offer to participants of the Plan who were in the Plan prior to December 1994 to continue to provide these outlined benefits with the City paying the cost from its General Fund on a pay-as-you-go basis.

Three retired elected officials and one active participant are eligible. These benefits are not included in any pension benefit obligations as of September 30, 2007, nor has the City determined what its financial obligation under these post-retirement benefits are and, accordingly, the obligation has not been recorded or funded as of September 30, 2007. The current cost of this obligation was \$ 62,109 for the year ending September 30, 2007.

The second post-retirement benefit offered provides post retirement health insurance coverage to department directors and their spouses based upon longevity of service to the City and length of time in the senior executive position. Directors in the senior executive position for ten years receive 100% coverage. Directors in the senior executive position for less than ten years but with the City of at least twenty years may receive a reduced benefit ranging from 50 to 100%, if their last five years was in the senior executive position.

Four directors are currently receiving this post retirement benefit. The current cost of this obligation was \$ 51,991 for the year ended September 30, 2007. The City has not determined what its obligations under this post-retirement benefit are and, accordingly, the obligation has not been recorded or funded as of September 30, 2007.

The third post-retirement benefit provides for additional medical and dental insurance benefits for certain Law Enforcement Officers who are service disability retirees in accordance with the State enacted "Alu/O'Hara Public Safety Act" and their dependents. The current cost of this obligation was \$ 24,150 for the year ended September 30, 2007. The City has not determined what its obligations under this post-retirement benefit is and, accordingly, the obligation has not been recorded or funded as of September 30, 2007.

The fourth post retirement benefit offered is for all qualified full-time General Employees' Retirement Plan members and Police Officers' Retirement Plan members with a retirement date prior to December 1, 2000. On a year-to-year basis, the City Council determines by Resolution whether to offer a reduction of the health insurance premium for the retirees presently receiving benefits. Presently the City is offering a 40% reduction in the cost for the single person coverage of its health insurance plans. Participants who elect the coverage pay the remaining 60% of the single person coverage plus 100% of dependent health insurance, if selected. Reduced life insurance coverage is also offered with 100% of the cost being paid by the participant.

As of September 30, 2007, thirty-nine qualified participants elected to purchase the health insurance which presently costs the City approximately \$ 99,882 per year for all participants, which is funded on a pay-as-you-go basis. The City has not determined what its obligations under this post-retirement benefit are and, accordingly, the obligation has not been recorded or funded as of September 30, 2007.

(f) - Deferred Compensation Plan

The City offers its employees a deferred compensation plan created in accordance with Code Section 457. The Plan, available to all full-time employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. The City has no liability or fiduciary responsibility for the Plan and it is not included in the City's financial statements.

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 11 - RISK MANAGEMENT

Subject to certain exclusions under sovereign immunity, the City has exposure to risks of loss to torts; theft of, damage to and destruction of assets, natural disasters, pollution, errors and omissions; illnesses of and injuries to employees.

The City accounts for and finances both uninsured and insured risks of loss in addition to financing certain other employee benefits in the General Fund. All insurance premiums and claims, except for the City's portion of minor property damage, are charged to the General Fund. All operating funds of the City participate in the program and make payments to the General Fund based on estimates of their proportionate share of insurance premiums, payment of prior and current claims, and to provide sufficient fund equity for catastrophic losses.

The City maintains insurance policies for boiler and machinery, public employee dishonesty, pollution liability, emergency medical services, pension fiduciary, certain state statute-required employee accident and death coverage, and flood insurance on contents and building up to \$ 500,000 depending on the type and usage of the building. The City purchases excess insurance up to \$ 5,000,000 over its self-insured retention of \$ 200,000 for general and professional liability and automobile liability.

Real and personal property have excess insurance coverage over \$ 100,000 self-insured retention with the policy limits of \$ 100,000,000; however, there is a 5% windstorm deductible for real and personal property for named storms. Coverage of physical damage on vehicles having a value over \$ 25,000 has a \$ 1,000 deductible. Workers' compensation has a \$ 5,000,000 excess policy with a fully \$175,000 self-insured retention. In addition, the City has fully funded long-term disability, medical, vision and life insurance plans for all full-time employees and retirees. There are currently two dental plans, one funded and one self-funded, offered to employees. The City has no insured coverage for land use and zoning issues, most civil rights violations and criminal acts. The City's property and casualty insurance is purchased through the Florida League of Cities, a municipal trust that provides premium incentive credits, based upon the loss experience of the City of Plantation. In the last three years, all workers' compensation claims were within policy limits. There were two workers' compensation claims, whereas the incident occurred within the past three years, exceeding the \$ 175,000 self-insured retention. There were no significant reductions in coverage during this fiscal year compared to the prior year. Liabilities are recorded when a claim/loss has been reported. Liability reserves include an amount for claims that have been incurred but not reported (IBNR). Claim liability reserves are calculated based on the effects of recent claim settlement trends including the frequency and amount of payouts and other economic factors. Claims are not discounted nor has the City entered into any significant contracts for extended payment of settlements.

Changes in the balances of claims liabilities during the past year are summarized as follows:

	General Insurance Program	Health Insurance Program	Workers' Compensation Program	Total Non-current Claims Payable
Estimated insurance claims payable October 1, 2006	\$ 1,835,000	\$ 323,277	\$ 452,465	\$ 2,610,742
Incurred claims (including IBNR)	1,018,414	3,432,411	1,850,232	6,301,057
Claim payments, net of refunds and reimbursements received	<u>(928,414)</u>	<u>(3,755,688)</u>	<u>(535,214)</u>	<u>(5,219,316)</u>
Estimated insurance claims payable September 30, 2007	\$ <u>1,925,000</u>	\$ <u>---</u>	\$ <u>1,767,483</u>	\$ <u>3,692,483</u>

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 12 - COMMITMENTS AND CONTINGENCIES

In prior financial statements the City reported being engaged in litigation in which a former owner of a golf club (Golf Club of Plantation, Inc.) sought damages based on allegations that the City of Plantation, Florida inversely condemned its property by adopting a Comprehensive Plan Policy, which stated at the time of adoption, "*golf courses in the City, designated commercial recreation, are principal open spaces and shall not be converted to other uses,*" and by denying applications for a change in the City's Comprehensive Plan for the property to permit residential development and by denying requests to light a portion of the course (the driving range and the first nine holes) for night play. The lawsuit was filed in 1994 and has been the subject of several appeals. In fiscal year 2007, this case was dismissed and settled without the City paying any damages.

The City is presently a defendant in several lawsuits occurring in the normal course of operations. Management believes that any amounts not covered by insurance or accrued by the City, if any, resulting from these lawsuits would not materially effect the financial position of the City.

NOTE 13 - INTERLOCAL AGREEMENTS

The City of Plantation and the Plantation Community Redevelopment Agency entered into two 2003/2004 First Interlocal Agreements, pertaining to the repayment of fiscal advances from (1) the City's Non-Ad Valorem Revenue Bonds, Series 2002 Bond Construction Fund and (2) the City's Non-Ad Valorem Revenue Bonds, Series 2003 Bond Construction Fund. These Interlocal Agreements between the City and the Agency are intended to formalize the obligations of the Agency to repay the aforesaid advances.

These City advances for financing redevelopment in the community redevelopment area, are to be repaid by the Agency to the City. The City shall charge, and the Agency agrees to pay, simple interest on the outstanding principal for the period October 1, 2003 through August 15, 2029. The rates set forth on the first 2002 Bond Debt Service range from 3.75% to 5.375%. The rates set forth on the first 2003 Bond Debt Service range from 1.00% to 4.125%.

The Agency, for the benefit of the City, irrevocably pledges and creates a first lien on, pledge of, and security interest in the monies received and to be received by the Agency from the taxing authorities paid increment, which is to be deposited into the CRA Special Revenue Fund, and all monies deposited in the CRA Designated Capital and Improvements Fund (into which the advance has been deposited).

