

**THE CITY OF PLANTATION, FLORIDA**

**BASIC FINANCIAL STATEMENTS  
AND OTHER SCHEDULES**

September 30, 2008

CITY OF PLANTATION, FLORIDA  
 BASIC FINANCIAL STATEMENTS  
 AND OTHER SCHEDULES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2008

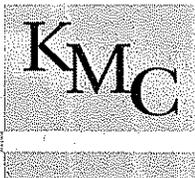
TABLE OF CONTENTS

	<u>PAGES</u>
FINANCIAL SECTION:	
Independent Auditors' Report	1-2
Management's Discussion and Analysis (Not Covered by Independent Auditors' Report)	3-10
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets	11
Statement of Activities	12
Fund Financial Statements:	
Balance Sheet – Governmental Funds	13-14
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets	15
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	16
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	17
Statement of Revenues and Expenditures – Budget and Actual – General Fund	18
Statement of Revenues and Expenditures – Budget and Actual – Pledged Revenue Fund	19
Statement of Net Assets – Proprietary Funds	20
Statement of Revenues, Expenses and Changes in Net Assets – Proprietary Funds	21
Statement of Cash Flows – Proprietary Funds	22-23
Statement of Fiduciary Net Assets – Pension Funds	24
Statement of Changes in Fiduciary Net Assets – Pension Funds	25
Notes to Financial Statements	26-55

CITY OF PLANTATION, FLORIDA  
 BASIC FINANCIAL STATEMENTS  
 AND OTHER SCHEDULES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2008

TABLE OF CONTENTS  
 (continued)

	<u>PAGES</u>
Required Supplementary Information:	
Pension Trust Funds:	
Schedules of Contributions from the Employer and the State of Florida:	
General Employees' Pension Trust Fund	56
Police Officers' Pension Trust Fund	57
Volunteer Firefighters' Pension Trust Fund	58
Schedules of Funding Progress:	
General Employees' Pension Trust Fund	59
Police Officers' Pension Trust Fund	60
Volunteer Firefighters' Pension Trust Fund	61
Annual Pension Costs – All Pension Trust Funds	62
OTHER FINANCIAL INFORMATION:	
Combining Financial Statements:	
Combining Balance Sheet – Nonmajor Governmental Funds	63
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	64
Combining Balance Sheet – Special Revenue Funds	65
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Special Revenue Funds	66
Combining Balance Sheet – Debt Service Funds	67
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Debt Service Funds	68
Combining Balance Sheet – Capital Project Funds	69
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Capital Project Funds	70
Capital Assets Used in the Operation of Governmental Funds	
Schedule of Capital Assets by Function and Activity	71
Schedule of Changes in Capital Assets by Function and Activity	72
Schedule of Insurance Coverage	73



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**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, 2008, 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 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 as of September 30, 2008, 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 June 12, 2009 on our consideration of City of Plantation, Florida's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements 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

The management's discussion and analysis and pension plan required supplementary information on pages 3 through 10 and 56 through 62, respectively, are not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Plantation, Florida's basic financial statements. The combining and individual nonmajor fund financial statements and other financial information as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The other financial information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on it.

  
KEEFE, MCCULLOUGH & CO., LLP

Fort Lauderdale, Florida  
June 12, 2009

**CITY OF PLANTATION, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
September 30, 2008**

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 fiscal year ended September 30, 2008. This discussion is to be read in conjunction with the City's financial statements, which immediately follow the discussion.

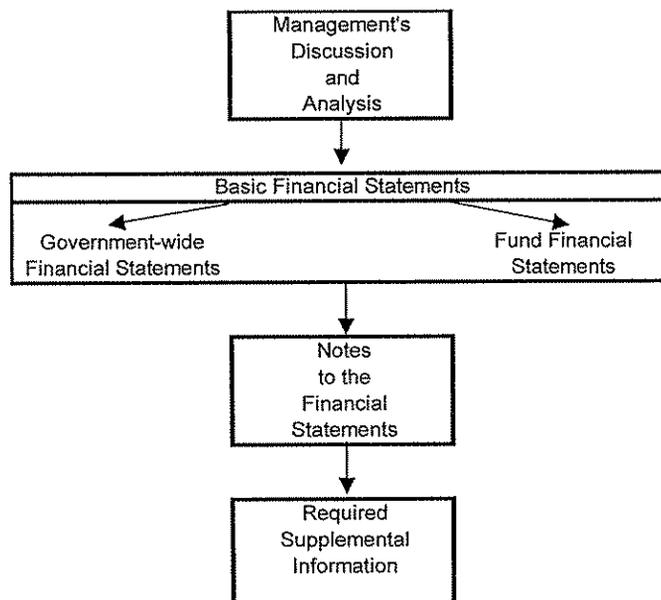
**FINANCIAL HIGHLIGHTS**

- The assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$ 243,527,575 (net assets), which is an increase over the prior year of \$ 10,229,636. Of the net asset amount, \$ 66,009,768 is unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors. See detailed explanation on page 6.
- The governmental activities revenue totaled \$ 94,065,402, or a 1.4% increase over the prior year and expense totaled \$ 80,933,773 or a 3.1% increase over the prior year. The increase in governmental net assets of \$ 13,131,629 is analyzed on pages 7 and 8.
- The business-type activities revenue totaled \$ 31,224,725, or a 1.1% decrease over the prior year and expense totaled \$ 34,126,718, or a 6.6% increase over the prior year. See detailed explanation on pages 7 and 8.
- During the year, the City's governmental funds' expenditures and financing uses totaled \$ 116,861,666 compared to \$ 119,309,713 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 comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements 4) required supplementary information. Figure 1 shows how the required parts of this annual report are arranged and relate to one another.

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



CITY OF PLANTATION, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
September 30, 2008

**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 an indicator of the City's financial health.

The statement of activities presents information showing how the government's net assets changed during the most recent fiscal year. It provides a breakdown of revenues and expenditures 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).

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 11 and 12 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 fiscal 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**  
September 30, 2008

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, the 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 21 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 13 through 19 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, its Fire/Rescue Services, and for 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, the 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 20 through 23 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 statement 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 24 and 25 of this report.

### **NOTES TO THE FINANCIAL STATEMENTS**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 26 through 55 of this report.

### **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 is on pages 56 through 62 of this report.

The combining statements referred to earlier in connection with non-major, governmental funds can be found on pages 63 through 70 of this report.

**CITY OF PLANTATION, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
September 30, 2008**

**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 \$ 243,527,575 at the close of the most recent fiscal 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	
	2008	2007	2008	2007	2008	2007
Current and other assets	\$ 75,041,540	\$ 73,732,269	\$ 38,987,904	\$ 40,748,513	\$ 114,029,444	\$ 114,480,782
Capital assets	96,373,156	92,028,441	112,267,430	106,920,212	208,640,586	198,948,653
Total assets	171,414,696	165,760,710	151,255,334	147,668,725	322,670,030	313,429,435
Long-term liabilities	42,720,572	49,268,781	16,748,850	11,370,951	59,469,422	60,639,732
Other liabilities	13,452,654	14,382,088	6,220,379	5,109,676	19,673,033	19,491,764
Total liabilities	56,173,226	63,650,869	22,969,229	16,480,627	79,142,455	80,131,496
Net assets:						
Invested in capital assets, net of related debt	55,001,871	54,474,282	94,492,154	95,701,828	149,494,025	150,176,110
Restricted	25,285,250	11,064,864	2,738,532	2,099,256	28,023,782	13,164,120
Unrestricted	34,954,349	36,570,695	31,055,419	33,387,014	66,009,768	69,957,709
Total net assets	\$ 115,241,470	\$ 102,109,841	\$ 128,286,105	\$ 131,188,098	\$ 243,527,575	\$ 233,297,939

By far the largest portion of the City's net assets, 61.4% 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 are still outstanding. The City uses these capital assets to provide services to 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.

As depicted above, approximately 11.5% 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, \$ 66,009,768, may be used to meet the government's ongoing obligations to citizens and creditors as designated at the fund level or by the nature of the fund. While \$ 31,055,419 is shown as unrestricted for the business-type funds, \$ 23,365,485 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 \$ 34,954,349. While these funds may be unrestricted on the City-wide statement they may be designated for 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.

**CITY OF PLANTATION, FLORIDA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
September 30, 2008**

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

		City of Plantation, Florida Changes in Net Assets				Total	
		Governmental Activities		Business-Type Activities			
		2008	2007	2008	2007	2008	2007
<b>Revenues:</b>							
<b>Program revenues:</b>							
Charges for services	\$	16,510,237	\$ 11,878,306	\$ 27,901,482	\$ 27,743,017	\$ 44,411,719	\$ 39,621,323
Operating grants and contributions		1,321,423	1,478,857	13,677	55,873	1,335,100	1,534,730
Capital grants and contributions		1,894,910	1,917,474	2,460,725	1,835,199	4,355,635	3,752,673
<b>General revenues:</b>							
Property taxes		33,133,809	35,529,092	-	-	33,133,809	35,529,092
Other taxes		30,185,584	31,610,166	-	-	30,185,584	31,610,166
Investment earnings		1,664,502	3,282,087	862,976	1,924,794	2,527,478	5,206,881
Other		6,879,644	6,827,350	(14,135)	5,175	6,865,509	6,832,525
<b>Total revenues</b>		<u>91,590,109</u>	<u>92,523,332</u>	<u>31,224,725</u>	<u>31,564,058</u>	<u>122,814,834</u>	<u>124,087,390</u>
<b>Expenses:</b>							
<b>Program expenses:</b>							
General government		11,897,275	12,370,340	-	-	11,897,275	12,370,340
Public safety		40,436,045	39,523,220	-	-	40,436,045	39,523,220
Physical environment		7,436,090	6,041,570	-	-	7,436,090	6,041,570
Transportation		5,055,323	4,387,776	-	-	5,055,323	4,387,776
Economic environment		2,737,221	1,961,162	-	-	2,737,221	1,961,162
Culture and recreation		11,459,045	11,823,681	-	-	11,459,045	11,823,681
Other		-	436,787	-	-	-	436,787
Interest on long-term debt		1,912,774	2,025,691	-	-	1,912,774	2,025,691
Water and wastewater utilities		-	-	20,975,902	21,342,642	20,975,902	21,342,642
Fire/rescue services		-	-	6,608,314	6,561,476	6,608,314	6,561,476
Golf course		-	-	4,067,209	3,848,755	4,067,209	3,848,755
<b>Total expenses</b>		<u>80,933,773</u>	<u>78,570,227</u>	<u>31,651,425</u>	<u>31,752,873</u>	<u>112,585,198</u>	<u>110,323,100</u>
Change in net assets before transfers		10,656,336	13,953,105	(426,700)	(188,815)	10,229,636	13,764,290
Transfers		2,475,293	253,289	(2,475,293)	(253,289)	-	-
Increase (decrease) in net assets		13,131,629	14,206,394	(2,901,993)	(442,104)	10,229,636	13,764,290
Net assets - beginning, as restated		102,109,841	87,903,447	131,188,098	131,630,202	233,297,939	219,533,649
<b>Net assets - ending</b>	<b>\$</b>	<u>115,241,470</u>	<u>102,109,841</u>	<u>128,286,105</u>	<u>131,188,098</u>	<u>243,524,575</u>	<u>233,297,939</u>

- Governmental activities charges for services revenue increased by \$ 4,631,931 or 39.0%. This amount can be explained as follows:
  - Forfeiture revenues were up \$ 3,152,898 from two large cases worked in connection with the DEA Task Force.
  - Increased solid waste and recycling revenue in the amount of \$ 1,136,261 due to being the first full year of collections. The prior year had three months of receipts since passage of the new revenue source July 2007.
  - Code violation fine revenue increased \$ 342,816.
- Property tax receipts decreased \$ 2,395,283 or 6.7% during the fiscal year as a result of the adoption by the Florida Legislature of a property tax relief and reform package.
- Investment earnings decreased \$ 1,617,585 or 49.3% as a direct result of diminishing economic conditions.

**CITY OF PLANTATION, FLORIDA**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
September 30, 2008

- General government program expenses decreased \$ 473,065 or 3.8% due to reduced uninsured liability claims in the amount of \$ 364,500
- Transportation program expense increased \$ 667,547 or 15.2% due to an increase in allocated worker's compensation claims in the amount of \$ 426,887
- Business-type capital grants and contributions revenue increased \$ 625,526 or 34.1% as a result of an additional \$ 736,114 was received for contribution in aid of construction over that of the prior fiscal year. Contribution in aid of construction occurs when developers put in the necessary water and wastewater lines that connect to their development and then contributes those assets to the City.
- Business-type net transfers out increased \$ 2,222,004 due to an additional transfer out from the Water and Wastewater Services Fund to Governmental Activities Funds in the amount of \$ 2,304,706 towards the annual debt service on the 2002 Revenue Bonds.

### **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 fiscal year.

- As of the close of the current fiscal year the City's governmental funds reported a combined ending fund balance of \$ 61,643,263, an increase of \$ 2,448,047 in comparison with the prior year fund balance. As mentioned on the previous page, the increase was due to an additional \$ 3,152,898 of forfeiture funds.
- Approximately \$ 11,034,544 or 17.9% of the fund balance is reserve by third parties for particular purposes. Approximately \$ 31,185,409 or 50.6% of the unreserved fund balance is designated by management for a particular purpose. Approximately \$ 19,423,310 or 31.5% is unreserved and undesignated and is available for spending as follows: debt service \$ 2,291,254, capital projects \$ 5,534,323 and \$ 11,597,733 restricted based upon the purpose of the fund (i.e. Road and Traffic Fund must be used for road and traffic related expenditures).

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, unreserved, undesignated fund balance of the General Fund was zero. 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 and Reserve Fund will cover any deficit that may occur in the General Fund. The General Fund has a total fund balance of \$ 19,244,263, \$ 1,357,003 or 7.1% is reserved and \$ 17,887,260 is unreserved but designated. The designations are: \$ 2,465,900 or 12.8% is designated for next years operating deficit, \$ 7,046,360, or 36.6% of the total fund balance, for exposure to risks and to provide sufficient fund equity for catastrophic losses, and \$ 6,500,000, or 33.8% of the total fund balance, for the rising cost of employee medical/dental coverage and \$ 1,875,000, or 9.7% 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. Unreserved fund balance represents 25.4% of the total General Fund expenditures and the total fund balance represents 27.3%.

The General Fund deficiency of revenue and other sources over expenditures and other uses was \$ 0 during the current fiscal year. See the City's policy stated two paragraphs above.

**CITY OF PLANTATION, FLORIDA**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
September 30, 2008

**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  
Changes in Net Assets

	Water and Wastewater Services		Fire/Rescue Services		Golf Course	
	2008	2007	2008	2007	2008	2007
Revenues and other sources \$	25,056,769	\$ 26,124,305	\$ 6,601,791	\$ 6,221,393	\$ 4,200,079	\$ 3,797,407
Expenditures and other uses	28,085,109	26,147,143	6,608,314	6,561,476	4,067,209	3,876,590
Increase (decrease) in net assets	\$ (3,028,340)	\$ (22,838)	\$ (6,523)	\$ (340,083)	\$ 132,870	\$ (79,183)

The Water and Wastewater Services Fund is operating at a \$ 3,028,340 deficit due to decreased earnings on investment reserves and transfers to support bonded debt service of the governmental funds. The Golf Course Fund is operating on a breakeven basis. Revenues were primarily from charges for services and investment earnings. The Fire/Rescue Services Fund revenues and other sources consist primarily of transfers from governmental funds in the amount of \$ 4,558,200 and \$ 2,023,629 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 numbers. At this point, the budgets with the largest expenditure overages are amended.

The original budget for the General Fund was amended to accommodate the elimination of the employee benefits and legal departments. The impact of this adjustment was a reduction in general government expenditures by \$ 4,222,300. No amendments were made to the Pledged Revenue Fund budget.

**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, 2008, amounts to \$208,640,586 (net of accumulated depreciation). Approximately 46.2% 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. Capital assets held by the City at the end of the current fiscal year are summarized as follows:

City of Plantation  
Capital Assets  
(net of accumulated depreciation)

	Governmental Activities	Business-Type Activities	Total
Land	\$ 24,043,070	\$ 7,916,765	\$ 31,959,835
Construction in progress	9,640,118	5,305,738	14,945,856
Buildings	12,563,643	14,060,308	26,623,951
Improvements other than building	31,594,510	70,486,380	102,080,890
Infrastructure	8,520,366	4,121,334	12,641,700
Machinery and equipment	9,845,975	10,376,905	20,222,880
Library collections	165,474	-	165,474
	\$ 96,373,156	\$ 112,267,430	\$ 208,640,586

**CITY OF PLANTATION, FLORIDA**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
September 30, 2008

**LONG-TERM DEBT**

At the end of the current fiscal year, the City had total bonded debt outstanding of \$ 48,562,893. The City's debt represents bonds secured solely by specified revenue sources (i.e., revenue bonds). Additionally, the City has a \$ 1,689,054 revolving loan with the Florida Department of Environmental Regulation, a \$ 709,829 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 \$ 1,114,266 note payable for the Grove East Condominium Development Project as part of the Community Redevelopment Agency catalytic investment strategy project, a \$ 245,245 capital lease used to purchase golf carts and attached GPS system and a 2007 promissory note for \$ 6,546,250 for installing automatic meter readers as well as the related cash receipting software.

The City's total debt of \$ 58,867,537 decreased, during the current fiscal year, by \$ 405,921 or 0.7%. The key factors in this decrease were as follows:

- \$ 792,170 for the DER Loan, \$ 115,326 for the Capital lease, \$ 995,000 for the Series 2003 Revenue Bonds, \$ 4,745,000 for the Series 2002 Revenue Bonds, \$ 161,955 for the 2002 Dredging Note, and \$ 65,159 for the 2005 CRA Revenue Note.
- Issuance of 2007 Utility promissory note in the amount of \$ 6,546,250.
- The amortization of original issue premiums and discounts net \$ 77,561.

The City maintains a rating of "Aaa" from Moody's on governmental and business-type bonded debt and currently has a rating of "AAA" from Standard & Poor's for its business-type bonded debt.

Additional information on the City's long-term debt can be found on pages 44 through 48 of this report.

**NEXT YEAR'S BUDGET AND RATES**

During the current fiscal year, unreserved fund balance in the General Fund increased \$ 2,465,900 to \$ 17,887,260. This increase was the result of :

- Designated \$ 2,465,900 for subsequent year's operations.

**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 N.W. 73rd Avenue, Plantation, Florida 33317.

## 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, 2008

	Primary Government		Total
	Governmental Activities	Business-type Activities	
<b>ASSETS:</b>			
Cash and equity in pooled cash and investments	\$ 37,377,886	\$ 26,815,002	\$ 64,192,888
Cash and investments with fiscal agent/third party	-	83,192	83,192
Receivables - net of allowance for uncollectibles:			
Accounts	2,323,819	3,517,616	5,841,435
Assessments	167,764	877,450	1,045,214
Due from other governments	1,174,480	155,771	1,330,251
Inventory	212,135	702,493	914,628
Prepays	1,001,374	-	1,001,374
Net pension assets	3,765,125	-	3,765,125
Restricted assets:			
Cash and equity in pooled cash and investments	21,338,321	3,676,052	25,014,373
Cash and investments with fiscal agent/third party	6,111,667	3,042,605	9,154,272
Receivables - net of allowance for uncollectibles	472,477	-	472,477
Accrued interest	1,374	382	1,756
Due from other governments	536,546	-	536,546
Deferred debt issuance costs	558,572	117,341	675,913
Capital assets:			
Non-depreciable	33,683,188	13,222,503	46,905,691
Depreciable (net)	62,689,968	99,044,927	161,734,895
Total assets	<u>171,414,696</u>	<u>151,255,334</u>	<u>322,670,030</u>
<b>LIABILITIES:</b>			
Accounts payable and other accrued expenses	3,590,484	875,196	4,465,680
Unearned revenue	989,857	38,567	1,028,424
Payable from restricted assets:			
Accounts payable and other accrued expenses	463,775	1,828,581	2,292,356
Accrued interest	221,773	311,382	533,155
Deposits	772,346	1,763,933	2,536,279
Compensated absences	24,292	-	24,292
Claims payable	550,466	-	550,466
Due within one year:			
Compensated absences	643,091	231,561	874,652
Bond and loans payable	6,196,570	1,051,326	7,247,896
Leases payable	-	119,833	119,833
Due in more than one year:			
Compensated absences	4,144,251	831,971	4,976,222
Bond and loans payable	35,733,287	15,641,109	51,374,396
Leases payable	-	125,412	125,412
Claims payable	2,843,034	150,358	2,993,392
Total liabilities	<u>56,173,226</u>	<u>22,969,229</u>	<u>79,142,455</u>
<b>NET ASSETS:</b>			
Invested in capital assets, net of related debt	55,001,871	94,492,154	149,494,025
Restricted for:			
Economic stability	3,904,440	39,816	3,944,256
Community development	2,361,435	-	2,361,435
Capital improvements	7,188,169	682,319	7,870,488
Renewal and replacement	86,400	1,113,673	1,200,073
Transportation	323,510	-	323,510
Debt service	7,185,762	902,724	8,088,486
Grants and special programs	626,010	-	626,010
Police purposes	3,441,149	-	3,441,149
Library purposes	168,375	-	168,375
Unrestricted	34,954,349	31,055,419	66,009,768
Total net assets	<u>\$ 115,241,470</u>	<u>\$ 128,286,105</u>	<u>\$ 243,527,575</u>

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

**CITY OF PLANTATION, FLORIDA**  
**STATEMENT OF ACTIVITIES**  
**September 30, 2008**

	Program Revenues			Net Revenues (Expenses) and Changes in Net Assets		
	Charges for Services, Fees, Fines and Forfeitures	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
<b>FUNCTION/PROGRAM ACTIVITIES:</b>						
Primary government:						
Governmental activities:						
General government	\$ 11,897,275	\$ 961,719	\$ -	\$ (10,935,556)	\$ -	\$ (10,935,556)
Public safety	40,436,045	11,030,826	29,674	(29,277,391)	-	(29,277,391)
Physical environment	7,436,090	2,343,613	1,020,130	(4,067,038)	-	(4,067,038)
Transportation	5,055,323	368,773	306,984	(4,340,994)	-	(4,340,994)
Economic environment	2,737,221	31	120,485	(1,508,490)	-	(1,508,490)
Culture and recreation	11,459,045	1,805,275	417,637	(9,164,960)	-	(9,164,960)
Interest on long-term debt	1,912,774	-	-	(1,912,774)	-	(1,912,774)
Total governmental activities	80,933,773	16,510,237	1,894,910	(61,207,203)	-	(61,207,203)
Business-type activities:						
Water and wastewater services	20,975,902	21,738,439	2,460,725	-	3,223,262	3,223,262
Fire/rescue services	6,608,314	2,023,629	-	-	(4,578,164)	(4,578,164)
Golf course	4,067,209	4,139,414	-	-	79,361	79,361
Total business-type activities	31,651,425	27,901,482	2,460,725	-	(1,275,541)	(1,275,541)
Total primary government	\$ 112,585,198	\$ 44,411,719	\$ 4,355,635	(61,207,203)	(1,275,541)	(62,482,744)
General revenues:						
Taxes:						
Property taxes, levied for general purposes				33,133,809	-	33,133,809
Property tax increments				999,148	-	999,148
Utility service taxes				5,931,221	-	5,931,221
Franchise taxes				7,638,992	-	7,638,992
Other taxes				15,616,223	-	15,616,223
Investment income				1,664,502	862,976	2,527,478
Gain (loss) on disposal of property, plant, and equipment				13,675	(39,889)	(26,214)
Miscellaneous				6,865,969	25,754	6,891,723
Transfers				2,475,293	(2,475,293)	-
Total general revenues and transfers				74,338,832	(1,626,452)	72,712,380
Change in net assets				13,131,629	(2,901,993)	10,229,636
NET ASSETS AT BEGINNING OF YEAR				102,109,841	131,188,098	233,297,939
NET ASSETS AT END OF YEAR				\$ 115,241,470	\$ 128,286,105	\$ 243,527,575

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

CITY OF PLANTATION, FLORIDA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
September 30, 2008

	General	Pledged Revenue
<b>ASSETS:</b>		
Cash and equity in pooled cash and investments	\$ 21,697,153	\$ 5,633,699
Cash and investments with fiscal agent/third party	-	-
Receivables - net of allowance for uncollectibles:		
Accounts	497,250	668,505
Accrued interest	-	-
Assessments	309	167,455
Due from other funds	59,509	-
Due from other governments		
Federal	11,058	-
State	86,077	-
Local and other	14,704	-
Inventory	212,135	-
Prepays	1,001,374	-
Total assets	\$ 23,579,569	\$ 6,469,659
<b>LIABILITIES AND FUND BALANCES:</b>		
<b>Liabilities:</b>		
Accounts payable and other accrued expenses	\$ 2,500,411	\$ -
Due to other funds	-	-
Unearned revenue	976,897	-
Deferred revenue	85,652	160,056
Deposits	772,346	-
Total liabilities	4,335,306	160,056
<b>Fund balances:</b>		
<b>Reserved for:</b>		
Economic stability	-	-
Debt service	-	-
Inventories and prepaids	1,213,509	-
Cultural arts	143,494	-
Library purposes	-	-
Special programs	-	-
<b>Unreserved:</b>		
<b>General Fund:</b>		
Designated for subsequent year's expenditures	2,465,900	-
Designated for medical benefits	6,500,000	-
Designated for risk management	7,046,360	-
Designated for other post-employment benefits	1,875,000	-
<b>Debt Service Fund:</b>		
Undesignated	-	-
<b>Special Revenue Funds:</b>		
Designated for subsequent year's expenditures	-	192,000
Undesignated	-	6,117,603
<b>Capital Projects Funds:</b>		
Designated for subsequent year's expenditures	-	-
Designated for economic stability	-	-
Designated for emergency preparedness	-	-
Designated for landscaping	-	-
Undesignated	-	-
Total fund balances	19,244,263	6,309,603
Total liabilities and fund balances	\$ 23,579,569	\$ 6,469,659

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

Designated Capital Improvements and Reserve	Community Redevelopment Agency Designated Capital Improvements	Nonmajor Governmental Funds	Total Governmental Funds
\$ 13,756,688	\$ 1,914,829	\$ 15,713,838	\$ 58,716,207
-	-	6,111,667	6,111,667
1,760	-	462,404	1,629,919
-	-	1,374	1,374
-	-	-	167,764
-	-	-	59,509
1,062,641	-	310,640	1,384,339
-	-	225,906	311,983
-	-	-	14,704
-	-	-	212,135
-	-	-	1,001,374
<u>\$ 14,821,089</u>	<u>\$ 1,914,829</u>	<u>\$ 22,825,829</u>	<u>\$ 69,610,975</u>
\$ 1,082,834	\$ -	\$ 471,014	\$ 4,054,259
-	-	59,509	59,509
-	-	12,960	989,857
1,062,641	-	783,392	2,091,741
-	-	-	772,346
<u>2,145,475</u>	<u>-</u>	<u>1,326,875</u>	<u>7,967,712</u>
3,904,440	-	-	3,904,440
-	-	5,116,281	5,116,281
-	-	-	1,213,509
-	-	-	143,494
-	-	168,375	168,375
-	-	488,445	488,445
-	-	-	2,465,900
-	-	-	6,500,000
-	-	-	7,046,360
-	-	-	1,875,000
-	-	2,291,254	2,291,254
-	-	976,800	1,168,800
-	-	5,480,130	11,597,733
4,028,100	602,700	4,008,501	8,639,301
1,952,220	-	-	1,952,220
1,450,000	-	-	1,450,000
87,828	-	-	87,828
<u>1,253,026</u>	<u>1,312,129</u>	<u>2,969,168</u>	<u>5,534,323</u>
<u>12,675,614</u>	<u>1,914,829</u>	<u>21,498,954</u>	<u>61,643,263</u>
<u>\$ 14,821,089</u>	<u>\$ 1,914,829</u>	<u>\$ 22,825,829</u>	<u>\$ 69,610,975</u>

CITY OF PLANTATION, FLORIDA  
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET ASSETS  
September 30, 2008

FUND BALANCES - TOTAL GOVERNMENTAL FUNDS, PAGE 14 \$ 61,643,263

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	174,478,672
Less accumulated depreciation	(78,105,516)

Net pension assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	3,765,125
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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 issuance costs (to be amortized over the life of the debt)	558,572
Recoverable non-current worker's compensation liability	1,166,377

Deferred revenue in governmental funds is susceptible to full accrual on the government-wide statements.	2,091,741
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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, loans and note payable	(41,824,095)
Bond premium (to be amortized as a reduction of interest expense), net	(475,200)
Bond discount (to be amortized as interest expense), net	169,239
Deferred charge on refunding (to be amortized as interest expense), net	200,199
Claims liabilities	(3,393,500)
Compensated absences	(4,811,634)
Accrued interest payable on bonds	(221,773)