NOTE 14 - SUBSEQUENT EVENTS

Recent Tax Reform:

On January 29, 2008, the Florida electorate approved an amendment to the Florida Constitution relative to property taxation. Amendment 1 becomes effective on October 1, 2008, with the exception of the 10% assessment cap on non-homestead property which becomes effective on January 1, 2009. Therefore, Amendment 1 will have no financial impact on the fiscal year which are the subject of these financial statements.

With respect to homestead property, Amendment 1 increases the current \$ 25,000 homestead exemption by an additional exemption. This additional exemption:

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 14 - SUBSEQUENT EVENTS (continued)

- a. would not apply to homesteads having an assessed value less than \$ 50,000 in amount;
- b. for homesteads which are assessed in value at an amount that is between \$ 50,000 and \$ 75,000, the additional exemption amount is equal to the assessed value less \$ 50,000; and
- c. for homesteads greater than \$ 75,000 in amount, the additional exemption is \$ 25,000.

Amendment 1 also allows property owners to transfer (make portable) up to \$ 500,000 of their "Save Our Homes" benefits to their next homestead when they move. "Save Our Homes" became effective in 1995 and limits the annual increase in assessed value for homestead property to 3% or the percentage change in the Consumer Price Index, whichever is less. This feature of the reform may overcome the financial impacts of Amendment 1's increased homestead exemptions (as explained above) if homesteaders are more willing to sell and buy homesteaded property.

With respect to non-homestead property, Amendment 1 limits (caps) the annual increase in assessed value from non-homestead property (businesses, industrial property, rental property, second homes, etc.) to 10%. Given macroeconomic trends, it is unclear whether these kinds of properties will increase in value more than Amendment 1's assessment cap, and so the effect of this reform feature in the near future is not yet ascertainable.

Litigation has been filed challenging whether Amendment 1 is invalid for a variety of reasons, and it is unclear at this time whether Amendment 1 will be determined valid or invalid.

Given all of the above, it is too early to determine the extent to which Amendment 1 might impact the generation of ad valorem taxes in future City fiscal years. Many municipalities expect ad valorem revenue to decrease in future fiscal years.

The State Board of Administration's Local Government Surplus Funds Trust Investment Pool:

As discussed in Note 3, on September 30, 2007, the City had \$ 77,952,765 invested in the State Board of Administration's Local Government Surplus Funds Trust Fund Investment Pool (the "Pool"). On November 29, 2007, the State Board of Administration (the "Board") implemented a temporary freeze on the trading of assets held in the Pool due to an unprecedented amount of withdrawals from the Fund. The significant amount of withdrawals followed reports that the Pool held asset-backed commercial paper that was subject to sub-prime mortgage risk, and thus, Pool investors became concerned that certain Pool investments no longer enjoyed market liquidity. On December 4, 2007, based on recommendations from an outside financial advisor, the Board restructured the Pool into two separate sub-pools, known as "Pool A and Pool B." Pool A consists of all money market appropriate assets, which was approximately 86% of Pool assets. Pool B consisted of assets that either defaulted on a payment, paid more slowly than expected, or had any significant credit or liquidity risk, or some or all of the foregoing, which was approximately 14% of Pool assets. At the time of the restructuring, all current Pool participants had their existing balances proportionately allocated into Pool A and Pool B. On December 21, 2007, Standard and Poor's Rating Services assigned its "AAAm" principal stability fund rating to Pool A.

CITY OF PLANTATION, FLORIDA
NOTES TO FINANCIAL STATEMENTS
September 30, 2007

NOTE 14 - SUBSEQUENT EVENTS (continued)

As of January 18, 2008, the Board has permitted Pool A participants to withdraw 37% of their balance or \$ 4 million, whichever is greater, without penalty. Withdrawals from pool A in excess of the above limit are subject to a 2% redemption fee. New investments in Pool A are not subject to further evaluation based on the maturities of existing investments and the liquidity requirements of the Pool.

Currently, the Board has advised that Pool B participants are prohibited from withdrawing any amount from Pool B. Therefore, Pool B investments will be held to maturity. Market valuations of the assets held in Pool B are not readily available. In addition, full realization of the principle value of Pool B assets at maturity is not readily determinable. When the Pool B assets mature, more will be known concerning the availability of proceeds derived there from being available to Pool B participants.

As of December 31, 2007, the City had \$ 50,448,140 and \$ 9,925,000 invested in Pool A and B, respectively. Additional information regarding the Local Government Surplus Funds Trust Fund may be obtained from the State Board of Administration.

The Mangus Transfer:

On December 7, 2007, the City purchased approximately .99 acres of land from Ms. Ada Mangus for \$ 1,000,000, adjusted by ordinary closing credits and debits. Currently, the City is determining whether to surplus the property and sell same, or keep it in inventory as park and open space. The City has already received proposals for purchasing the property from a viable purchaser for an amount that would cover all of the City's outlays associated with the purchase. If the City does not sell the property, the City has been approved for reimbursement of the purchase price by a county grant for parks and open space. Therefore, in either event, the City should be fully reimbursed for the costs of this transaction.

The 2007 Utilities Meter Project Loan:

On November 9, 2007, the City closed a loan agreement with All American Investment Group, LLC in the original principal amount of \$ 6,546,250. While the loan is repayable solely from "legally available funds," these funds do not include, within their meaning, proceeds the City derives from ad valorem taxation. Furthermore, the note is not a general obligation of the City, and the City did not pledge its faith, credit or taxing power to repay the loan. The City did make a covenant to budget and appropriate from legally available funds monies necessary to pay the loan's debt service. The City closed the loan to pay for contractual services related to a water meter replacement project. As water meters age, they become less accurate and do not fully report the level of customer water consumption, and as a result, the City realizes less revenue than it would if consumption was accurately measured. The City completed a study which demonstrated that the City could replace a significant portion of its aged water meters with new ones, and fund the entire project with the increased revenues that would be generated by more accurate water consumption measurement. Therefore, while the loan debt service and project costs are material, the City does expect that these costs will be significantly met by increased revenues.

**REQUIRED
SUPPLEMENTARY INFORMATION**

CITY OF PLANTATION, FLORIDA
SCHEDULE OF CONTRIBUTIONS FROM THE EMPLOYER
GENERAL EMPLOYEES' PENSION TRUST FUND
 For the Last Six Years

<u>Year Ended September 30,</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
2002	\$ 472,765	100.0
2003	878,407	100.0
2004	2,441,739	100.0
2005	2,723,481	100.0
2006	3,112,143	100.0
2007	3,241,125	100.0

CITY OF PLANTATION, FLORIDA
SCHEDULE OF CONTRIBUTIONS FROM THE EMPLOYER
AND THE STATE OF FLORIDA
POLICE OFFICERS' PENSION TRUST FUND
 For the Last Six Years

<u>Year Ended</u> <u>September 30,</u>	<u>Annual</u> <u>Required</u> <u>Contribution</u>	<u>Percentage</u> <u>Contributed</u>
2002	\$ 912,561	100.0
2003	1,005,925	100.0
2004	1,413,580	100.0
2005	2,333,978	107.7
2006	3,129,193	101.6
2007	3,583,383	101.2

CITY OF PLANTATION, FLORIDA
SCHEDULE OF CONTRIBUTIONS FROM THE STATE OF FLORIDA
VOLUNTEER FIREFIGHTERS' PENSION TRUST FUND
For the Last Six Years

<u>Year Ended</u> <u>September 30,</u>	<u>Annual</u> <u>Required</u> <u>Contribution</u>	<u>Percentage</u> <u>Contributed</u>
2002	\$ —	N/A
2003	7,115	5,996.7
2004	38,835	1,180.4
2005	187,503	244.5
2006	181,944	252.0
2007	382,262	138.4

CITY OF PLANTATION, FLORIDA
SCHEDULE OF FUNDING PROGRESS
GENERAL EMPLOYEES' PENSION TRUST FUND
For the Last Six Years

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability at Entry Age</u>	<u>Unfunded Actuarial Accrued Liability* (Overfunded)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as % of Covered Payroll</u>
10/01/01	\$ 55,419,236	\$ 55,018,316	\$ (400,920)	100.7%	\$ 18,059,949	(2.2)
10/01/02	55,158,979	64,111,663	8,952,684	86.0%	19,451,750	46.0
10/01/03	58,910,214	69,286,544	10,376,330	85.0%	20,539,070	50.5
10/01/04	64,718,388	80,739,310	16,020,922	80.2%	21,253,162	75.4
10/01/05	71,882,352	87,437,105	15,554,753	82.2%	22,118,286	70.3
10/01/06	79,088,714	94,488,356	15,399,642	83.7%	22,493,537	68.5

* The UAAL will be amortized over the next 30 years and payments will be made through an increase in the required employer contribution as a percentage of payroll.