NET ASSETS OF GOVERNMENTAL ACTIVITIES, PAGE 11 \$ 115,241,470

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

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

For the Year Ended September 30, 2008

	General	Pledged Revenue	Designated Capital Improvements and Reserve	Community Redevelopment Agency Designated Capital Improvements	Nonmajor Governmental Funds	Total Governmental Funds
<b>REVENUES:</b>						
Property taxes	\$ 32,435,299	\$ -	\$ -	\$ -	\$ 698,510	\$ 33,133,809
Utility taxes	149,774	5,781,447	-	-	-	5,931,221
Franchise fees	4,595,568	7,638,992	-	-	-	7,638,992
Licenses and permits	17,682,540	-	-	-	-	4,595,568
Intergovernmental	933,091	444,753	106,484	-	5,631,313	23,865,090
Fines and forfeitures	5,280,947	-	-	-	3,272,895	4,205,986
Charges for services	695,708	111,710	257,953	36,184	502,947	5,280,947
Income on investments	4,526,800	71,326	405,395	37,261	394,997	1,664,502
Miscellaneous	66,299,727	14,048,228	769,832	73,445	10,560,662	5,435,779
Total revenue	12,005,937	-	31,108	-	74,301	12,111,346
	38,304,241	-	11,186	-	458,500	38,773,927
	7,259,858	-	76,271	-	183	7,336,312
	703,920	-	57,387	-	3,303,424	4,064,731
	448,763	-	-	2,635	2,032,756	2,484,154
	10,182,207	-	-	-	35,716	10,217,923
	1,653,167	-	5,211,341	11,773	1,945,465	8,821,746
Debt service:	-	-	-	-	5,967,113	5,967,113
Principal payments	-	-	-	-	2,001,888	2,001,888
Interest and other	-	-	-	-	-	-
Total expenditures	70,558,093	-	5,387,293	14,408	15,819,346	91,779,140
Excess (deficiency) of revenues over (under) expenditures	(4,258,366)	14,048,228	(4,617,461)	59,037	(5,258,084)	(27,246)
<b>OTHER FINANCING SOURCES (USES):</b>						
Transfers in	16,022,005	-	2,477,875	-	9,057,939	27,557,819
Transfers out	(8,955,423)	(14,266,146)	-	-	(1,860,957)	(25,082,526)
Total other financing sources (uses)	7,066,582	(14,266,146)	2,477,875	-	7,196,982	2,475,293
Net change in fund balance	2,808,216	(217,918)	(2,139,586)	59,037	1,938,298	2,448,047
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	16,436,047	6,527,521	14,815,200	1,855,792	19,560,656	59,195,216
<b>FUND BALANCE AT END OF YEAR</b>	\$ 19,244,263	\$ 6,309,603	\$ 12,675,614	\$ 1,914,829	\$ 21,498,954	\$ 61,643,263

The accompanying 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 Fiscal Year Ended September 30, 2008

NET CHANGE IN FUND BALANCES-TOTAL GOVERNMENTAL FUNDS, PAGE 16 \$ 2,448,047

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 8,821,746

Provision for depreciation expense on governmental capital assets is included in the governmental activities in the statement of net assets (4,397,089)

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 5,967,113

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	(45,304)
Grant revenue	164,722
Miscellaneous revenue	69,546

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. (79,942)

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	96,732
Provision for amortization of original issue discount	(16,924)
Provision for amortization of bond issuance costs	(104,431)
Provision for amortization of deferred charge on refunding	(20,274)
Change in long-term compensated absences	(275,943)
Change in general liability claims	330,500
Change in workers' compensation claims	(135,396)
Change in net pension asset	278,947
Change in accrued interest expense on long-term debt	<u>29,579</u>

CHANGES IN NET ASSETS OF GOVERNMENTAL ACTIVITIES, PAGE 12 \$ 13,131,629

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, 2008

	<u>Budgeted Amounts</u>		Actual	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	Amounts Budgetary Basis	
<b>REVENUES:</b>				
Property taxes	\$ 32,271,100	\$ 32,271,100	\$ 32,435,299	\$ 164,199
Utility taxes	148,400	148,400	149,774	1,374
Licenses and permits	5,214,700	5,214,700	4,595,568	(619,132)
Intergovernmental	13,536,150	15,113,700	17,682,540	2,568,840
Fines and forfeitures	955,500	955,500	933,091	(22,409)
Charges for services	4,563,100	3,959,250	5,280,947	1,321,697
Income on investments	1,056,200	1,056,200	695,708	(360,492)
Miscellaneous	6,877,050	4,066,410	4,526,800	460,390
<b>Total revenue</b>	<u>64,622,200</u>	<u>62,785,260</u>	<u>66,299,727</u>	<u>3,514,467</u>
<b>EXPENDITURES:</b>				
Current operating:				
General government	17,671,850	13,449,550	12,005,937	1,443,613
Public safety	36,288,950	37,866,500	38,304,241	(437,741)
Physical environment	6,322,750	6,322,750	7,259,858	(937,108)
Transportation	720,450	720,450	703,920	16,530
Economic environment	560,900	560,900	448,763	112,137
Culture and recreation	10,555,850	10,555,850	10,182,207	373,643
Capital outlay	2,454,900	2,454,900	1,653,167	801,733
<b>Total expenditures</b>	<u>74,575,650</u>	<u>71,930,900</u>	<u>70,558,093</u>	<u>1,372,807</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(9,953,450)</u>	<u>(9,145,640)</u>	<u>(4,258,366)</u>	<u>4,887,274</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	16,597,400	16,597,400	16,022,005	(575,395)
Transfers out	(6,643,950)	(7,451,760)	(8,955,423)	(1,503,663)
<b>Total other financing sources (uses)</b>	<u>9,953,450</u>	<u>9,145,640</u>	<u>7,066,582</u>	<u>(2,079,058)</u>
<b>Net change in fund balance</b>	<u>-</u>	<u>-</u>	<u>2,808,216</u>	<u>2,808,216</u>
<b>FUND BALANCE</b>				
<b>AT BEGINNING OF YEAR</b>	<u>16,436,047</u>	<u>16,436,047</u>	<u>16,436,047</u>	<u>-</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 16,436,047</u>	<u>\$ 16,436,047</u>	<u>\$ 19,244,263</u>	<u>\$ 2,808,216</u>

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

CITY OF PLANTATION, FLORIDA  
STATEMENT OF REVENUE AND EXPENDITURES-  
BUDGET AND ACTUAL-PLEDGED REVENUE FUND  
For the Year Ended September 30, 2008

	<u>Budgeted Amounts</u>		Actual Amounts	Variance
	<u>Original</u>	<u>Final</u>	Budgetary Basis	
REVENUES:				
Utility taxes	\$ 6,000,000	\$ 6,000,000	\$ 5,781,447	\$ (218,553)
Franchise fees	7,824,450	7,824,450	7,638,992	(185,458)
Intergovernmental	444,800	444,800	444,753	(47)
Income on investments	291,750	291,750	111,710	(180,040)
Miscellaneous	89,000	89,000	71,326	(17,674)
	<u>14,650,000</u>	<u>14,650,000</u>	<u>14,048,228</u>	<u>(601,772)</u>
Total revenue				
Excess (deficiency) of revenues over (under) expenditures	14,650,000	14,650,000	14,048,228	(601,772)
OTHER FINANCING (USES):				
Transfers out	<u>(14,841,550)</u>	<u>(14,841,550)</u>	<u>(14,266,146)</u>	<u>575,404</u>
Total other financing (uses)	<u>(14,841,550)</u>	<u>(14,841,550)</u>	<u>(14,266,146)</u>	<u>575,404</u>
Net change in fund balance	(191,550)	(191,550)	(217,918)	(26,368)
FUND BALANCE AT BEGINNING OF YEAR	<u>6,527,521</u>	<u>6,527,521</u>	<u>6,527,521</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 6,335,971</u>	<u>\$ 6,335,971</u>	<u>\$ 6,309,603</u>	<u>\$ (26,368)</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, 2008

	<u>Water and Wastewater Services</u>	<u>Fire/Rescue Services</u>	<u>Golf Course</u>	<u>Total</u>
<b>ASSETS:</b>				
Current assets:				
Cash and equity in pooled cash and investments	\$ 25,535,317	\$ 597,012	\$ 682,673	\$ 26,815,002
Cash and investments with fiscal agent/third party	-	-	83,192	83,192
Receivables-net of allowance for uncollectibles:				
Accounts	2,708,963	808,084	569	3,517,616
Due from other governments	155,291	480	-	155,771
Inventory	617,035	-	85,458	702,493
Restricted assets:				
Cash and equity in pooled cash and investments	3,042,931	-	633,121	3,676,052
Cash and investments with fiscal agent/third party	2,300,980	-	741,625	3,042,605
Accrued interest	257	-	125	382
<b>Total current assets</b>	<u>34,360,517</u>	<u>1,405,576</u>	<u>2,226,638</u>	<u>37,992,731</u>
Noncurrent assets:				
Assessments	877,450	-	-	877,450
Deferred debt issuance costs	30,225	-	87,116	117,341
Capital assets, net	90,826,108	720,255	20,721,067	112,267,430
<b>Total noncurrent assets</b>	<u>91,733,783</u>	<u>720,255</u>	<u>20,808,183</u>	<u>113,262,221</u>
<b>Total assets</b>	<u>\$ 126,094,557</u>	<u>\$ 2,125,831</u>	<u>\$ 23,034,946</u>	<u>\$ 151,255,334</u>
<b>LIABILITIES:</b>				
Current liabilities:				
Accounts payable and other accrued expenses	\$ 583,510	\$ 157,820	\$ 133,866	\$ 875,196
Unearned revenue	-	-	38,567	38,567
Leases payable	-	-	119,833	119,833
Bond and loans payable	1,051,326	-	-	1,051,326
Payable from restricted assets:				
Accounts payable and other accrued expenses	1,828,581	-	-	1,828,581
Accrued interest	262,493	-	48,889	311,382
Deposits	1,763,933	-	-	1,763,933
<b>Total current liabilities</b>	<u>5,489,843</u>	<u>157,820</u>	<u>341,155</u>	<u>5,988,818</u>
Long-term liabilities:				
Compensated absences	620,696	442,836	-	1,063,532
Claims payable	129,637	20,721	-	150,358
Leases payable	-	-	125,412	125,412
Bond and loans payable	7,183,978	-	8,457,131	15,641,109
<b>Total long-term liabilities</b>	<u>7,934,311</u>	<u>463,557</u>	<u>8,582,543</u>	<u>16,980,411</u>
<b>Total liabilities</b>	<u>13,424,154</u>	<u>621,377</u>	<u>8,923,698</u>	<u>22,969,229</u>
<b>NET ASSETS:</b>				
Invested in capital assets, net of related debt	82,560,579	-	11,931,575	94,492,154
Restricted for:				
Economic stability	-	-	39,816	39,816
Capital improvements	602,687	-	79,632	682,319
Renewal and replacement	600,000	-	513,673	1,113,673
Debt service	209,988	-	692,736	902,724
Unrestricted	28,697,149	1,504,454	853,816	31,055,419
<b>Total net assets</b>	<u>112,670,403</u>	<u>1,504,454</u>	<u>14,111,248</u>	<u>128,286,105</u>
<b>Total liabilities and net assets</b>	<u>\$ 126,094,557</u>	<u>\$ 2,125,831</u>	<u>\$ 23,034,946</u>	<u>\$ 151,255,334</u>

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, 2008

	<u>Water and Wastewater Services</u>	<u>Fire/Rescue Services</u>	<u>Golf Course</u>	<u>Total</u>
<b>OPERATING REVENUES:</b>				
Charges for services	\$ 21,732,610	\$ 2,023,629	\$ 4,139,414	\$ 27,895,653
Miscellaneous	<u>5,829</u>	<u>-</u>	<u>-</u>	<u>5,829</u>
Total operating revenue	<u>21,738,439</u>	<u>2,023,629</u>	<u>4,139,414</u>	<u>27,901,482</u>
<b>OPERATING EXPENSES:</b>				
Personal services and benefits	6,619,774	5,299,922	-	11,919,696
Supplies, services and claims	8,191,491	1,207,623	2,888,266	12,287,380
Provision for depreciation	<u>5,870,111</u>	<u>100,769</u>	<u>811,268</u>	<u>6,782,148</u>
Total operating expenses	<u>20,681,376</u>	<u>6,608,314</u>	<u>3,699,534</u>	<u>30,989,224</u>
Operating income (loss)	<u>1,057,063</u>	<u>(4,584,685)</u>	<u>439,880</u>	<u>(3,087,742)</u>
<b>NONOPERATING REVENUE (EXPENSE):</b>				
Intergovernmental	397,663	7,001	7,156	411,820
Income on investments	798,016	11,451	53,509	862,976
Interest expense	(291,238)	-	(356,223)	(647,461)
Amortization of deferred charges	(2,275)	-	(11,452)	(13,727)
Gain (loss) on disposal of property, plant and equipment	(41,399)	1,510	-	(39,889)
Other income (expense)	<u>(1,013)</u>	<u>-</u>	<u>-</u>	<u>(1,013)</u>
Total nonoperating revenues (expenses)	<u>859,754</u>	<u>19,962</u>	<u>(307,010)</u>	<u>572,706</u>
Income (loss) before capital contributions and transfers	1,916,817	(4,564,723)	132,870	(2,515,036)
<b>CAPITAL CONTRIBUTIONS:</b>				
Capital contributions-impact fees	1,215,402	-	-	1,215,402
Capital contributions	<u>872,934</u>	<u>-</u>	<u>-</u>	<u>872,934</u>
Total capital contributions	<u>2,088,336</u>	<u>-</u>	<u>-</u>	<u>2,088,336</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	75,714	4,558,200	-	4,633,914
Transfers out	<u>(7,109,207)</u>	<u>-</u>	<u>-</u>	<u>(7,109,207)</u>
Total other financing sources (uses)	<u>(7,033,493)</u>	<u>4,558,200</u>	<u>-</u>	<u>(2,475,293)</u>
Change in net assets	(3,028,340)	(6,523)	132,870	(2,901,993)
NET ASSETS AT BEGINNING OF YEAR	<u>115,698,743</u>	<u>1,510,977</u>	<u>13,978,378</u>	<u>131,188,098</u>
NET ASSETS AT END OF YEAR	<u>\$ 112,670,403</u>	<u>\$ 1,504,454</u>	<u>\$ 14,111,248</u>	<u>\$ 128,286,105</u>