CITY OF PLANTATION, FLORIDA
SCHEDULE OF FUNDING PROGRESS
POLICE OFFICERS' PENSION TRUST FUND
For the Last Six Years

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability at Entry Age</u>	<u>Unfunded Actuarial Accrued Liability* (Overfunded)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as % of Covered Payroll</u>
10/01/01	\$ 48,099,256	\$ 49,826,905	\$ 1,727,649	96.5%	\$ 8,376,862	20.6
10/01/02	46,275,764	50,014,447	3,738,683	92.5%	8,989,495	41.6
10/01/03	47,576,263	58,630,796	11,054,533	81.1%	9,715,192	113.8
10/01/04	49,607,889	65,950,148	16,342,259	75.2%	10,628,185	153.8
10/01/05	51,514,839	70,477,167	18,962,328	73.1%	11,061,190	171.4
10/01/06	56,626,455	76,933,923	20,307,468	73.6%	10,844,015	187.3

* The UAAL will be amortized over the next 1 to 30 years and payments will be made through an increase in the required employer contribution as a percentage of payroll.

CITY OF PLANTATION, FLORIDA
SCHEDULE OF FUNDING PROGRESS
VOLUNTEER FIREFIGHTERS' PENSION TRUST FUND
For the Last Six Years

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability at Entry Age</u>	<u>Unfunded Actuarial Accrued Liability (Overfunded)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as % of Covered Payroll</u>
10/01/01	\$ 4,713,468	\$ 3,197,994	\$ (1,515,474)	147.4%	253	(5,990)
10/01/02	4,949,437	3,681,303	(1,268,134)	134.4%	255	(4,973)
10/01/03	5,494,604	4,605,331	(889,273)	119.3%	263	(3,381)
10/01/04	5,871,506	4,892,910	(978,596)	120.0%	254	(3,853)
10/01/05	6,745,570	6,143,898	(601,672)	109.8%	261	(2,305)
10/01/06	7,589,582	6,623,203	(966,379)	114.6%	255	(3,790)

CITY OF PLANTATION, FLORIDA
ANNUAL PENSION COSTS - ALL PENSION TRUST FUNDS
September 30, 2007

The City's annual pension costs and related information for each Plan as of the latest actuarial valuation is as follows:

	<u>General Employees'</u>	<u>Police Officers'</u>	<u>Volunteer Firefighters'</u>
Contribution Rates:			
City and state	14.23%	33.41%	\$ 1,216.85
Plan members	8.50%	9.00%	1% of compensation
Actuarial valuation date	10/01/06	10/01/06	10/01/06
Actuarial cost method	Entry Age Normal	Frozen Entry Age	Frozen Entry Age
Amortization method	Level % of payroll, closed	Level % of payroll, closed	N/A
Remaining amortization period (years)	30	1 to 30	N/A
Asset valuation method	5-year smoothed market	5-year smoothed market	5-year smoothed market
Actuarial assumptions:			
Investment rate of return - net	8.00%	8.00%	8.00%
Projected salary increases*	6.00%	6.50%	N/A
* includes inflation at	4.00%	4.00%	4.00%
Cost of living adjustments	N/A	N/A	N/A

**NONMAJOR
GOVERNMENTAL FUNDS**

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for resources legally restricted for the financing of particular activities or projects.

Plantation Midtown Development District Special Revenue Fund

To account for receipts and disbursements of additional tax monies from the City's Plantation Midtown Development District.

Community Redevelopment Agency Special Revenue Fund

To account for the redevelopment of a certain blighted area.

Plantation Gateway Development District Special Revenue Fund

To account for receipts and disbursements of additional tax monies from the City's Plantation Gateway Development District.

Road and Traffic Control Fund

To account for the receipt of the City's portion of the State revenue sharing of the gasoline tax and local option gas tax.

State Housing Initiative Partnership (SHIP) Fund

To account for funds provided from the State Housing Initiative Partnership Act (SHIP), for the production, acquisition and rehabilitation of affordable housing for low and moderate income households.

Special Police Trust Fund

To account for revenue generated by police department confiscations and investigative reimbursements.

Community Development Block Grant Fund

To account for the implementation and funding of community development block grant projects.

Special Programs Fund

To account for the receipt of contributions and grant revenue to be used on special programs not specifically identified in another fund.

Library Board Fund

To account for donations to and disbursements for the library.

NONMAJOR GOVERNMENTAL FUNDS

(continued)

DEBT SERVICE FUNDS

Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

2003 Bond Sinking Fund

To accumulate monies for the payment of the Non-Ad Valorem Revenue Bonds, Series 2003. The 2003 Bonds are payable solely from non-ad valorem revenues.

2003 Bond Reserve Fund

To maintain funds in accordance with the 2003 Bond Reserve Account requirements.

Community Redevelopment Agency Escrow

To accumulate monies for the repayment of fiscal advances from the Series 2002 and 2003 Non-Ad Valorem Revenue Bonds.

2005 Community Redevelopment Agency Note

To accumulate monies for the repayment of the 2005 Community Redevelopment Agency Note.

2002 Dredging Note

To accumulate monies for the repayment of the 2002 Dredging Note.

2002 Bond Sinking Fund

To accumulate monies for the payment of the 2002 Non-Ad Valorem Revenue Bonds. The 2002 Bonds are payable solely from non-ad valorem revenues.

2002 Bond Reserve Fund

To maintain funds in accordance with 2002 Bond Reserve Account requirements, which is currently ten percent (10%) of the proceeds of all bonds, should the funds in the Sinking Fund be insufficient to pay interest and retire the maturing debt.

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for resources to be used for acquisition or construction of major capital projects.

Plantation Gateway Construction Fund

To fund capital improvements in the Plantation Gateway Development District, a dependent taxing district.

NONMAJOR GOVERNMENTAL FUNDS

(continued)

2002 Bond Construction Fund

To account for the acquisition, construction and equipping of certain capital improvements including: (1) park development, (2) recreation and cultural facilities, (3) the purchase of real property and interests therein, (4) police and fire equipment and facilities, (5) purchase and upgrading of electronic or information technologies, (6) installation, construction and relocation of roadway and utilities infrastructure, and (7) other City facilities and equipment.

2003 Bond Construction Fund

To account for the use of the 2003 bond proceeds towards the development of the park elements on land acquired with the site of the golf course, renovations to the Kennedy Community Center, a City building expansion project and an economic development project.

Plantation Midtown Development District Capital Projects Fund

To account for the costs of developing the Plantation Midtown Development District, a dependent taxing district, with the use of Non-Ad Valorem Bond, Series 2003 funds and transfers from the Plantation Midtown Development District Special Revenue Fund.

CITY OF PLANTATION, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2007

	Special Revenue Funds	Debt Service Funds	Capital Projects Fund	Total Nonmajor Governmental Funds
ASSETS:				
Cash and equity in pooled cash and investments	\$ 5,358,000	\$ 837,760	\$ 8,763,002	\$ 14,958,762
Cash and investments with fiscal agent	--	5,839,490	--	5,839,490
Receivables - net of allowances:				
Other	525,685	--	--	525,685
Due from other governments	600,858	--	--	600,858
Prepays	7,381			7,381
Total assets	\$ 6,491,924	\$ 6,677,250	\$ 8,763,002	\$ 21,932,176
 LIABILITIES AND FUND BALANCES:				
Liabilities:				
Accounts payable and other accrued expenditures	\$ 788,384	\$ --	\$ 604,835	\$ 1,393,219
Due to other funds	31,235	--	--	31,235
Deferred revenue	941,066	--	--	941,066
Unearned revenue	6,000			6,000
Total liabilities	1,766,685	--	604,835	2,371,520
 Fund balances:				
Reserved for:				
Debt service	--	5,116,411	--	5,116,411
Prepays	7,381	--	--	7,381
Library	141,326	--	--	141,326
Special programs	615,016	--	--	615,016
Unreserved:				
Debt service funds:				
Undesignated	--	1,560,839	--	1,560,839
Special revenue funds:				
Designated for subsequent year's expenditures	821,947	--	--	821,947
Undesignated	3,139,569	--	--	3,139,569
Capital projects:				
Designated for subsequent year's expenditures	--	--	4,800,150	4,800,150
Undesignated	--	--	3,358,017	3,358,017
Total fund balances	4,725,239	6,677,250	8,158,167	19,560,656
Total liabilities and fund balances	\$ 6,491,924	\$ 6,677,250	\$ 8,763,002	\$ 21,932,176

CITY OF PLANTATION, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2007

	Special Revenue Funds	Debt Service Funds	Capital Projects Fund	Total Nonmajor Governmental Funds
REVENUES:				
Property taxes	\$ 727,809	\$ --	\$ --	\$ 727,809
Incremental tax receipts	908,515	--	--	908,515
Intergovernmental	3,768,437	--	557,075	4,325,512
Fines and forfeitures	155,517	--	--	155,517
Investment income	375,109	319,420	384,070	1,078,599
Miscellaneous	215,108	--	--	215,108
Total revenues	<u>6,150,495</u>	<u>319,420</u>	<u>941,145</u>	<u>7,411,060</u>
EXPENDITURES:				
Current operating:				
General government	1,862	--	--	1,862
Public safety	126,883	--	--	126,883
Transportation	2,619,695	--	--	2,619,695
Physical environment	1,862,163	--	--	1,862,163
Culture and recreation	34,407	--	--	34,407
Capital outlay	1,765,833	--	2,694,579	4,460,412
Debt service:				
Principal payments	--	3,343,047	--	3,343,047
Interest and other	--	2,111,078	--	2,111,078
Total expenditures	<u>6,410,843</u>	<u>5,454,125</u>	<u>2,694,579</u>	<u>14,559,547</u>
Deficiency of revenues under expenditures	<u>(260,348)</u>	<u>(5,134,705)</u>	<u>(1,753,434)</u>	<u>(7,148,487)</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	--	6,474,635	1,887,603	8,362,238
Transfers out	(2,640,603)	(426,698)	(538,347)	(3,605,648)
Total other financing sources (uses)	<u>(2,640,603)</u>	<u>6,047,937</u>	<u>1,349,256</u>	<u>4,756,590</u>
Net change in fund balances	<u>(2,900,951)</u>	<u>913,232</u>	<u>(404,178)</u>	<u>(2,391,897)</u>
FUND BALANCES AT BEGINNING OF YEAR	<u>7,626,190</u>	<u>5,764,018</u>	<u>8,562,345</u>	<u>21,952,553</u>
FUND BALANCES AT END OF YEAR	<u>\$ 4,725,239</u>	<u>\$ 6,677,250</u>	<u>\$ 8,158,167</u>	<u>\$ 19,560,656</u>

CITY OF PLANTATION, FLORIDA
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
 September 30, 2007

	Plantation Midtown Development District	Community Redevelopment Agency	Plantation Gateway Development District	Road and Traffic Control	State Housing Initiative Partnership	Special Police Trust	Community Development Block Grant	Special Programs	Library Board	Total
ASSETS:										
Cash and equity in pooled cash and investments	\$ 480,917	\$ 7,334	\$ 1,114,682	\$ 1,478,885	\$ 1,452,073	\$ 291,796	\$ 1,254	\$ 389,639	\$ 141,420	\$ 5,358,000
Receivables - net of allowances:										
Other	--	--	435	55,158	--	--	--	470,092	--	525,685
Due from other governments	132,090	--	--	419,178	--	--	49,590	--	--	600,858
Prepays	--	--	--	7,381	--	--	--	--	--	7,381
Total assets	\$ 613,007	\$ 7,334	\$ 1,115,117	\$ 1,960,602	\$ 1,452,073	\$ 291,796	\$ 50,844	\$ 859,731	\$ 141,420	\$ 6,491,924
LIABILITIES AND FUND BALANCES:										
Liabilities:										
Accounts payable and accrued expenditures	\$ 103,660	\$ 7,334	\$ 4,116	\$ 559,340	\$ 100,845	\$ 3,616	\$ 9,379	\$ --	\$ 94	\$ 788,384
Due to other funds	--	--	--	--	--	--	31,235	--	--	31,235
Deferred revenue	--	--	--	470,974	--	--	--	470,092	--	941,066
Unearned revenue	--	--	--	--	--	--	--	6,000	--	6,000
Total liabilities	103,660	7,334	4,116	1,030,314	100,845	3,616	40,614	476,092	94	1,766,685
Fund balances:										
Reserved for:										
Prepays	--	--	--	7,381	--	--	--	--	--	7,381
Library	--	--	--	--	--	--	--	--	141,326	141,326
Special programs	--	--	--	231,377	--	--	--	383,639	--	615,016
Unreserved:										
Designated for subsequent year's expenditures	509,347	--	32,350	280,250	--	--	--	--	--	821,947
Undesignated	--	--	1,078,651	411,280	1,351,228	288,180	10,230	--	--	3,139,569
Total fund balances	509,347	--	1,111,001	930,288	1,351,228	288,180	10,230	383,639	141,326	4,725,239
Total liabilities and fund balances	\$ 613,007	\$ 7,334	\$ 1,115,117	\$ 1,960,602	\$ 1,452,073	\$ 291,796	\$ 50,844	\$ 859,731	\$ 141,420	\$ 6,491,924

CITY OF PLANTATION, FLORIDA
COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUNDS
For the Year Ended September 30, 2007

	Plantation Midtown Development District	Community Redevelopment Agency	Plantation Gateway Development District	Road and Traffic Control	State Housing Initiative Partnership	Special Police Trust	Community Development Block Grant	Special Programs	Library Board	Total
REVENUES:										
Property taxes	\$ 443,540	\$ --	\$ 284,269	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ 727,809
Incremental tax receipts	286,210	908,515	--	2,565,790	297,112	--	619,325	--	--	908,515
Intergovernmental	--	--	--	--	--	155,517	--	--	--	3,768,437
Fines and forfeitures	56,668	27,148	61,560	95,197	89,079	14,789	3,820	18,516	8,332	155,517
Investment income	--	--	--	82,072	110	--	--	90,038	42,888	375,109
Miscellaneous	--	--	--	--	--	--	--	--	--	215,108
Total revenues	786,418	935,663	345,829	2,743,059	386,301	170,306	623,145	108,554	51,220	6,150,495
EXPENDITURES:										
Current operating:										
General government	--	--	--	--	--	114,398	--	1,862	--	1,862
Public safety	--	--	--	2,619,695	--	--	--	12,485	--	126,883
Transportation	412,275	117,063	392,895	--	1,158,434	--	(218,504)	--	--	2,619,695
Physical environment	--	--	--	1,221,418	--	94,825	423,419	18,981	15,426	1,862,163
Culture and recreation	--	--	--	--	--	--	--	18,304	7,867	34,407
Capital outlay	--	--	--	--	--	--	209,223	--	--	1,765,833
Total expenditures	412,275	117,063	392,895	3,841,113	1,158,434	209,223	204,915	51,632	23,293	6,410,843
Excess (deficiency) of revenues over (under) expenditures	374,143	818,600	(47,066)	(1,098,054)	(772,133)	(38,917)	418,230	56,922	27,927	(260,348)
OTHER FINANCING USES:										
Transfers out	(1,252,080)	(819,600)	(100,923)	--	--	--	(408,000)	--	(60,000)	(2,640,603)
Total other financing uses	(1,252,080)	(819,600)	(100,923)	--	--	--	(408,000)	--	(60,000)	(2,640,603)
Net change in fund balances	(877,937)	(1,000)	(147,989)	(1,098,054)	(772,133)	(38,917)	10,230	56,922	(32,073)	(2,900,951)
FUND BALANCES AT BEGINNING OF YEAR	1,387,284	1,000	1,258,990	2,028,342	2,123,361	327,097	--	326,717	173,399	7,626,190
FUND BALANCES AT END OF YEAR	\$ 509,347	\$ --	\$ 1,111,001	\$ 930,288	\$ 1,351,228	\$ 288,180	\$ 10,230	\$ 383,639	\$ 141,326	\$ 4,725,239