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, 2008

	Business-Type Activities - Enterprise Funds			
	Water and Wastewater Services	Fire/Rescue Services	Golf Course	Total
Cash flows from operating activities:				
Cash received from customers	\$ 22,452,803	\$ 1,213,116	\$ 4,144,986	\$ 27,810,905
Cash payments to suppliers for goods and services	(11,485,361)	(543,607)	(2,923,704)	(14,952,672)
Cash payments to employees for services	(4,617,697)	(5,440,456)	-	(10,058,153)
Internal activities-receipts from other funds	(6,408)	(9,306)	-	(15,714)
Net cash provided by (used in) operating activities	<u>6,343,337</u>	<u>(4,780,253)</u>	<u>1,221,282</u>	<u>2,784,366</u>
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(10,194,271)	(31,017)	(136,468)	(10,361,756)
Principal paid on debt	(792,170)	-	-	(792,170)
Capital lease payments	-	-	(115,326)	(115,326)
Proceeds from sale of bonds	6,546,250	-	-	6,546,250
Interest paid	(37,308)	-	(375,900)	(413,208)
Bond issue expense	(32,500)	-	-	(32,500)
Capital contribution from developers, property owners, other funds and governments	2,551,053	-	-	2,551,053
Net cash used in capital and related financing activities	<u>(1,958,946)</u>	<u>(31,017)</u>	<u>(627,694)</u>	<u>(2,617,657)</u>
Cash flows from noncapital financing activities:				
Operating grants	(67,245)	6,521	7,156	(53,568)
Operating transfers-in	75,714	4,558,200	-	4,633,914
Operating transfers-out	(7,109,207)	-	-	(7,109,207)
Net cash provided by (used in) noncapital financing activities	<u>(7,100,738)</u>	<u>4,564,721</u>	<u>7,156</u>	<u>(2,528,861)</u>
Cash flows from investing activities:				
Investment income received	797,946	11,451	57,297	866,694
Net decrease from purchases, sales and activities of restricted investments	(1,772,333)	-	(34,910)	(1,807,243)
Net cash provided by (used in) investing activities	<u>(974,387)</u>	<u>11,451</u>	<u>22,387</u>	<u>(940,549)</u>
Net increase (decrease) in cash and cash equivalents	(3,690,734)	(235,098)	623,131	(3,302,701)
CASH AND CASH EQUIVALENTS, at beginning of year	<u>32,268,982</u>	<u>832,110</u>	<u>692,663</u>	<u>33,793,755</u>
CASH AND CASH EQUIVALENTS, at end of year	<u>\$ 28,578,248</u>	<u>\$ 597,012</u>	<u>\$ 1,315,794</u>	<u>\$ 30,491,054</u>
Classified as:				
Unrestricted	\$ 25,535,317	\$ 597,012	\$ 682,673	\$ 26,815,002
Restricted	3,042,931	-	633,121	3,676,052
	<u>\$ 28,578,248</u>	<u>\$ 597,012</u>	<u>\$ 1,315,794</u>	<u>\$ 30,491,054</u>

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

CITY OF PLANTATION, FLORIDA  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
(continued)

For the Year Ended September 30, 2008

	Business-Type Activities - Enterprise Funds			
	Water and Wastewater Services	Fire/Rescue Services	Golf Course	Total
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ 1,057,063	\$ (4,584,685)	\$ 439,880	\$ (3,087,742)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Provision for depreciation	5,870,111	100,769	811,268	6,782,148
Provision for bad debt	3,908	643,349	-	647,257
Changes in assets and liabilities:				
Accounts receivable	747,729	(1,082,647)	4,766	(330,152)
Inventory	(67,955)	-	(18,816)	(86,771)
Accounts payable and other accrued expenses	(1,147,613)	134,101	(16,622)	(1,030,134)
Unearned revenue	-	-	806	806
Due to Other Funds	(6,408)	(9,306)	-	(15,714)
Deposits	(33,365)	-	-	(33,365)
Claims payable	(80,133)	18,166	-	(61,967)
Total adjustments	<u>5,286,274</u>	<u>(195,568)</u>	<u>781,402</u>	<u>5,872,108</u>
Net cash provided by (used in) operating activities	<u>\$ 6,343,337</u>	<u>\$ (4,780,253)</u>	<u>\$ 1,221,282</u>	<u>\$ 2,784,366</u>
Noncash investing, capital and financing activities:				
Amortization on bond discount (premium)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (18,027)</u>	<u>\$ (18,027)</u>
Amortization on bond issue costs	<u>\$ 2,275</u>	<u>\$ -</u>	<u>\$ 11,452</u>	<u>\$ 13,727</u>
Gain (loss) on disposal of property, plant and equipment	<u>\$ (41,399)</u>	<u>\$ 1,510</u>	<u>\$ -</u>	<u>\$ (39,889)</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, 2008

	<u>General Employees' Pension</u>	<u>Police Officers' Pension</u>	<u>Volunteer Firefighters' Pension</u>	<u>Total</u>
<b>ASSETS:</b>				
Cash and investments with fiscal agent/third party	\$ 81,605,849	\$ 68,153,220	\$ 9,398,668	\$ 159,157,737
Receivables-net of allowance for uncollectibles:				
Accounts	1,289	7	-	1,296
Accrued interest	367,082	9,808	1,686	378,576
Due from other governments				
State	-	-	404,523	404,523
Total assets	<u>81,974,220</u>	<u>68,163,035</u>	<u>9,804,877</u>	<u>159,942,132</u>
<b>LIABILITIES:</b>				
Accounts payable and other accrued expenses	<u>989,285</u>	<u>3,215,347</u>	<u>16,767</u>	<u>4,221,399</u>
Total liabilities	<u>989,285</u>	<u>3,215,347</u>	<u>16,767</u>	<u>4,221,399</u>
<b>NET ASSETS:</b>				
Held in trust for employees' pension benefits	<u>\$ 80,984,935</u>	<u>\$ 64,947,688</u>	<u>\$ 9,788,110</u>	<u>\$ 155,720,733</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  
September 30, 2008

	<u>General Employees' Pension</u>	<u>Police Officers' Pension</u>	<u>Volunteer Firefighters' Pension</u>	<u>Total</u>
<b>ADDITIONS:</b>				
Contributions:				
City	\$ 3,328,863	\$ 3,181,158	\$ -	\$ 6,510,021
Members	2,239,413	1,057,169	-	3,296,582
State	<u>-</u>	<u>657,827</u>	<u>919,707</u>	<u>1,577,534</u>
Total contributions	<u>5,568,276</u>	<u>4,896,154</u>	<u>919,707</u>	<u>11,384,137</u>
Investment Income:				
Interest and dividends	3,816,349	2,160,898	175,893	6,153,140
Net change in fair value of investments	<u>(15,516,031)</u>	<u>(12,253,113)</u>	<u>(1,522,359)</u>	<u>(29,291,503)</u>
Total investment income	<u>(11,699,682)</u>	<u>(10,092,215)</u>	<u>(1,346,466)</u>	<u>(23,138,363)</u>
Total additions	<u>(6,131,406)</u>	<u>(5,196,061)</u>	<u>(426,759)</u>	<u>(11,754,226)</u>
<b>DEDUCTIONS:</b>				
Benefit payments	4,316,684	4,007,075	301,087	8,624,846
Termination refunds	410,975	59,839	-	470,814
Administrative	<u>489,990</u>	<u>560,858</u>	<u>116,841</u>	<u>1,167,689</u>
Total deductions	<u>5,217,649</u>	<u>4,627,772</u>	<u>417,928</u>	<u>10,263,349</u>
Changes in net assets	<u>(11,349,055)</u>	<u>(9,823,833)</u>	<u>(844,687)</u>	<u>(22,017,575)</u>
<b>NET ASSETS HELD IN TRUST FOR EMPLOYEES' PENSION BENEFITS AT BEGINNING OF YEAR, AS RESTATED (NOTE 2s)</b>				
	<u>92,333,990</u>	<u>74,771,521</u>	<u>10,632,797</u>	<u>177,738,308</u>
<b>NET ASSETS HELD IN TRUST FOR EMPLOYEES' PENSION BENEFITS AT END OF YEAR</b>				
	<u>\$ 80,984,935</u>	<u>\$ 64,947,688</u>	<u>\$ 9,788,110</u>	<u>\$ 155,720,733</u>

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

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2008

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 85,688 residents. The City operates under a Mayor/Council form of government and provides the following services: general government, public safety, physical environment, transportation, economic environment 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. As defined by generally accepted accounting principals, the financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Based upon the application for these criteria, the Plantation Gateway Development District, the Plantation Midtown Development District and the Community Redevelopment Agency (CRA), were determined to be component units of the City of Plantation, Florida. Although these component units are legally separate from the City, their sole purpose is for the benefit of the City and the City is financially accountable. Consequently, these component units are reported in the primary government using the blended method. A separate audited basic financial statement may be obtained from the City's Financial Services Department for the CRA. 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.

(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.

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2008

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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.

Business 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.

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.

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2008

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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.

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.

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2008

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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.

(f) – Investments

All investments are stated at their fair value as of September 30, 2008. 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.

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2008

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(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.

(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.

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2008

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(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, 2008

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, 2007, upon which the 2007-08 levy was based, was approximately \$ 8.67 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, 2008 was 3.9155 mills (\$ 3.9155 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, 2008 were 96.48% 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.

(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, 2008

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) - Prior Period Adjustment

The City under accrued investment income for the General Employees' Pension plan for the fiscal year ended September 30, 2007. This understated beginning net assets by \$ 381,675 for the fiscal year ended September 30, 2008. The impact to beginning net assets was determined to be immaterial for the Police Officers' and Firefighters' Pension Plans for the year ended September 30, 2008, thus no adjustments were considered necessary.

NOTE 3 - DEPOSITS AND INVESTMENTS

The City maintains a cash and investments pool for its cash and cash equivalents, in the amount of \$ 89,193,566 in which each fund participates on a dollar equivalent and daily transaction basis. Interest is distributed quarterly based upon an average daily fund balance. The debt service funds with sinking and reserve requirements have their investments and/or cash and cash equivalents in the amount of \$ 7,485,195 separate of the City's pooled funds. These funds are held by fiscal agents. The City also has unspent capital project proceeds of \$ 1,752,270 from a 2007 borrowing that is held by a third party in a money market account. Cash on hand used for day to day operations amounts to \$ 13,695. The pension trust funds maintain their investments with a fiscal agent in the amount of \$ 159,157,737.

GASB Statement No. 40 requires the City to disclose deposits and investments exposure to custodial credit risk. For deposits, this is the risk that, in the event of the failure of a depository financial institution, the City may not be able to recover deposits nor be able to recover collateral securities that are in the possession of a third party.

As of September 30, 2008, the carrying amount of the City's deposits were \$ 1,935,596, and the bank balances were \$ 2,925,565. Of the bank balances, \$ 100,000 was insured by FDIC and \$ 2,825,565 was collateralized by the Florida Public Deposit Security Trust Fund in accordance with Florida Statue Chapter 280.

The State Board of Administration Local Government Investment Pool is part of the Local Government Surplus Funds Trust Fund and is governed by CH. 19-7 of the Florida Administrative Code. On November 29, 2007, the Local Government Surplus Funds Trust Fund temporarily closed the fund for all participating governmental units. This was due to the fund having significant withdrawals due to rumors of weak asset quality within the fund. The fund was reopened in December 2007 with limitations on amounts to be withdrawn. The remaining assets were separated into Fund A and Fund B. Fund A allowed for percentage withdrawals over time as the investments matured, with fair value equaling book value. Fund B held the questionable remaining assets, not allowing any withdrawals. The fair value of Fund B is less than the book value of the pool shares. The cash in Fund B will be transferred to Fund A as the investments either mature or are sold.

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2008

NOTE 3 – DEPOSITS AND INVESTMENTS (continued)

The City has invested in the State Board of Administration Local Government Investment Pool \$ 46,099,253 as of September 30, 2008. The fair value of Fund A of the LGIP, \$ 43,610,359, is the same as the book value of the pool shares. The fair value of Fund B, \$ 2,488,894, is \$ 628,519 less than the book value of the pool shares.

(a) - Primary Government - Investments

As of September 30, 2008, the government's deposits and investment balances were as follows:

	Credit Ratings	Fair Value	Weighted Average Life	Percentage of Portfolio
Cash and cash equivalents:				
Cash	N/A	\$ 2,000,189	N/A	2.03%
State of Florida - SEC 2a-7-like-Fund A	AAAm	43,610,359	N/A	44.31%
Money market mutual funds:				
First American Treasury Class Y	AAA	2,019,248	N/A	2.05%
Ridgeworth - U.S. government securities	AAA	41,400,000	N/A	42.05%
Colorado Business Bank	AA-	<u>1,752,270</u>	N/A	1.78%
Total cash and cash equivalents		<u>90,782,066</u>		
Investments:				
State of Florida - Fluctuating NAV Pool - Fund B	Not rated	2,488,894	9.36	2.53%
U.S. agencies	AAA	2,927,245	0.38	2.97%
Commercial paper	P-1	<u>2,246,520</u>	N/A	2.28%
Total investments		<u>7,662,659</u>		
Total portfolio		<u>\$ 98,444,725</u>		

**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 more than three years. All the securities listed in the table comply with this requirement except the Local Government Investment Pool which is explained above.

**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. State law limits investments in commercial paper to the top two ratings issued by nationally recognized statistical rating organizations (NRSROs). As of September 30 2008, the City's investments in commercial paper was rated P-1 by Moody's Investment Services. This is the highest rating possible for commercial paper.

**CITY OF PLANTATION, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
September 30, 2008

**NOTE 3 – DEPOSITS AND INVESTMENTS (continued)**

**Custodial Credit Risk** - For an investment, custodial credit risk is the risk that, in the event of the failure of the 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 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.

**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) - **Fiduciary Funds** - Consist of three retirement plans: General Employees', Police Officers' and Firefighters'.

**Interest Rate Risk** - To mitigate its exposure to fair value losses resulting from rising interest rates, the City's General Employees' and Firefighters' Pension Plans' investment policies focus on investing it's pension funds in a well diversified and balanced portfolio of equity, fixed income and money market securities. The Police Officers' Pension Plan's primary objective shall be the protection and preservation of the 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 Board shall determine for each actuarial valuation the total expected annual rate of return for the current year, for each of the next several years and for the long term thereafter. The investment policies do not put direct restrictions on the length of time a security can be held as long as the Plan's objectives are met.