CITY OF PLANTATION, FLORIDA
 COMBINING BALANCE SHEET
 DEBT SERVICE FUNDS
 September 30, 2007

	2003 Bond Sinking	2003 Bond Reserve	Community Redevelopment Agency Escrow	2005 Community Redevelopment Agency Note	2002 Dredging Note	2002 Bond Sinking	2002 Bond Reserve	Total
ASSETS:								
Cash and equity in pooled cash and investments	\$ 199,253	\$ 2,431,966	\$ 799,432	\$ 14,791	\$ 23,537	\$ 692,438	\$ 2,515,833	\$ 837,760
Cash and investments with fiscal agent	\$ 199,253	\$ 2,431,966	\$ 799,432	\$ 14,791	\$ 23,537	\$ 692,438	\$ 2,515,833	\$ 5,839,490
Total assets	\$ 398,506	\$ 4,863,932	\$ 1,598,864	\$ 29,582	\$ 47,074	\$ 1,384,876	\$ 5,031,666	\$ 6,677,250
LIABILITIES								
FUND BALANCES:								
Reserved for:								
Debt service	165,488	2,243,728	--	--	--	471,195	2,236,000	5,116,411
Unreserved:								
Undesignated	33,765	188,238	799,432	14,791	23,537	221,243	279,833	1,560,839
Total fund balances	199,253	2,431,966	799,432	14,791	23,537	692,438	2,515,833	6,677,250
Total liabilities and fund balances	\$ 199,253	\$ 2,431,966	\$ 799,432	\$ 14,791	\$ 23,537	\$ 692,438	\$ 2,515,833	\$ 6,677,250

CITY OF PLANTATION, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
DEBT SERVICE FUNDS
For the Year Ended September 30, 2007

		2003	2003	Community	2002	2002	2002	2002	Total
		Bond	Bond	Redevelopment	Dredging	Bond	Bond	Bond	
		Sinking	Reserve	Agency	Note	Sinking	Sinking	Reserve	
		Escrow	Note	Agency	Note	Reserve	Reserve	Reserve	
REVENUES:									
Investment income	\$	31,388	97,823	18,519	4,781	69,687	69,687	94,140	319,420
Total revenues		<u>31,388</u>	<u>97,823</u>	<u>18,519</u>	<u>4,781</u>	<u>69,687</u>	<u>69,687</u>	<u>94,140</u>	<u>319,420</u>
EXPENDITURES:									
Debt service:									
Principal payments		975,000	-	-	156,192	2,150,000	-	-	3,343,047
Interest and other		1,013,642	-	-	37,932	993,220	-	-	2,111,078
Total expenditures		<u>1,988,642</u>	<u>-</u>	<u>-</u>	<u>194,124</u>	<u>3,143,220</u>	<u>-</u>	<u>-</u>	<u>5,454,125</u>
Excess (deficiency) of revenues over (under) expenditures		<u>(1,957,254)</u>	<u>97,823</u>	<u>18,519</u>	<u>(189,343)</u>	<u>(3,073,533)</u>	<u>94,140</u>	<u>94,140</u>	<u>(5,134,705)</u>
OTHER FINANCING SOURCES (USES):									
Transfers in		1,985,394	-	819,600	128,140	3,349,501	-	-	6,474,635
Transfers out		-	-	(426,698)	-	-	-	-	(426,698)
Total other financing sources (uses)		<u>1,985,394</u>	<u>-</u>	<u>392,902</u>	<u>192,000</u>	<u>3,349,501</u>	<u>-</u>	<u>-</u>	<u>6,047,937</u>
Net change in fund balances		28,140	97,823	411,421	2,657	275,968	94,140	94,140	913,232
FUND BALANCES AT BEGINNING OF YEAR		<u>171,113</u>	<u>2,334,143</u>	<u>388,011</u>	<u>20,880</u>	<u>416,470</u>	<u>2,421,693</u>	<u>5,764,018</u>	<u>5,764,018</u>
FUND BALANCES AT END OF YEAR	\$	<u>199,253</u>	<u>2,431,966</u>	<u>799,432</u>	<u>23,537</u>	<u>692,438</u>	<u>2,515,833</u>	<u>2,515,833</u>	<u>6,677,250</u>

CITY OF PLANTATION, FLORIDA
 COMBINING BALANCE SHEET
 CAPITAL PROJECT FUNDS
 September 30, 2007

	Plantation Gateway Construction	2002 Bond Construction	2003 Bond Construction	Plantation Midtown Development District	Total
ASSETS:					
Cash and equity in cash and investments	\$ 103,876	\$ 3,673,539	\$ 4,439,368	\$ 546,219	\$ 8,763,002
Total assets	<u>\$ 103,876</u>	<u>\$ 3,673,539</u>	<u>\$ 4,439,368</u>	<u>\$ 546,219</u>	<u>\$ 8,763,002</u>
LIABILITIES AND FUND BALANCES:					
Liabilities:					
Accounts payable and other accrued expenditures	\$ --	\$ 3,293	\$ 55,323	\$ 546,219	\$ 604,835
Total liabilities	<u>\$ --</u>	<u>\$ 3,293</u>	<u>\$ 55,323</u>	<u>\$ 546,219</u>	<u>\$ 604,835</u>
Fund balances:					
Unreserved:					
Designated for subsequent year's expenditures	--	3,063,550	1,736,600	--	4,800,150
Undesignated	<u>103,876</u>	<u>606,696</u>	<u>2,647,445</u>	<u>--</u>	<u>3,358,017</u>
Total fund balances	<u>103,876</u>	<u>3,670,246</u>	<u>4,384,045</u>	<u>--</u>	<u>8,158,167</u>
Total liabilities and fund balances	<u>\$ 103,876</u>	<u>\$ 3,673,539</u>	<u>\$ 4,439,368</u>	<u>\$ 546,219</u>	<u>\$ 8,763,002</u>

CITY OF PLANTATION, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
CAPITAL PROJECTS FUNDS
For the Year Ended September 30, 2007

		<u>Plantation Gateway Construction</u>	<u>2002 Bond Construction</u>	<u>2003 Bond Construction</u>	<u>Plantation Midtown Development District</u>	<u>Total</u>
REVENUES:						
Intergovernmental	\$	100,000	--	237,075	\$ 220,000	\$ 557,075
Investment income		<u>3,410</u>	<u>188,866</u>	<u>190,635</u>	<u>1,159</u>	<u>384,070</u>
Total revenues		<u>103,410</u>	<u>188,866</u>	<u>427,710</u>	<u>221,159</u>	<u>941,145</u>
EXPENDITURES:						
Capital outlay		<u>100,457</u>	<u>382,843</u>	<u>263,440</u>	<u>1,947,839</u>	<u>2,694,579</u>
Total expenditures		<u>100,457</u>	<u>382,843</u>	<u>263,440</u>	<u>1,947,839</u>	<u>2,694,579</u>
Excess (deficiency) of revenues over (under) expenditures		<u>2,953</u>	<u>(193,977)</u>	<u>164,270</u>	<u>(1,726,680)</u>	<u>(1,753,434)</u>
OTHER FINANCING SOURCES (USES):						
Transfers in		100,923	--	60,000	1,726,680	1,887,603
Transfers out		--	<u>(3,236)</u>	<u>(535,111)</u>	--	<u>(538,347)</u>
Total other financing sources (uses)		<u>100,923</u>	<u>(3,236)</u>	<u>(475,111)</u>	<u>1,726,680</u>	<u>1,349,256</u>
Net change in fund balances		103,876	(197,213)	(310,841)	--	(404,178)
FUND BALANCES AT BEGINNING OF YEAR		--	<u>3,867,459</u>	<u>4,694,886</u>	--	<u>8,562,345</u>
FUND BALANCES AT END OF YEAR	\$	<u>103,876</u>	\$ <u>3,670,246</u>	\$ <u>4,384,045</u>	\$ --	\$ <u>8,158,167</u>

OTHER FINANCIAL INFORMATION

CITY OF PLANTATION, FLORIDA
 CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
 SCHEDULE OF CAPITAL ASSETS BY FUNCTION AND ACTIVITY
 September 30, 2007

Function and Activity	Land	Buildings	Improvements Other Than Buildings	Infrastructure	Machinery and Equipment	Library Collections	Construction in Progress	Total
GENERAL GOVERNMENT	\$ 1,517,797	\$ 2,936,968	\$ 1,528,114	\$ --	\$ 2,393,121	\$ --	\$ 1,906,945	\$ 10,282,945
PUBLIC SAFETY	602,886	7,733,710	4,192,564	--	16,442,533	--	6,702,226	35,673,919
PUBLIC WORKS	31,106	1,328,630	433,715	--	2,043,509	--	335,367	4,172,327
TRANSPORTATION	--	--	1,801,353	31,423,590	1,499,104	--	2,175,722	36,899,769
PHYSICAL ENVIRONMENT	2,050,731	21,956	1,675,483	--	543,640	--	4,015,500	8,307,310
CULTURE AND RECREATION	18,657,180	9,094,418	37,955,919	--	3,415,535	1,796,574	146,300	71,065,926
Total capital assets	\$ 22,859,700	\$ 21,115,682	\$ 47,587,148	\$ 31,423,590	\$ 26,337,442	\$ 1,796,574	\$ 15,282,060	\$ 166,402,196

CITY OF PLANTATION, FLORIDA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES IN CAPITAL ASSETS BY FUNCTION AND ACTIVITY
For the Year Ended September 30, 2007

	Capital Assets October 1, 2006, <u>as restated</u>	<u>Additions</u>	<u>Deletions</u>	<u>Transfers</u>	Capital Assets September 30, 2007
GENERAL GOVERNMENT	\$ 8,254,937	\$ 2,078,133	\$ (45,889)	\$ (4,236)	\$ 10,282,945
PUBLIC SAFETY	32,376,120	3,544,207	(198,450)	(47,958)	35,673,919
PUBLIC WORKS	3,721,124	570,106	(171,097)	52,194	4,172,327
TRANSPORTATION	35,830,068	1,069,701	--	--	36,899,769
PHYSICAL ENVIRONMENT	6,348,016	2,484,413	(525,119)	--	8,307,310
CULTURE AND RECREATION	<u>69,805,056</u>	<u>1,319,003</u>	<u>(58,129)</u>	<u>--</u>	<u>71,065,926</u>
Total capital assets	\$ <u>156,335,321</u>	\$ <u>11,065,559</u>	\$ <u>(998,684)</u>	\$ <u>--</u>	\$ <u>166,402,196</u>

CITY OF PLANTATION, FLORIDA
SCHEDULE OF INSURANCE COVERAGE
September 30, 2007

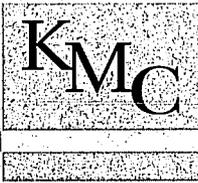
Company	Policy Number	Expiration Date	Coverage	Deductible	Premium	Limits
FL Municipal Self Insurance Fund	FMIT 482	10/01/07	Workers Compensation	\$ 175,000 SIR	\$	5,000,000
FL Municipal Self Insurance Fund	FMIT 482	10/01/07	General Liability including Law Enforcement Professional Liability, Errors and Omissions	200,000 SIR		5,000,000
FL Municipal Self Insurance Fund	FMIT 482	10/01/07	Automobile Liability	200,000 SIR		5,000,000
FL Municipal Self Insurance Fund	FMIT 482	10/01/07	Real and Personal Property Includes Computer Equipment	100,000 SIR		100,000,000
Fidelity and Deposit Co. of Maryland	CPP141072314-BLKT	04/01/08	Public Employee Blanket Bond Loss Inside Premises Loss Outside Premises Excess Coverage on Controller	1,000 250 250		50,000 5,000 5,000 50,000
Hartford Steam Boiler Insurance	FBP9426796	01/01/08	Boiler and Machinery	5,000		10,000,000
Hartford Accident and Indemnity	ETB12506-5	01/01/09	Accidental Death and Dismemberment Volunteer Fire - Death Benefits Police - Unlawful Death Police - Fresh Pursuit Death Police - Death in the Line of Duty			50,000 150,000 50,000 125,000
Commerce and Industry Insurance Co.	FPL7509888#5	04/01/08	Third Party Pollution Liability Schedule Tanks	25,000		1,000,000 each incident 10,000,000 aggregate
Travelers Insurance Company	Multiple Policies Property Locations	09/20/08	Flood	500 per location		500,000 max per location
Travelers Insurance	023FF103001118BCM	07/01/08	Buildings - Rated per Location Contents - Rated per Location	10,000		2,000,000
Travelers Insurance Company	103088609-ERISA	07/01/08	Pension Trust Liability Insurance	1,000		50,000
Landmark American Insurance Company	LHM709172	03-11-08	ERISA Bond EMS Professional Liability	5,000		1,000,000 each claim 3,000,000 aggregate
Zurich Commercial Insurance	POB7571165	04/01/08	Public Officials Bond (Treasurer)			10,000
United Health Care - PPO	389953	03/31/08	Employee Health Insurance Plans \$ 15.00 Co-pay	200 individual family - per individual 400 individual		1,000,000 lifetime maximum
United Health Care - POS	389953	03/31/08	\$ 10.00 - Co-pay	No deductible		No limit

**CITY OF PLANTATION, FLORIDA
SCHEDULE OF INSURANCE COVERAGE**

(continued)
September 30, 2007

Company	Policy Number	Expiration Date	Coverage	Deductible	Premium	Limits
United Health Care - POS	389953	03/31/08	\$ 5.00 - Co-pay	No deductible		No limit
Comp Benefits Dental - PPO	CD2147	03/31/08	90% In Network 80% Out of Network	50 individual 100 family		2,000 per person
Comp Benefits DHMO	DF2147	03/31/08	In Network Benefits Only	No deductible		No limit
Comp Benefits Vision Care	VS2536	03/31/08	Frames or Contacts	No deductible		135 wholesale
The Standard (life insurance)	New Policy # Not Issued	03/31/08	Group Life Insurance Plan AD&D	0.14 x 1,000 0.03 x 1,000		50,000 maximum
Lincoln Financial LTF	527714	03/31/08	Long-term Disability	0.38 x 1,000		60% maximum salary

OTHER AUDITORS' REPORTS



KEEFE, McCULLOUGH & CO., LLP
CERTIFIED PUBLIC ACCOUNTANTS

JOHN R. KEEFE, C.P.A.
STEVEN H. WOODS, C.P.A.
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ROSS S. GOTTHOFFER, C.P.A.
HILLARY B. DAIGLE, C.P.A.

6550 NORTH FEDERAL HIGHWAY
SUITE 410
FORT LAUDERDALE, FLORIDA 33308
(954) 771-0896
FAX: (954) 938-9353
E-MAIL: kmc@kmc CPA.com

**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 Honorable Mayor and Members of the City Council
City of Plantation, Florida
Plantation, Florida

We have audited the accompanying basic financial statements of City of Plantation, Florida (the "City"), as of and for the year ended September 30, 2007, and have issued our report thereon dated March 5, 2008. 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.