As of September 30, 2008, the Fiduciary Funds deposits and investments balances were as follows:

**General Employees' Pension Plan**

	<u>Credit Ratings</u>	<u>Fair Value</u>	<u>Weighted Average Life</u>	<u>Percentage of Portfolio</u>
<b>Cash and cash equivalents:</b>				
Cash	N/A	\$ 281,523	N/A	0.3%
Money market mutual funds:	N/A	<u>78,748</u>	N/A	0.1%
<b>Total cash and cash equivalents</b>		<u>360,271</u>		
<b>Investments:</b>				
<b>Fixed income investments:</b>				
U.S. Treasuries	AAA	13,365,767	7.7	16.4%
U.S. Agencies	AAA	3,785,714	11.2	4.6%
Retirement reserve fund	AA +	<u>5,318,801</u>	9.2	6.5%
<b>Total fixed income investments</b>		<u>22,470,282</u>		
<b>Equity and commingled investments:</b>				
<b>Mutual funds:</b>				
Domestic - real estate	N/A	4,440,570	N/A	5.4%
Domestic - equity	N/A	1,857,195	N/A	2.3%
Foreign	N/A	<u>9,557,064</u>	N/A	11.7%
<b>Total mutual funds</b>		<u>15,854,829</u>		

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2008

NOTE 3 – DEPOSITS AND INVESTMENTS (continued)

General Employees Pension Plan  
(Continued)

	Credit Ratings	Fair Value	Weighted Average Life	Percentage of Portfolio
Corporate obligations:	A	4,763,484	N/A	
	AA	2,554,546	N/A	
	AAA	2,734,076	N/A	
	BB	247,377	N/A	
	BBB	<u>2,699,711</u>	N/A	
Total corporate obligations		<u>12,999,194</u>		15.9%
Common and preferred stock	N/A	<u>29,921,273</u>	N/A	<u>36.8%</u>
Total investments		<u>81,245,578</u>		
Total deposits and investments		<u>\$ 81,605,849</u>		<u>100.0%</u>

**Credit Risk** - The City's General Employees' Plan investment policy requires its fixed income portfolio to be invested in securities with a rating of Baa/BBB or higher. As of September 30, 2008, the City is in compliance with this policy.

**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. No more than 5% of the funds' assets were invested in common or capital stock of an issuing company. The investment policy also requires that not more than 10% of the funds' assets be invested in real estate. The fund was in compliance with 5.4% invested in real estate.

**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 20%. The General Employees' Pension Plan has 11.7% of the total fund value invested in two foreign mutual funds, American Euro Pacific and Templeton Foreign Equity Series.

Police Officers' Pension Plan

	Credit Ratings	Fair Value	Weighted Average Life	Percentage of Portfolio
Cash and cash equivalents:				
Cash	N/A	\$ 307	N/A	0.0%
Money market mutual funds	N/A	<u>6,288,967</u>	N/A	9.2%
Total cash and cash equivalents		<u>6,289,274</u>		
Investments:				
Fixed income investments:				
U.S. Treasuries	AAA	2,284,891	5.2	3.4%
High Grade Bond Fund	AAA	14,210,386	9.0	20.9%
Mutual funds - domestic	N/A	<u>9,306,413</u>	N/A	13.7%
Total fixed income investments		<u>25,801,690</u>		

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2008

NOTE 3 – DEPOSITS AND INVESTMENTS (continued)

Police Officers' Pension Plan  
(continued)

	Credit Ratings	Fair Value	Weighted Average Life	Percentage of Portfolio
Equity and commingled investments				
Mutual funds - foreign	N/A	5,586,717	N/A	8.2%
Common and preferred stock	N/A	30,475,539	N/A	44.6%
Total investments		61,863,946		
Total deposits and investments		\$ 68,153,220		100.0%

Credit Risk - The Police Officers' Pension Plan requires debt securities to be 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 Poor's rating services. The City is in compliance with this policy.

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. Funds that exceed 5% with any one issuer for the Police Officers' Pension Plan are as follows:

SunTrust Retirement High Grade Bond Fund	\$ 14,210,386
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Foreign Currency Risk - The Police Officers' Pension Plan Investment Policy allows investments in foreign securities at the discretion of the Board. The Board approved 8.2% of the total plan assets to be invested in various international mutual funds and equity securities.

Firefighters' Pension Plan

	Credit Ratings	Fair Value	Weighted Average Life	Percentage of Portfolio
Cash and cash equivalents:				
Money market mutual funds	N/A	\$ 527,531	N/A	5.6%
Investments:				
Fixed income investments:				
Retirement Fixed Income Fund	AA +	3,238,214	9.2	34.5%
Equity and commingled investments:				
Mutual funds:				
Domestic	N/A	712,497	N/A	7.6%
Foreign	N/A	757,650	N/A	8.0%
Total mutual funds		1,470,147		

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2008

NOTE 3 – DEPOSITS AND INVESTMENTS (continued)

Firefighters' Pension Plan  
(continued)

	Credit Ratings	Fair Value	Weighted Average Life	Percentage of Portfolio
Common and collective funds:				
High Grade Equity Fund	N/A	1,280,760	N/A	
Retirement Small Cap Equity Fund	N/A	346,407	N/A	
Total common and collective funds		1,627,167		17.3%
Common and preferred stock	N/A	2,535,609	N/A	27.0%
Total investments		8,871,137		
Total deposits and investments		\$ 9,398,668		100.0%

Credit Risk - The City's Firefighters' Pension Plan Investment Policy requires its fixed income portfolio to be invested in bonds with a rating of Baa/BBB or higher. As of September 30, 2008, the City is in compliance with this policy.

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. Funds that exceed 5% with any one issuer for the Firefighters' Pension Plan are as follows:

SunTrust Retirement Fixed Income Fund	\$ 3,238,214
SunTrust Retirement High Grade Equity Fund	1,280,760

Foreign Currency Risk- The Firefighters' Pension Plan Investment Policy allows 10% and 20% of the total plan assets to be invested in foreign equity securities and foreign fixed income securities, respectively. As of September 30, 2008, the plan is in compliance with 8.0% invested in foreign equity securities and zero invested in foreign fixed income.

NOTE 4 – RECEIVABLES

Receivables at September 30, 2008 consist of the following:

Governmental activities:	
Accounts	\$ 10,537,364
Assessments	167,764
Intergovernmental	1,711,026
Accrued interest	1,374
Gross receivables	12,417,528
Less: allowance for uncollectibles	7,741,068
Total receivables, net	\$ 4,676,460

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2008

NOTE 4 – RECEIVABLES (continued)

Business-type activities:	
Accounts	\$ 4,177,870
Unbilled revenue	1,402,050
Accrued interest	382
Assessments	877,450
Intergovernmental	<u>155,771</u>
Gross receivables	6,613,523
Less: allowance for uncollectible	<u>2,062,304</u>
Total receivables, net	<u>\$ 4,551,219</u>

Receivables are presented in the statement of net assets, net of allowance for uncollectibles, as follows:

Governmental activities:	
Accounts	\$ 2,323,819
Assessments	167,764
Due from other governments	1,174,480
Restricted assets - Receivables	472,477
Restricted assets - Accrued interest	1,374
Restricted assets - Due from other governments	<u>536,546</u>
Total	<u>\$ 4,676,460</u>
Business-type activities:	
Accounts	\$ 3,517,616
Assessments	877,450
Due from other governments	155,771
Restricted assets - Accrued interest	<u>382</u>
Total	<u>\$ 4,551,219</u>

NOTE 5 - PAYABLES

Payables as September 30, 2008, were as follows:

Governmental activities:	
Vendors	\$ 2,960,459
Salaries and benefits	1,733,724
Other	<u>27,459</u>
Total payables	<u>\$ 4,721,642</u>
Business-type activities:	
Vendors	\$ 2,386,290
Salaries and benefits	476,410
Other	<u>72,638</u>
Total payables	<u>\$ 2,935,338</u>

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2008

NOTE 5 - PAYABLES (continued)

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

Governmental activities:	
Accounts payable and other accrued expenses	\$ 3,590,484
Payable from restricted assets - Accounts payable and other accrued expenses	463,775
Payable from restricted assets - Compensated absences	24,292
Due within one year - Compensated absences	<u>643,091</u>
Total	<u>\$ 4,721,642</u>
Business-type activities:	
Accounts payable and other accrued expenses	\$ 875,196
Payable from restricted assets - Accounts payable and other accrued expenses	1,828,581
Due within one year - Compensated absences	<u>231,561</u>
Total	<u>\$ 2,935,338</u>

NOTE 6 - INTERFUND BALANCES AND TRANSFERS

There were no interfund balances at September 30, 2008.

Interfund transfers as of and for the year ended September 30, 2008, consisted of the following:

	Transfers In	Transfers Out
General Fund	\$ 16,022,005	\$ 8,955,423
Pledged Revenue Fund	-	14,266,146
Designated Capital Improvements and Reserve Fund	2,477,875	-
Nonmajor Governmental Funds	9,057,939	1,860,957
Water and Wastewater Services Fund	75,714	7,109,207
Fire/Rescue Services Fund	<u>4,558,200</u>	<u>-</u>
Total	<u>\$ 32,191,733</u>	<u>\$ 32,191,733</u>

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.

**CITY OF PLANTATION, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
September 30, 2008

**NOTE 7 - CAPITAL ASSETS**

Capital asset activity for the year ended September 30, 2008, was as follows:

	Balance October 1, 2007	Additions	Deletions	Transfers	Balance September 30, 2008
<b>Governmental activities:</b>					
Capital assets, not being depreciated:					
Land	\$ 22,859,700	\$ 1,047,725	\$ -	\$ 135,645	\$ 24,043,070
Construction in progress	<u>15,282,060</u>	<u>6,223,496</u>	<u>(72,434)</u>	<u>(11,793,004)</u>	<u>9,640,118</u>
Total capital assets, not being depreciated	<u>38,141,760</u>	<u>7,271,221</u>	<u>(72,434)</u>	<u>(11,657,359)</u>	<u>33,683,188</u>
Capital assets, being depreciated:					
Buildings	21,115,682	-	(28,750)	4,170,427	25,257,359
Improvements other than buildings	47,587,148	120,001	-	3,637,043	51,344,192
Infrastructure	31,423,590	-	-	2,398,588	33,822,178
Library collections	1,796,574	64,592	-	-	1,861,166
Machinery and equipment	<u>26,337,442</u>	<u>1,365,932</u>	<u>(644,086)</u>	<u>1,451,301</u>	<u>28,510,589</u>
Total capital assets, being depreciated	<u>128,260,436</u>	<u>1,550,525</u>	<u>(672,836)</u>	<u>11,657,359</u>	<u>140,795,484</u>
Total capital assets	<u>166,402,196</u>	<u>8,821,746</u>	<u>(745,270)</u>	<u>-</u>	<u>174,478,672</u>
Less accumulated depreciation for:					
Buildings	12,115,404	602,613	(24,301)	-	12,693,716
Improvements other than buildings	18,212,588	1,537,094	-	-	19,749,682
Infrastructure	25,120,043	181,769	-	-	25,301,812
Library collections	1,680,894	14,798	-	-	1,695,692
Machinery and equipment	<u>17,244,826</u>	<u>2,060,815</u>	<u>(641,027)</u>	<u>-</u>	<u>18,664,614</u>
Total accumulated depreciation	<u>74,373,755</u>	<u>4,397,089</u>	<u>(665,328)</u>	<u>-</u>	<u>78,105,516</u>
Total capital assets, being depreciated, net	<u>53,886,681</u>	<u>(2,846,564)</u>	<u>(7,508)</u>	<u>11,657,359</u>	<u>62,689,968</u>
Governmental activities capital assets, net	<u>\$ 92,028,441</u>	<u>\$ 4,424,657</u>	<u>\$ (79,942)</u>	<u>\$ -</u>	<u>\$ 96,373,156</u>

A provision for depreciation was charged to functions as follows:

Governmental activities:	
General government	\$ 323,981
Public safety	1,716,092
Public works	142,669
Transportation	406,580
Physical environment	345,376
Culture and recreation	<u>1,462,391</u>
Total	<u>\$ 4,397,089</u>

**CITY OF PLANTATION, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
September 30, 2008

**NOTE 7 - CAPITAL ASSETS (continued)**

	Balance October 1, 2007	Additions	Deletions	Transfers	Balance September 30, 2008
<b>Business-type activities:</b>					
Capital assets, not being depreciated:					
Land	\$ 7,915,890	\$ -	\$ -	\$ 875	\$ 7,916,765
Construction in progress	4,748,181	9,456,905	-	(8,899,348)	5,305,738
 Total capital assets, not being depreciated	 12,664,071	 9,456,905	 -	 (8,898,473)	 13,222,503
Capital assets, being depreciated:					
Buildings	22,104,178	57,916	-	-	22,162,094
Improvements other than buildings	150,857,221	1,545,624	(120,550)	722,429	153,004,724
Infrastructure	876,869	454,054	-	3,117,045	4,447,968
Machinery and equipment	10,622,982	702,266	(37,635)	5,058,999	16,346,612
 Total capital assets, being depreciated	 184,461,250	 2,759,860	 (158,185)	 8,898,473	 195,961,398
 Total capital assets	 197,125,321	 12,216,765	 (158,185)	 -	 209,183,901
Less accumulated depreciation for:					
Buildings	7,344,291	757,495	-	-	8,101,786
Improvements other than buildings	77,587,220	4,964,275	(33,151)	-	82,518,344
Infrastructure	158,565	168,069	-	-	326,634
Machinery and equipment	5,115,033	892,309	(37,635)	-	5,969,707
 Total accumulated depreciation	 90,205,109	 6,782,148	 (70,786)	 -	 96,916,471
 Total capital assets, being depreciated, net	 94,256,141	 (4,022,288)	 (87,399)	 8,898,473	 99,044,927
 Business-type activities capital assets, net	 \$ 106,920,212	 \$ 5,434,617	 \$ (87,399)	 \$ -	 \$ 112,267,430

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

Business-type activities:	
Water and Wastewater Services Fund	\$ 5,870,111
Golf Course Fund	811,268
Fire/Rescue Services Fund	100,769
 Total	 \$ 6,782,148

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2008

NOTE 7 - CAPITAL ASSETS (continued)

Construction in progress for governmental activities relates to the Police Department renovation, multiple park improvements, streetscapes, drainage, generator related emergency preparedness, neighborhood improvements, and various technological enhancements including Public Safety's Computer-Aided Dispatch. Also included in governmental activities is the rebuilding of the Public Works Garage and Engine Shop and the addition to the Historical Museum.