Internal Control over Financial Reporting

In planning and performing our audit, we considered City of Plantation, Florida's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing an opinion on the financial statements but not for the purpose of expressing an opinion on the effectiveness of City of Plantation, Florida's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of City of Plantation, Florida's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed in the Schedule of Findings and Questioned Costs, Section C, we identified a deficiency in internal control over financial reporting that we consider to be a significant deficiency and another deficiency that we consider to be a material weakness.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects City of Plantation, Florida's ability to initiate, authorize, record, process or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of City of Plantation, Florida's financial statements that is more than inconsequential will not be prevented or detected by City of Plantation, Florida's internal control. We consider the deficiency described in the accompanying Schedule of Findings and Questioned Costs, Section C as 2007-2 to be a significant deficiency in internal control over financial reporting.

City of Plantation, Florida

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by City of Plantation, Florida's internal control. We consider the deficiency described in the accompanying Schedule of Findings and Questioned Costs, Section C as 2007-3 to be a material weakness.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of Plantation, Florida'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.

The City's response to the findings identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. We did not audit the City's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of City management, members of the City Council, the Florida Auditor General and other grantor and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.


KEEFE, McCULLOUGH & CO., LLP

Fort Lauderdale, Florida
March 5, 2008



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HILLARY B. DAIGLE, C.P.A.

6550 NORTH FEDERAL HIGHWAY
SUITE 410
FORT LAUDERDALE, FLORIDA 33308
(954) 771-0896
FAX: (954) 938-9353
E-MAIL: kmc@kmc CPA.com

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND
INTERNAL CONTROL OVER COMPLIANCE APPLICABLE TO EACH
MAJOR FEDERAL PROGRAM AND STATE PROJECT**

To the Honorable Mayor and Members of the City Council
City of Plantation, Florida
Plantation, Florida

Compliance

We have audited the compliance of City of Plantation, Florida with the types of compliance requirements described in the United States Office of Management and Budget (OMB) Circular A-133 Compliance Supplement, and the requirements described in the Executive Office of the Governor's State Projects Compliance Supplement, that are applicable to its major programs and state projects for the year ended September 30, 2007. City of Plantation, Florida's major programs and state projects are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs on pages 91 through 95. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major programs and state projects is the responsibility of City of Plantation, Florida's management. Our responsibility is to express an opinion on City of Plantation, Florida's compliance based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations; and Chapter 10.550, Rules of the Auditor General. Those standards, OMB Circular A-133, and Chapter 10.550, Rules of the Auditor General, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major program or state project occurred. An audit includes examining, on a test basis, evidence about City of Plantation, Florida's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on City of Plantation, Florida's compliance with those requirements.

In our opinion, City of Plantation, Florida complied, in all material respects, with the requirements referred to above that are applicable to its major programs and state projects for the year ended September 30, 2007.

Internal Control over Compliance

The management of City of Plantation, Florida is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to programs and state projects. In planning and performing our audit, we considered City of Plantation, Florida's internal control over compliance with requirements that could have a direct and material effect on a major program or state project in order to determine our auditing procedures for the purpose of expressing our opinion on compliance but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of City of Plantation, Florida's internal control over compliance.

A control deficiency in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program or state project on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a program or state project such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a program or state project that is more than inconsequential will not be prevented or detected by the entity's internal control. We noted a certain matter involving the internal control over compliance that we consider to be a significant deficiency. The significant deficiency is described in the accompanying Schedule of Findings and Questioned Costs, Section B.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a program or state project will not be prevented or detected by the entity's internal control.

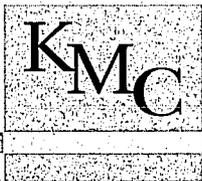
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

The City of Plantation, Florida's response to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. We did not audit the City's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, City Council, others within the entity, and awarding agencies and pass-through entities, and is not intended and should not be used by anyone other than these specified parties.

Keefe McCullough & Co, LLP
KEEFE, McCULLOUGH & CO., LLP

Fort Lauderdale, Florida
March 5, 2008



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(954) 771-0896
FAX: (954) 938-9353
E-MAIL: kmc@kmc CPA.com

INDEPENDENT AUDITORS' REPORT TO CITY MANAGEMENT

To the Honorable Mayor and Members of the City Council
City of Plantation, Florida
Plantation, Florida

We have audited the basic financial statements of City of Plantation, Florida (the "City") as of and for the year ended September 30, 2007, and have issued our report thereon dated March 5, 2008.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and Government Auditing Standards, issued by the Comptroller General of the United States. We have issued our 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. Disclosures in that report, which are dated March 5, 2008, should be considered in conjunction with this management letter.

Additionally, our audit was conducted in accordance with the provisions of Chapter 10.550, Rules of the Auditor General, which govern the conduct of local governmental entity audits performed in the State of Florida and, unless otherwise required to be reported in the report on compliance and internal controls or schedule of findings and questioned costs, this letter is required to include the following information.

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 significant findings or recommendations made in the preceding annual financial audit report.

Section 10.554(1)(i)2., Rules of the Auditor General, requires our audit to include a review of the provisions of Section 218.415, Florida Statutes, regarding the investment of public funds. In connection with our audit, we determined that City of Plantation, Florida complied with Section 218.415, Florida Statutes.

Section 10.554(1)(i)3., Rules of the Auditor General, requires that we address in the management letter any recommendations to improve financial management, accounting procedures and internal controls. In connection with our audit, our recommendations to improve financial management are included in the Schedule of Findings and Questioned Costs, Part C on pages 93 through 95.

Section 10.554(1)(i)4., Rules of the Auditor General, requires that we address violations of provisions of contracts and grant agreements or abuse that have an effect on the financial statements that is less than material but more than inconsequential. In connection with our audit, we did not have any such findings.

City of Plantation, Florida

Section 10.554(1)(i)5., Rules of the Auditor General, requires, based on professional judgment, the reporting of the following matters that are inconsequential to the financial statements, considering both quantitative and qualitative factors: (1) violations of laws, rules, regulations and contractual provisions or abuse that have occurred, or were likely to have occurred, and would have an immaterial effect on the financial statements; (2) improper expenditures or illegal acts that would have an immaterial effect on the financial statement; and (3) control deficiencies that are not significant deficiencies, including, but not limited to; (a) improper or inadequate accounting procedures (e.g., the omission of required disclosures from the financial statements); (b) failures to properly record financial transactions; and (c) other inaccuracies, shortages, defalcations and instances of fraud discovered by, or that come to the attention of, the auditor. In connection with our audit, we did not have any such findings.

Section 10.554(1)(i)6., 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. The City of Plantation, Florida was established as authorized in Chapter 29446 of Special Acts of Florida, as amended.

Section 10.554(1)(i)7.a., Rules of the Auditor General, requires a statement be included as to whether or not the local governmental entity has met one or more of the conditions described in Section 218.503(1), Florida Statutes, and identification of the specific condition(s) met. In connection with our audit, we determined that the City did not meet any of the conditions described in Section 218.503(1), Florida Statutes.

Section 10.554(1)(i)7.b., Rules of the Auditor General, requires that we determine whether the annual financial report for the City for the fiscal year ended September 30, 2007, filed with the Florida Department of Financial Services pursuant to Section 218.32(1)(a), Florida Statutes, is in agreement with the annual financial audit report for the fiscal year ended September 30, 2007. In connection with our audit, we determined that these two reports were in agreement.

Section 10.554(1)(i)7.c. and 10.556(7), Rules of the Auditor General, require that we apply financial condition assessment procedures. In connection with our audit, we applied financial condition assessment procedures. 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.

This management letter is intended solely for the information of City management, members of the City Council and the Florida Auditor General, and is not intended to be and should not be used by anyone other than these specified parties.