Construction in progress for 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, 2008 represent loan proceeds restricted for utility cash receipting software and automatic meter reader project, funds restricted for large capital repairs and replacements, customer deposits and required funds with fiscal agent for the DER loan. 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, funds to be used for unforeseen shortfalls and for equipment replacement. 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, 2008:

	Restricted Assets	Liabilities Payable from Restricted Assets	Restricted Net Assets
	<u>Assets</u>	<u>Assets</u>	<u>Net Assets</u>
Water and Wastewater Services:			
Capital improvements	\$ 1,752,270	\$ 1,149,583	\$ 602,687
Renewal and replacement	1,278,998	678,998	600,000
Debt service	548,967	262,493	209,988
Customer deposits	<u>1,763,933</u>	<u>1,763,933</u>	<u>-</u>
Total Water and Wastewater Services	<u>\$ 2,312,900</u>	<u>\$ 2,026,426</u>	<u>\$ 209,988</u>
Golf Course:			
Economic stability	\$ 39,816	\$ -	\$ 39,816
Capital improvements	79,632	-	79,632
Renewal and replacement	513,673	-	513,673
Debt service	<u>741,750</u>	<u>48,889</u>	<u>692,736</u>
Total Golf Course	<u>\$ 1,374,871</u>	<u>\$ 48,889</u>	<u>\$ 1,325,857</u>

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2008

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, 2008 is comprised of the following:

Florida Department of Environmental Regulation Revolving Loan	\$	<u>1,689,054</u>
\$ 8,320,000 Non-Ad Valorem Revenue Bonds, Series 2003:		
Principal		8,320,000
Unamortized premium		<u>137,131</u>
		8,457,131
\$ 6,546,250 Utilities 2007 Promissory Note		<u>6,546,250</u>
\$ 525,477 Capital lease:		
Principal		<u>245,245</u>
Total debt		<u>16,937,680</u>
Less current maturities		<u>1,171,159</u>
Total business-type activities long-term debt	\$	<u><u>15,766,521</u></u>

The following is a summary of changes in Enterprise Fund long-term debt for the year ended September 30, 2008:

	<u>Utilities FDER Loan</u>	<u>Utilities 2007 Note</u>	<u>Golf 2003 Bond</u>	<u>Golf Capital Lease</u>	<u>Total</u>
Balance, October 1, 2007	\$ 2,481,224	\$ -	\$ 8,475,158	\$ 360,571	\$ 11,316,953
Additions	-	6,546,250	-	-	6,546,250
Redemptions	(792,170)	-	-	(115,326)	(907,496)
Reduction of unamortized discount (premium)	-	-	(18,027)	-	(18,027)
Balance, September 30, 2008	<u>\$ 1,689,054</u>	<u>\$ 6,546,250</u>	<u>\$ 8,457,131</u>	<u>\$ 245,245</u>	<u>\$ 16,937,680</u>

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

**\$ 6,546,250 Utilities 2007 Promissory Note** - In November 2007, the City closed on a note for the purpose of providing financing for the purchase and installation of certain water meters, including related labor, consulting services and computer billing software. The note will mature on August 9, 2020. The note balance is due in equal payments of principal and interest beginning in November 2008 and payable quarterly thereafter for 12 years. The note will be secured by a covenant to budget and appropriate from all legally available non-ad valorem revenues. Interest is payable quarterly yielding 4.1428%.

**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.

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2008

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

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, 2008, the City's outstanding borrowings were \$ 1,689,054. Included in payable from restricted assets is \$ 5,830, which represents accrued interest payable on the loan at September 30, 2008.

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, 2008, including interest payments, are as follows:

Year Ending September 30,	Principal	Interest	Total
2009	\$ 1,171,158	\$ 945,464	\$ 2,116,622
2010	1,446,946	669,338	2,116,284
2011	479,262	609,237	1,088,499
2012	745,358	588,140	1,333,498
2013	772,383	559,377	1,331,760
2014-2018	4,352,757	2,294,704	6,647,461
2019-2023	6,632,685	1,025,965	7,658,650
2024	1,200,000	49,500	1,249,500
	16,800,549	\$ 6,741,725	\$ 23,542,274
Unamortized premium	137,131		
	\$ 16,937,680		

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2008

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

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

At September 30, 2008 there is no outstanding defeased bonded debt for the City's business-type activities.

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

Long-term debt and liabilities of the governmental activities at September 30, 2008 is comprised of the following bond issues and notes:

\$ 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%.	\$ 24,535,000
\$ 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%.	15,465,000
\$ 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%.	709,829
\$ 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%.	1,114,266
Unamortized premiums (discounts):	
Series 2002 Non-Ad Valorem Revenue Bonds	56,249
Series 2003 Non-Ad Valorem Revenue Bonds	418,951
Series 1993 Electric Franchise Fee Revenue Bonds	(169,239)
Deferred charge on refunding of Series 1993 Electric Franchise Fee Revenue Bonds	(200,199)
Total debt	41,929,857
Less current maturities	6,196,570
Total governmental activities long-term debt	\$ 35,733,287

The following is a summary of changes in governmental activities long-term debt for the year ended September 30, 2008:

	Balance October 1, 2007	Additions	Deletions	Balance September 30, 2008	Due Within One Year
Non-Ad Valorem Revenue Bonds, Series 2003	\$ 25,530,000	\$ -	\$ 995,000	\$ 24,535,000	\$ 1,015,000
Non-Ad Valorem Revenue Bonds, Series 2002	20,210,000	-	4,745,000	15,465,000	4,945,000
Promissory Note, Dredging, Series 2002A	871,784	-	161,955	709,829	167,932
Community Redevelopment Agency Tax Increment Revenue Note 2005	1,179,425	-	65,159	1,114,266	68,638

**CITY OF PLANTATION, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
September 30, 2008

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

	Balance October 1, 2007	Additions	Deletions	Balance September 30, 2008	Due Within One Year
Unamortized Original Issue Premiums	571,932	-	96,732	475,200	-
Unamortized Original Issue Discounts	(186,163)	-	(16,924)	(169,239)	-
Deferred charge on refunding	(220,473)	-	(20,274)	(200,199)	-
	<u>\$ 47,956,505</u>	<u>\$ -</u>	<u>\$ 6,026,648</u>	<u>\$ 41,929,857</u>	<u>\$ 6,196,570</u>

(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 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.

**\$ 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, 2008

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:

Year Ending September 30,	Principal	Interest	Total
2009	\$ 6,196,570	\$ 1,764,331	\$ 7,960,901
2010	6,426,431	1,531,424	7,957,855
2011	6,686,717	1,279,088	7,965,805
2012	1,822,447	950,569	2,773,016
2013	1,674,516	896,614	2,571,130
2014-2018	9,310,293	3,538,959	12,849,252
2019-2023	7,957,121	1,424,995	9,382,116
2024	1,750,000	72,186	1,822,186
	41,824,095	\$ 11,458,166	\$ 53,282,261
Net unamortized premium discount and deferred charges	105,762		
	\$ 41,929,857		

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

At September 30, 2008, 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, 2008

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, 2008, in the Police Officers' Retirement Plan, twenty-two (22) employees entered the D.R.O.P. and twelve (12) participants continued in the Plan with a total escrowed amount of \$ 3,044,769. As of September 30, 2008, in the General Employees' Retirement Plan, six (6) employees entered the D.R.O.P. and fifteen (15) employees continued to participate in the D.R.O.P. with a total escrowed amount of \$ 791,452 and one retiree no longer participates in the D.R.O.P. but has a balance remaining as of September 30, 2008 in the escrow of \$ 49,612. In the Police Officers' Retirement Plan, two (2) D.R.O.P. participants retired, receiving a total lump sum payout of \$ 3,253 for the period ended September 30, 2008. There were no other Police Officer's D.R.O.P. Plan payouts during the year. Five (5) of the General Employees' Retirement Plan D.R.O.P. participants retired from the D.R.O.P. this year. Current year D.R.O.P. retirees received lump-sum distributions aggregating \$ 224,706. 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, 2007 was as follows:

	General Employees'	Police Officers'	Volunteer Firefighters'
Retirees, beneficiaries and D.R.O.P. participants receiving benefits	228	87	30
Terminated Plan members entitled to but not yet receiving benefits	41	4	12
Active Plan members	<u>575</u>	<u>158</u>	<u>259</u>
Total	<u><u>844</u></u>	<u><u>249</u></u>	<u><u>301</u></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 \$ 3,765,125 is recorded in the Statement of Net Assets, and general government activities expense was reduced by \$ 278,947 for the increase in net pension asset for fiscal year ended September 30, 2008.

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2008

NOTE 10 - RETIREMENT PLANS (continued)

The Police Officers' Retirement Plan, under ordinance No. 2396, was amended to increase the benefit multiplier to 3.5% for members with 20 or more years of service. This ordinance also increased the employee contribution rate to 9.5% of pay.

The following changes in assumption and methods to the Police Officers' Retirement Plan have been made since the prior valuation:

- Change the salary scale from 6.5% to rates based on service.
- Change the termination rates from rates based on age to rates based on service.
- Change the retirement rates from rates based on age to rates based on service and 100% probability of retirement at age 55 with 10 years of service.
- Triple the disability rates with a maximum of 1.5%.
- Update the mortality table from 1983 GAM to RP-2000 Generational Mortality Rates.
- Lower the net investment return assumption from 8% to 7.50%.
- Set the actuarial value of assets equal to the market value of assets as of October 1, 2007 and change the smoothing method prospectively.
- Change the funding method from Frozen Entry Age to Entry Age Normal.

There was a net actuarial gain of \$ 199,492 for the year which means that actual experience was more favorable than expected. This gain is primarily due to recognized investment return above the assumed rate of 8.0%. The market value return was 13.0% and the return recognized under the asset smoothing method was 10.6%. This gain was partially offset due to salaries increasing more than expected (9.3% actual versus 6.5% expected). The annual required contribution has decreased by 0.27% of payroll as a result of the net actuarial gain.

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 loss of \$ 359,256 for the year. This means that the actual experience was slightly less favorable than expected. This loss is primarily due to salaries increasing more than expected (7.7% actual versus 6.0% expected). The loss was partially offset by investment return above the assumed rate of 8.0%. The market value return was 13.9%, and the return recognized under the asset smoothing method was 9.9%. The annual required contribution has increased by 0.09% of payroll as a result of the net actuarial loss.

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

Under Ordinance Number 2389, the Volunteer Firefighters' Retirement Plan was amended to provide accelerated partial vesting starting at 25% for members who terminate with 7 years of service. The vesting percentage increases by 25% for each additional year of service up to 100% with 10 years of service. This ordinance also provides a minimum lump sum death benefit equal to the present value of the accrued benefit.

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2008

NOTE 10 - RETIREMENT PLANS (continued)

The actuarial valuation reflects the following revisions in actuarial assumptions and methods as adopted by the Board:

- The investment earnings assumption was lowered from 8% per year to 7.5% per year.
- The mortality rates were changed from the 1983 Group Annuity Mortality Table to the RP-2000 Generational Mortality Table.
- As of October 1, 2007, the actuarial value of assets was set equal to market value of assets. For future valuations, the asset valuation method was changed to a method that recognizes 20% of the difference between the market value of assets and the expected actuarial asset value.

There was a net actuarial gain of \$ 962,923 for the year which means that actual experience was more favorable than expected. This gain is primarily due to larger contributions than the actuarially required amount, recognized investment earnings over the assumed rate of return and greater than expected employee terminations.

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, 2008, the City received payments from the State of Florida on behalf of the Certified Police Pension Plan in the amount of \$ 657,827 and \$ 919,707 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, 9.5%; 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.

For the year ending September 30, 2007, the contribution information is as follows:

	<u>General Employees'</u>	<u>Police Officers'</u>	<u>Volunteer Firefighters'</u>
Annual required contributions	\$ 3,241,125	\$ 3,583,383	\$ 382,262
Interest on net pension assets	(1,027)	(35,080)	(242,787)
Adjustments to annual required contributions	<u>1,939</u>	<u>62,356</u>	<u>301,270</u>
Annual pension costs	3,242,037	3,610,659	440,745
Contributions made	<u>(3,241,125)</u>	<u>(3,583,383)</u>	<u>(747,880)</u>
(Increase) decrease in net pension assets	912	27,276	(307,135)
Net pension assets at beginning of year	<u>(12,840)</u>	<u>(438,497)</u>	<u>(3,034,841)</u>
Net pension assets at end of year	<u>\$ (11,928)</u>	<u>\$ (411,221)</u>	<u>\$ (3,341,976)</u>

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2008

NOTE 10 - RETIREMENT PLANS (continued)

(c) - Trend Information

Year Ending	Annual Pension Cost (APC)	% of APC Contributed	Net Pension Assets (NPA)
General Employees'			
9/30/2005	\$ 2,724,481	100.0	\$ (13,822)
9/30/2006	3,113,125	100.0	(12,840)
9/30/2007	3,242,037	100.0	(11,928)
Police Officers'			
9/30/2005	\$ 2,347,223	107.1	\$ (414,018)
9/30/2006	3,153,348	100.8	(438,497)
9/30/2007	3,610,659	99.2	(411,221)
Volunteer Firefighters'			
9/30/2005	\$ 237,444	193.1	\$ (2,812,574)
9/30/2006	236,144	194.1	(3,034,841)
9/30/2007	440,745	169.7	(3,341,976)

(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, 2008.

(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.

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, 2008, 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, 2008

The current cost of this obligation was \$ 64,800 for the year ending September 30, 2008.

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2008

NOTE 10 - RETIREMENT PLANS (continued)

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.

Five directors are currently receiving this post retirement benefit. The current cost of this obligation was \$ 75,699 for the year ended September 30, 2008. 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, 2008.

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 \$ 23,841 for the year ended September 30, 2008. 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, 2008.

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, 2008, thirty-five qualified participants elected to purchase the health insurance that presently costs the City approximately \$ 103,146 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, 2008.

(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 although they may be loaned up to 50% of their account balance not to exceed \$ 50,000. The City has no liability or fiduciary responsibility for the Plan and it is not included in the City's financial statements.

NOTE 11 - RISK MANAGEMENT

Subject to certain exclusions under sovereign immunity, the City has risk exposures from accidental loss, tort liability, damage to City property, theft of City property, destruction of City assets from natural disaster, pollution liability, errors and omissions, health related illnesses and work related injuries to employees.

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2008

NOTE 11 - RISK MANAGEMENT (continued)

Liabilities are recorded when a claim or loss has been reported. The City analyzes its losses and finances, both uninsured and insured risks, in addition to financing certain other employee benefits. All insurance premiums and claims except property damage liability are charged to the appropriate Fund.

Liability reserves include an amount for claims that have been incurred but not reported (IBNR). Liability reserves are calculated based on the effects of claim settlement trends, including the frequency and amount of claim payouts and other economic factors. Claims are not discounted nor has the City entered into any significant contracts for extended payment of settlements. The City has no insured coverage for land use and zoning issues, most civil rights violations or criminal acts.

The City's property and casualty insurance program is purchased through Florida League of Cities, a municipal insurance trust that provides premium credits based upon loss experience.

The City has a self-insured retention of \$ 200,000 per occurrence for general and professional liability and automobile liability. Physical damage coverage on vehicles with a value greater than \$ 25,000 has a \$ 1,000 deductible. Excess insurance coverage is limited to \$ 5,000,000.

Worker's compensation has a self-insured retention level of \$ 175,000 per claim with a \$ 5,000,000 excess policy with Florida League of Cities. In the last three years all workers' compensation claims were within policy limits. There were two workers' compensation claims 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. State required employee accidental death & disability coverage is maintained for police and fire personnel.

The City's property insurance carries excess coverage over the \$ 100,000 self-insured retention level with policy limits of \$ 100,000,000. There is a 5% windstorm deductible for real and personal property resulting from named catastrophic events. Flood insurance is maintained on contents and buildings up to \$ 500,000 depending on the type of usage of the building. The City also maintains insurance policies for boiler and machinery, public employee dishonesty, pollution liability, and pension fiduciary liability.

The City has a fully-funded medical plan for full-time active employees and retirees, and two dental plans, one funded and one self-funded. We also offer a fully funded long-term disability plan and a vision and life insurance plan for all full-time employees and retirees. Retirees are offered a policy limit of \$ 5,000 on life insurance.

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

	General Insurance Program	Workers' Compensation Program	Total Non-current Claims Payable
Estimated insurance claims payable October 1, 2007	\$ 1,925,000	\$ 1,767,483	\$ 3,692,483
Incurred claims (including IBNR)	67,814	375,858	443,672
Claim payments, net of refunds and reimbursements received	<u>(398,314)</u>	<u>(193,983)</u>	<u>(592,297)</u>
Estimated insurance claims payable September 30, 2008	<u>\$ 1,594,500</u>	<u>\$ 1,949,358</u>	<u>\$ 3,543,858</u>

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2008

NOTE 12 - COMMITMENTS AND CONTINGENCIES

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 (CRA) 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).

**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 September 30,</u>	<u>Annual Required Contribution</u>	<u>Percentage 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	100.0

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 September 30,</u>	<u>Annual Required Contribution</u>	<u>Percentage 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	195.6

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

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability at Entry Age	Unfunded Actuarial Accrued Liability (Overfunded)	Funded Ratio	Covered Payroll	UAAL as % of Covered Payroll
10/1/02	\$ 55,158,979	\$ 64,111,663	\$ 8,952,684	86.0%	\$ 19,451,750	46.0
10/1/03	58,910,214	69,286,544	10,376,330	85.0%	20,539,070	50.5
10/1/04	64,718,388	80,739,310	16,020,922	80.2%	21,253,162	75.4
10/1/05	71,882,352	87,437,105	15,554,753	82.2%	22,118,286	70.3
10/1/06	79,088,714	94,488,356	15,399,642	83.7%	22,493,537	68.5
10/1/07	87,235,903	103,061,245	15,825,342	84.6%	23,865,527	66.3

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

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability at Entry Age	Unfunded Actuarial Accrued Liability (Overfunded)	Funded Ratio	Covered Payroll	UAAL as % of Covered Payroll
10/1/02	\$ 46,275,764	\$ 50,014,447	\$ 3,738,683	92.5%	\$ 8,989,495	41.6
10/1/03	47,576,263	58,630,796	11,054,533	81.1%	9,715,192	113.8
10/1/04	49,607,889	65,950,148	16,342,259	75.2%	10,628,185	153.8
10/1/05	51,514,839	70,477,167	18,962,328	73.1%	11,061,190	171.4
10/1/06	56,626,455	76,933,923	20,307,468	73.6%	10,844,015	187.3
10/1/07	74,673,929	93,006,424	18,332,495	80.3%	10,839,903	169.1

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

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability at Entry Age	Unfunded Actuarial Accrued Liability (Overfunded)	Funded Ratio	Number of Active Members	UAAL Per Active Member
10/1/02	\$ 4,949,437	\$ 3,681,303	\$ (1,268,134)	134.4%	255	\$ (4,973)
10/1/03	5,494,604	4,605,331	(889,273)	119.3%	263	(3,381)
10/1/04	5,871,506	4,892,910	(978,596)	120.0%	254	(3,853)
10/1/05	6,745,570	6,143,898	(601,672)	109.8%	261	(2,305)
10/1/06	7,589,582	6,623,203	(966,379)	114.6%	255	(3,790)
10/1/07	10,622,874	7,887,181	(2,735,693)	134.7%	259	(10,563)

CITY OF PLANTATION, FLORIDA  
ANNUAL PENSION COSTS - ALL PENSION TRUST FUNDS  
September 30, 2008

	<u>General Employees'</u>	<u>Police Officers'</u>	<u>Volunteer Firefighters'</u>
Contribution Rates:			
City and state	14.08 %	36.17 %	\$ 186.76
Plan members	8.50 %	9.50 %	1 % of compensation
Actuarial valuation date	10/1/07	10/1/07	10/1/07
Actuarial cost method	Entry Age Normal	Entry Age Normal	Aggregate
Amortization method	Level % of payroll, closed	Level % of payroll, closed	N/A
Remaining amortization period (years)	30	30	N/A
Asset valuation method	5-year smoothed market	Market value	Market value
Actuarial assumptions:			
Investment rate of return - net	8.00 %	7.50 %	7.50 %
Projected salary increases*	6.00 %	Service based table	N/A
* includes inflation at	4.00 %	3.00 %	4.00 %
Cost of living adjustments	N/A	N/A	N/A

**OTHER  
FINANCIAL INFORMATION**

**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 Fund**

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

#### **Community Redevelopment Agency Fund**

To account for the redevelopment of a certain blighted area.

#### **Plantation Gateway Development District 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.

**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.

**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.

**2005 Community Redevelopment Agency Note**

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

**Community Redevelopment Agency Escrow**

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

**CAPITAL PROJECTS FUNDS**

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

**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.

**NONMAJOR GOVERNMENTAL FUNDS**  
(continued)

**2003 Bond Construction Fund**

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

**Plantation Gateway Construction Fund**

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

**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, 2008

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total Nonmajor Governmental Funds
<b>ASSETS:</b>				
Cash and equity in pooled cash and investments	\$ 7,275,672	\$ 1,297,784	\$ 7,140,382	\$ 15,713,838
Cash and investments with fiscal agent/third party	-	6,111,667	-	6,111,667
Receivables-net of allowance for uncollectibles				
Accounts	462,404	-	-	462,404
Accrued interest	-	1,374	-	1,374
Due from other governments				
Federal	310,640	-	-	310,640
State	2,688	-	223,218	225,906
	<u>8,051,404</u>	<u>7,410,825</u>	<u>7,363,600</u>	<u>22,825,829</u>
Total assets	<u>\$ 8,051,404</u>	<u>\$ 7,410,825</u>	<u>\$ 7,363,600</u>	<u>\$ 22,825,829</u>
<b>LIABILITIES AND FUND BALANCES:</b>				
<b>Liabilities:</b>				
Accounts payable and other accrued expenses	\$ 292,293	\$ 3,290	\$ 175,431	\$ 471,014
Due to other funds	59,509	-	-	59,509
Unearned revenue	12,960	-	-	12,960
Deferred revenue	572,892	-	210,500	783,392
	<u>937,654</u>	<u>3,290</u>	<u>385,931</u>	<u>1,326,875</u>
Total liabilities	<u>937,654</u>	<u>3,290</u>	<u>385,931</u>	<u>1,326,875</u>
<b>Fund balances:</b>				
<b>Reserved for:</b>				
Debt service	-	5,116,281	-	5,116,281
Library purposes	168,375	-	-	168,375
Special programs	488,445	-	-	488,445
<b>Unreserved:</b>				
<b>Debt Service Fund:</b>				
Undesignated	-	2,291,254	-	2,291,254
<b>Special Revenue Funds:</b>				
Designated for subsequent year's expenditures	976,800	-	-	976,800
Undesignated	5,480,130	-	-	5,480,130
<b>Capital Projects Funds:</b>				
Designated for subsequent year's expenditures	-	-	4,008,501	4,008,501
Undesignated	-	-	2,969,168	2,969,168
	<u>7,113,750</u>	<u>7,407,535</u>	<u>6,977,669</u>	<u>21,498,954</u>
Total fund balances	<u>7,113,750</u>	<u>7,407,535</u>	<u>6,977,669</u>	<u>21,498,954</u>
	<u>\$ 8,051,404</u>	<u>\$ 7,410,825</u>	<u>\$ 7,363,600</u>	<u>\$ 22,825,829</u>
Total liabilities and fund balances	<u>\$ 8,051,404</u>	<u>\$ 7,410,825</u>	<u>\$ 7,363,600</u>	<u>\$ 22,825,829</u>

**CITY OF PLANTATION, FLORIDA**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**For the Year Ended September 30, 2008**

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total Nonmajor Governmental Funds
<b>REVENUES:</b>				
Property taxes	\$ 698,510	\$ -	\$ -	\$ 698,510
Intergovernmental	5,577,751	-	53,562	5,631,313
Fines and forfeitures	3,272,895	-	-	3,272,895
Income on investments	117,759	294,747	150,441	562,947
Miscellaneous	238,497	-	156,500	394,997
	<u>9,905,412</u>	<u>294,747</u>	<u>360,503</u>	<u>10,560,662</u>
<b>EXPENDITURES:</b>				
Current operating:				
General government	5,342	-	68,959	74,301
Public safety	458,057	-	443	458,500
Physical environment	183	-	-	183
Transportation	3,303,424	-	-	3,303,424
Economic environment	2,032,756	-	-	2,032,756
Culture and recreation	35,716	-	-	35,716
Capital outlay	270,909	-	1,674,556	1,945,465
Debt service:				
Principal payments	-	5,967,113	-	5,967,113
Interest and other	-	2,001,888	-	2,001,888
	<u>6,106,387</u>	<u>7,969,001</u>	<u>1,743,958</u>	<u>15,819,346</u>
Excess (deficiency) of revenues over (under) expenditures	3,799,025	(7,674,254)	(1,383,455)	(5,258,684)
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	18,034	8,836,948	202,957	9,057,939
Transfers out	(1,428,548)	(432,409)	-	(1,860,957)
	<u>(1,410,514)</u>	<u>8,404,539</u>	<u>202,957</u>	<u>7,196,982</u>
Net change in fund balance	2,388,511	730,285	(1,180,498)	1,938,298
FUND BALANCE AT BEGINNING OF YEAR	<u>4,725,239</u>	<u>6,677,250</u>	<u>8,158,167</u>	<u>19,560,656</u>
FUND BALANCE AT END OF YEAR	<u>\$ 7,113,750</u>	<u>\$ 7,407,535</u>	<u>\$ 6,977,669</u>	<u>\$ 21,498,954</u>

**CITY OF PLANTATION, FLORIDA**  
**COMBINING BALANCE SHEET**  
**SPECIAL REVENUE FUNDS**  
 September 30, 2008

	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
<b>ASSETS:</b>										
Cash and equity in pooled cash and investments	\$ 442,794	\$ 7,239	\$ 1,051,805	\$ 893,652	\$ 881,727	\$ 3,448,257	\$ -	\$ 380,883	\$ 169,315	\$ 7,275,672
Receivables-net of allowance for uncollectibles	-	-	-	2,839	-	-	-	459,565	-	462,404
Accounts	-	-	-	-	-	-	-	-	-	-
Due from other governments	-	-	-	197,313	-	-	113,327	-	-	310,640
Federal	-	-	-	2,688	-	-	-	-	-	2,688
State	-	-	-	-	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ 442,794</b>	<b>\$ 7,239</b>	<b>\$ 1,051,805</b>	<b>\$ 1,096,492</b>	<b>\$ 881,727</b>	<b>\$ 3,448,257</b>	<b>\$ 113,327</b>	<b>\$ 840,448</b>	<b>\$ 169,315</b>	<b>\$ 8,051,404</b>

**LIABILITIES AND FUND BALANCES:**

<b>Liabilities:</b>										
Accounts payable and other accrued expenses	\$ 10,887	\$ 7,239	\$ 5,285	\$ 214,680	\$ 10,424	\$ 7,108	\$ 35,730	\$ -	\$ 940	\$ 292,293
Due to other funds	-	-	-	-	-	-	59,509	-	-	59,509
Unearned revenue	-	-	-	-	-	-	-	12,960	-	12,960
Deferred revenue	-	-	-	-	-	-	113,327	459,565	-	572,892
<b>Total liabilities</b>	<b>10,887</b>	<b>7,239</b>	<b>5,285</b>	<b>214,680</b>	<b>10,424</b>	<b>7,108</b>	<b>208,566</b>	<b>472,525</b>	<b>940</b>	<b>937,654</b>
<b>Fund balances:</b>										
Reserved for:										
Library purposes	-	-	-	-	-	-	-	-	168,375	168,375
Special programs	-	-	-	235,600	-	-	-	252,845	-	488,445
Unreserved:										
Designated for subsequent year's expenditures	-	-	332,150	644,650	-	-	-	-	-	976,800
Undesignated (deficit)	431,907	-	714,370	1,562	871,303	3,441,149	(95,239)	115,078	-	5,480,130
<b>Total fund balances (deficit)</b>	<b>431,907</b>	<b>-</b>	<b>1,046,520</b>	<b>881,812</b>	<b>871,303</b>	<b>3,441,149</b>	<b>(95,239)</b>	<b>367,923</b>	<b>168,375</b>	<b>7,113,750</b>
<b>Total liabilities and fund balances</b>	<b>\$ 442,794</b>	<b>\$ 7,239</b>	<b>\$ 1,051,805</b>	<b>\$ 1,096,492</b>	<b>\$ 881,727</b>	<b>\$ 3,448,257</b>	<b>\$ 113,327</b>	<b>\$ 840,448</b>	<b>\$ 169,315</b>	<b>\$ 8,051,404</b>

**CITY OF PLANTATION, FLORIDA**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**SPECIAL REVENUE FUNDS**  
**For the Year Ended September 30, 2008**