Keefe, McCullough & Co., LLP
KEEFE, McCULLOUGH & CO., LLP

Fort Lauderdale, Florida
March 5, 2008

CITY OF PLANTATION, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL PROGRAMS AND STATE PROJECTS
 For the Year Ended September 30, 2007

Federal/State Agency Pass-through Entity Federal Program/State Project	CFDA/CSFA Number	Contract/Grant Number	Expenditures	Transfers to Subrecipients
FEDERAL AGENCY NAME:				
Direct Programs:				
United States Department of Agriculture - Emergency Watershed Protection	*	10.904	\$ 456,438	\$ --
United States Department of Housing and Urban Development - Community Development Block Grants/ Entitlement Grants	*	14.218	612,915	--
United States Department of Justice Federal Forfeitures		16.000	80,240	--
Bulletproof Vest Partnership Program		16.607	713	--
Indirect Programs:				
United States Department of Homeland Security - Passed through Florida Department of Community Affairs Disaster Grants - Public Assistance	*	97.036	393,620 19,072 2,397	-- -- --
Passed through Florida Division of Emergency Management Hazard Mitigation Grant		97.039	25,833	--
United States Department of Interior, National Park Services - Passed through Florida Department of Environmental Protection Outdoor Recreation - Acquisition, Development and Planning		15.916	12,075	--
United States Department of Agriculture - Passed through Florida Department of Agriculture - Cooperative Forestry Assistance		10.664	58,088 45,350 8,675	-- -- --

CITY OF PLANTATION, FLORIDA
SCHEDULE OF EXPENDITURES OF FEDERAL PROGRAMS AND STATE PROJECTS
 (continued)
 For the Year Ended September 30, 2007.

Federal/State Agency Pass-through Entity Federal Program/State Project	CFDA/CSFA Number	Contract/Grant Number	Expenditures	Transfers to Subrecipients
FEDERAL AGENCY NAME:				
Indirect programs (continued):				
United States Department of Justice - Passed through Broward County Sheriff's Office - Edward Byrne Memorial Justice Assistance Grant Program	16.738	--	16,081	--
Total Federal Agency			<u>1,731,497</u>	<u>--</u>
Total Expenditures of Federal Awards			\$ <u>1,731,497</u>	\$ <u>--</u>
STATE AGENCY NAME:				
Florida Housing Finance Corporation - State Housing Initiatives Partnership Program	*	52.901	1,158,434	--
Florida Department of State and Secretary of State - Public Library Construction Program		45.020	225,000	--
Florida Department of Environmental Protection - Florida Recreation Development Assistance Program		37.017	163,500	--
State of Florida Department of Transportation - Passed through Broward County County Incentive Grant Program	*	55.008	416,618	--
State of Florida Department of Transportation - Florida Highway Beautification Council Grant		55.003	100,000	--
Public Transit Service Development Program	*	55.012	220,000	--
Passed through South Florida Regional Planning Council Public Transit Service Development Program	*	55.012	190,050	--
Total State Agency		42045019401	<u>67,018</u>	<u>--</u>
Total Expenditures of State Financial Assistance			<u>2,540,620</u>	<u>--</u>
			\$ <u>2,540,620</u>	\$ <u>--</u>

* Denotes a major program/project
 NOTE: This schedule was prepared on the accrual basis of accounting.

CITY OF PLANTATION, FLORIDA
SCHEDULE OF EXPENDITURES OF LOCAL FINANCIAL ASSISTANCE
For the Year Ended September 30, 2007

<u>Grantor</u>	<u>Number</u>	<u>Expenditures</u>
South Florida Water Management District Advanced Wastewater Treatment Pilot Project	OT060366	\$ 160,000
Broward County Broward Beautiful Greenshade Grant	G06-07	10,741
Broward Beautiful Community Grant	G06-82	<u>10,000</u>
Total Local Agency		<u>180,741</u>
Total Expenditures of Local Financial Assistance		\$ <u><u>180,741</u></u>

NOTE: This schedule was prepared on the accrual basis of accounting.

CITY OF PLANTATION, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FEDERAL PROGRAMS AND STATE PROJECTS
For the Year Ended September 30, 2007

A. SUMMARY OF AUDITORS' RESULTS

1. The auditors' report expresses an unqualified opinion on the basic financial statements.
2. The significant deficiency and material weakness relating to the audit of the basic financial statements are reported in the 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 are listed as 2007-2 and 2007-3 and are discussed in Part C on pages 93 through 95.
3. No instances of noncompliance material to the basic financial statements of City of Plantation, Florida, were disclosed during the audit.
4. A significant deficiency relating to the audit of the major programs or state projects is reported in the Independent Auditors' Report on Compliance with Requirements Applicable to each Major Federal Program and State Project and on Internal Control over Compliance Applicable in Accordance with OMB Circular A-133 and Chapter 10.550, Rules of the Auditor General.
5. The auditors' report on compliance for the major programs and state projects for City of Plantation, Florida expresses an unqualified opinion.
6. An audit finding relative to the major programs or state projects for City of Plantation, Florida is reported in Part B on pages 92 and 93.
7. The programs/projects tested as a major program/project are as follows:

Federal Program	Federal CFDA No.
United States Department of Homeland Security - Public Assistance Grant	97.036
United States Department of Agriculture - Emergency Watershed Protection	10.904
United States Department of Housing and Urban Development - Community Development Block Grants/Entitlement Grants	14.218
State Project	State CSFA No.
Florida Housing Finance Corporation - State Housing Initiatives Partnership Program	52.901
State of Florida Department of Transportation - County Incentive Grant Program	55.008
State of Florida Department of Transportation - Public Transit Service Development Program	55.012

CITY OF PLANTATION, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FEDERAL PROGRAMS AND STATE PROJECTS

(continued)

For the Year Ended September 30, 2007

8. The threshold for distinguishing Types A and B programs was \$ 300,000 for the major programs and state projects.
9. City of Plantation, Florida was determined to be a low-risk auditee pursuant to OMB Circular A-133.

B. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL PROGRAM AND STATE PROJECT AUDITS

Finding 2007-1

Criteria

Per the OMB's Circular A-133, Subpart C.300 and Rules of the Auditor General, Chapter 10.550, it is the auditee's responsibility to: a) identify, in its accounts, all and state awards received and expended and the program and state project under which they were received. program and state project award identification shall include, as applicable, the CFDA or CSFA title and number, award number and year, name of the or state agency, and name of the pass-through entity and; b) maintain internal control over programs and state projects that provides reasonable assurance that the auditee is managing and state awards in compliance with laws, regulations and the provisions or contracts or grants that could have a material effect on a program or state project.

Condition

It was noted that the City of Plantation does not have adequate procedures in place to ensure proper identification of funding sources upon execution of grant agreements in order to determine the appropriate tracking of revenues and expenditures and reporting requirements.

Cause

The individual responsible for tracking the grant information did not receive sufficient documentation and notification from the various departments administering the grants to properly include all the necessary information on the Schedule of Expenditures of Federal Programs and State Projects.

Effect

Grant monies may not be properly included on the Schedule of Expenditures of Federal Programs and State Projects resulting in the City not following proper or state compliance requirements and possible errors in determining major program or project assessments under and state single audit requirements.

Recommendation

The finance department should implement new policies and procedures to ensure that all necessary information is being provided to the individual responsible for tracking the grant information in order to properly determine and support whether or not programs and projects are to be considered , state or county funding and in order to properly track those revenues and expenditures.

CITY OF PLANTATION, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FEDERAL PROGRAMS AND STATE PROJECTS
(continued)
For the Year Ended September 30, 2007

B. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL PROGRAM AND STATE PROJECT AUDITS (continued)

Views of Responsible Officials and Planned Corrective Action

To better implement new policies and procedures that will improve information distribution, communication between project leaders and the Financial Services Department will be emphasized. These interactive strategies will include:

- The Financial Operations Manager and Junior Accountant will meet annually or as needed with all project leaders on an individual basis. The discussions will include project updates, responsibilities and instruction on audit requirements.
- In addition to face-to-face meetings, these project leaders will receive e-mail requests for information in regards to new, existing and future projects.
- The Financial Operations Manager will schedule monthly meetings with the Grant and Resource Development Manager to discuss current and pending grants.
- The Financial Operations Manager will periodically meet with the Fixed Asset Manager to coordinate the status of all capital related grants.

C. OTHER ISSUES

No Summary Schedule of Prior Audit Findings is required because there were no prior audit findings related to federal programs or state projects.

No Corrective Action Plan is required because there were no findings required to be reported under the Federal or Florida Single Audit Acts.