	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
<b>REVENUES:</b>										
Property taxes	\$ 428,835	\$ -	\$ 269,675	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 698,510
Intergovernmental	167,092	999,273	-	3,156,615	678,124	-	576,647	-	-	5,577,751
Fines and forfeitures	11,546	14,092	22,492	23,301	19,732	3,272,895	-	7,849	2,889	3,272,895
Income on investments	-	-	-	115,817	30	14,888	970	75,246	47,404	117,759
Miscellaneous	-	-	-	-	-	-	-	-	-	238,497
Total revenue	607,473	1,013,365	292,167	3,295,733	697,886	3,287,783	577,617	83,095	50,293	9,905,412
<b>EXPENDITURES:</b>										
Current operating:										
General government	-	-	-	-	-	-	-	5,342	-	5,342
Public safety	-	-	356,648	-	-	77,250	-	24,159	-	458,057
Physical environment	-	-	-	-	-	-	-	183	-	183
Transportation	-	-	-	3,303,424	-	-	-	-	-	3,303,424
Economic environment	421,956	134,685	-	-	1,177,811	-	298,304	24,914	10,802	2,032,756
Culture and recreation	-	-	-	-	-	-	97,871	44,213	12,442	35,716
Capital outlay	-	-	-	58,819	-	57,564	-	-	-	270,909
Total expenditures	421,956	134,685	356,648	3,362,243	1,177,811	134,814	396,175	98,811	23,244	6,106,387
Excess (deficiency) of revenues over (under) expenditures	185,517	878,680	(64,481)	(66,510)	(479,925)	3,152,969	181,442	(15,716)	27,049	3,799,025
<b>OTHER FINANCING SOURCES (USES):</b>										
Transfers in	-	-	-	18,034	-	-	-	-	-	18,034
Transfers out	(262,957)	(878,680)	-	-	-	-	(286,911)	-	-	(1,428,548)
Total other financing sources (uses)	(262,957)	(878,680)	-	18,034	-	-	(286,911)	-	-	(1,410,514)
Net change in fund balance	(77,440)	-	(64,481)	(48,476)	(479,925)	3,152,969	(105,469)	(15,716)	27,049	2,388,511
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	509,347	-	1,111,001	930,288	1,351,228	288,180	10,230	383,639	141,326	4,725,239
<b>FUND BALANCE (DEFICIT) AT END OF YEAR</b>	\$ 431,907	\$ -	\$ 1,046,520	\$ 881,812	\$ 871,303	\$ 3,441,149	\$ (95,239)	\$ 367,923	\$ 168,375	\$ 7,113,750

CITY OF PLANTATION, FLORIDA  
 COMBINING BALANCE SHEET  
 DEBT SERVICE FUNDS  
 September 30, 2008

	2002 Dredging Note	2002 Bond Sinking	2002 Bond Reserve	2003 Bond Sinking	2003 Bond Reserve	2005 Community Redevelopment Agency Note	Community Redevelopment Agency Escrow	Total
<b>ASSETS:</b>								
Cash and equity in pooled cash and investments	\$ 22,753	\$ -	\$ -	\$ -	\$ -	\$ 14,492	\$ 1,260,539	\$ 1,297,784
Cash and investments with fiscal agent/third party	-	745,335	2,630,096	214,007	2,522,229	-	-	6,111,667
Receivables-net of allowance for uncollectibles	-	609	345	186	234	-	-	1,374
Accrued interest	-	-	-	-	-	-	-	-
<b>Total assets</b>	\$ 22,753	\$ 745,944	\$ 2,630,441	\$ 214,193	\$ 2,522,463	\$ 14,492	\$ 1,260,539	\$ 7,410,825
<b>LIABILITIES AND FUND BALANCES:</b>								
<b>Liabilities:</b>								
Accounts payable and other accrued expenses	\$ -	\$ -	\$ -	\$ 3,290	\$ -	\$ -	\$ -	\$ 3,290
<b>Total liabilities</b>	-	-	-	3,290	-	-	-	3,290
<b>Fund balances:</b>								
Reserved for:								
Debt service	-	471,057	2,236,000	165,496	2,243,728	-	-	5,116,281
Undesignated	22,753	274,887	394,441	45,407	278,735	14,492	1,260,539	2,291,254
<b>Total fund balances</b>	22,753	745,944	2,630,441	210,903	2,522,463	14,492	1,260,539	7,407,535
<b>Total liabilities and fund balances</b>	\$ 22,753	\$ 745,944	\$ 2,630,441	\$ 214,193	\$ 2,522,463	\$ 14,492	\$ 1,260,539	\$ 7,410,825

**CITY OF PLANTATION, FLORIDA**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**DEBT SERVICE FUNDS**  
**For the Year Ended September 30, 2008**

	2002 Dredging Note	2002 Bond Sinking	2002 Bond Reserve	2003 Bond Sinking	2003 Bond Reserve	2005 Community Redevelopment Agency Note	2005 Community Redevelopment Agency Escrow	Total
<b>REVENUES:</b>								
Income on investments	\$ 1,790	\$ 56,894	\$ 114,608	\$ 14,932	\$ 90,497	\$ 1,190	\$ 14,836	\$ 294,747
Total revenue	1,790	56,894	114,608	14,932	90,497	1,190	14,836	294,747
<b>EXPENDITURES:</b>								
Debt service:								
Principal payments	161,955	4,745,000	-	995,000	-	65,158	-	5,967,113
Interest and other	32,169	912,595	-	994,143	-	62,981	-	2,001,888
Total expenditures	194,124	5,657,595	-	1,989,143	-	128,139	-	7,969,001
Excess (deficiency) of revenues over (under) expenditures	(192,334)	(5,600,701)	114,608	(1,974,211)	90,497	(126,949)	14,836	(7,674,254)
<b>OTHER FINANCING SOURCES (USES):</b>								
Transfers in	191,550	5,654,207	-	1,985,861	-	126,650	878,680	8,836,948
Transfers out	-	-	-	-	-	-	(432,409)	(432,409)
Total other financing sources	191,550	5,654,207	-	1,985,861	-	126,650	446,271	8,404,539
Net change in fund balance	(784)	53,506	114,608	11,650	90,497	(299)	461,107	730,285
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	23,537	692,438	2,515,833	199,253	2,431,966	14,791	799,432	6,671,250
<b>FUND BALANCE AT END OF YEAR</b>	\$ 22,753	\$ 745,944	\$ 2,630,441	\$ 210,903	\$ 2,522,463	\$ 14,492	\$ 1,260,539	\$ 7,407,535

CITY OF PLANTATION, FLORIDA  
 COMBINING BALANCE SHEET  
 CAPITAL PROJECT FUNDS  
 September 30, 2008

	<u>2002 Bond Construction</u>	<u>2003 Bond Construction</u>	<u>Plantation Gateway Construction</u>	<u>Plantation Midtown Development District</u>	<u>Total</u>
<b>ASSETS:</b>					
Cash and equity in pooled cash and investments	\$ 3,007,521	\$ 3,999,248	\$ 105,441	\$ 28,172	\$ 7,140,382
Due from other governments State	<u>-</u>	<u>210,500</u>	<u>-</u>	<u>12,718</u>	<u>223,218</u>
Total assets	<u>\$ 3,007,521</u>	<u>\$ 4,209,748</u>	<u>\$ 105,441</u>	<u>\$ 40,890</u>	<u>\$ 7,363,600</u>
<b>LIABILITIES AND FUND BALANCES:</b>					
Liabilities:					
Accounts payable and other accrued expenses	\$ 146,920	\$ -	\$ -	\$ 28,511	\$ 175,431
Deferred revenue	<u>-</u>	<u>210,500</u>	<u>-</u>	<u>-</u>	<u>210,500</u>
Total liabilities	<u>146,920</u>	<u>210,500</u>	<u>-</u>	<u>28,511</u>	<u>385,931</u>
Fund balances:					
Unreserved:					
Designated for subsequent year's expenditures	2,860,601	1,147,900	-	-	4,008,501
Undesignated	<u>-</u>	<u>2,851,348</u>	<u>105,441</u>	<u>12,379</u>	<u>2,969,168</u>
Total fund balances	<u>2,860,601</u>	<u>3,999,248</u>	<u>105,441</u>	<u>12,379</u>	<u>6,977,669</u>
Total liabilities and fund balances	<u>\$ 3,007,521</u>	<u>\$ 4,209,748</u>	<u>\$ 105,441</u>	<u>\$ 40,890</u>	<u>\$ 7,363,600</u>

**CITY OF PLANTATION, FLORIDA**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCE**  
**CAPITAL PROJECT FUNDS**  
**For the Year Ended September 30, 2008**

	2002 Bond <u>Construction</u>	2003 Bond <u>Construction</u>	Plantation Gateway <u>Construction</u>	Plantation Midtown Development District	<u>Total</u>
<b>REVENUES:</b>					
Intergovernmental	\$ -	\$ -	\$ -	\$ 53,562	\$ 53,562
Income on investments	66,905	80,881	2,008	647	150,441
Miscellaneous	-	156,500	-	-	156,500
	<u>66,905</u>	<u>237,381</u>	<u>2,008</u>	<u>54,209</u>	<u>360,503</u>
<b>EXPENDITURES:</b>					
Current operating:					
General government	68,959	-	-	-	68,959
Public safety	-	-	443	-	443
Capital outlay	<u>807,591</u>	<u>622,178</u>	<u>-</u>	<u>244,787</u>	<u>1,674,556</u>
	<u>876,550</u>	<u>622,178</u>	<u>443</u>	<u>244,787</u>	<u>1,743,958</u>
Excess (deficiency) of revenues over (under) expenditures	(809,645)	(384,797)	1,565	(190,578)	(1,383,455)
<b>OTHER FINANCING SOURCES:</b>					
Transfers in	-	-	-	202,957	202,957
	<u>-</u>	<u>-</u>	<u>-</u>	<u>202,957</u>	<u>202,957</u>
Net change in fund balance	(809,645)	(384,797)	1,565	12,379	(1,180,498)
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>3,670,246</u>	<u>4,384,045</u>	<u>103,876</u>	<u>-</u>	<u>8,158,167</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 2,860,601</u>	<u>\$ 3,999,248</u>	<u>\$ 105,441</u>	<u>\$ 12,379</u>	<u>\$ 6,977,669</u>

CITY OF PLANTATION, FLORIDA  
 CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
 SCHEDULE OF CAPITAL ASSETS BY FUNCTION AND ACTIVITY  
 September 30, 2008

	Land	Buildings	Improvements Other Than Buildings	Infrastructure	Machinery and Equipment	Subscriptions and Books	Construction in Progress	Total
<b>FUNCTION AND ACTIVITY:</b>								
General government	\$ 1,517,797	\$ 2,936,967	\$ 1,855,922	\$ 7,558	\$ 3,347,320	\$ -	\$ 1,953,579	\$ 11,619,143
Public safety	604,372	11,904,137	4,378,893	-	16,981,621	-	4,238,216	38,107,239
Transportation	1,009,230	-	2,012,380	33,401,666	1,499,105	-	55,438	37,977,819
Physical environment	2,254,491	1,350,587	5,025,423	412,954	3,144,008	-	2,547,464	14,734,927
Culture and recreation	18,657,180	9,065,668	38,071,574	-	3,538,535	1,861,166	845,421	72,039,544
	\$ 24,043,070	\$ 25,257,359	\$ 51,344,192	\$ 33,822,178	\$ 28,510,589	\$ 1,861,166	\$ 9,640,118	\$ 174,478,672

**CITY OF PLANTATION, FLORIDA**  
**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS**  
**SCHEDULE OF CHANGES IN CAPITAL ASSETS BY FUNCTION AND ACTIVITY**  
September 30, 2008

	Capital Assets October 1, 2007	Additions	Deletions	Transfers	Capital Assets September 30, 2008
Administration	\$ 178,732	\$ 21,246	\$ (1,095)	\$ -	\$ 198,883
Risk Management	48,925	49,997	-	-	98,922
City Clerk	45,747	-	-	-	45,747
Financial Services	739,188	943,429	-	-	1,682,617
Information Technology	1,884,949	323,195	(1,267)	-	2,206,877
Planning	68,170	-	-	-	68,170
Human Resources	55,021	-	-	-	55,021
Central Services	7,098,584	60,164	(59,472)	-	7,099,276
General Government	<u>163,630</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>163,630</u>
General Government	<u>10,282,946</u>	<u>1,398,031</u>	<u>(61,834)</u>	<u>-</u>	<u>11,619,143</u>
Police	21,207,794	2,651,394	(363,846)	-	23,495,342
Fire	13,341,585	230,949	(28,748)	-	13,543,786
Building	895,866	12,535	(16,197)	-	892,204
Engineering	<u>228,673</u>	<u>-</u>	<u>(19,166)</u>	<u>(33,600)</u>	<u>175,907</u>
Public Safety	<u>35,673,918</u>	<u>2,894,878</u>	<u>(427,957)</u>	<u>(33,600)</u>	<u>38,107,239</u>
Transportation	<u>36,899,769</u>	<u>1,078,050</u>	<u>-</u>	<u>-</u>	<u>37,977,819</u>
Plantation Gateway	3,361,800	244,787	-	-	3,606,587
Plantation Midtown	642,876	-	-	-	642,876
Stormwater	477,294	-	-	-	477,294
Public Works	4,172,327	1,829,534	(99,715)	-	5,902,146
Resource Recovery	1,657,744	-	-	-	1,657,744
Landscaping	1,003,920	200,495	(25,797)	-	1,178,618
Community Redevelopment Agency	535,272	11,773	(37,260)	33,600	543,385
Community Development Block Grant	<u>628,404</u>	<u>97,873</u>	<u>-</u>	<u>-</u>	<u>726,277</u>
Physical Environment	<u>12,479,637</u>	<u>2,384,462</u>	<u>(162,772)</u>	<u>33,600</u>	<u>14,734,927</u>
Library	3,033,170	64,592	-	-	3,097,762
Historical Museum	249,827	622,178	-	-	872,005
Parks & Recreation	54,585,630	253,457	(60,516)	-	54,778,571
Central Park	<u>13,197,299</u>	<u>126,098</u>	<u>(32,191)</u>	<u>-</u>	<u>13,291,206</u>
Culture and Recreation	<u>71,065,926</u>	<u>1,066,325</u>	<u>(92,707)</u>	<u>-</u>	<u>72,039,544</u>
Total Capital Assets	<u>\$ 166,402,196</u>	<u>\$ 8,821,746</u>	<u>\$ (745,270)</u>	<u>\$ -</u>	<u>\$ 174,478,672</u>

CITY OF PLANTATION, FLORIDA  
 SCHEDULE OF INSURANCE COVERAGE  
 September 30, 2008

Company	Policy Number	Expiration Date	Coverage	Deductible	Premium	Limits
FL Municipal Self Insurance Fund	FMIT 482	10/01/08	Workers Compensation	\$ 175,000 SIR	\$ 250,970	\$ 5,000,000
FL Municipal Self Insurance Fund	FMIT 482	10/01/08	General Liability including Law Enforcement Professional Liability, Errors & Omissions & EMS Professional Liability	200,000 SIR	161,800	5,000,000
FL Municipal Self Insurance Fund	FMIT 482	10/01/08	Automobile Liability	200,000 SIR	117,361	5,000,000
FL Municipal Self Insurance Fund	FMIT 482	10/01/08	Real and Personal Property Includes Computer Equipment	100,000 SIR	604,954	100,000,000
Fidelity and Deposit Co. of Maryland	CPP141072314-BLKT	04/01/09	Public Employee Blanket Bond Loss Inside Premises Loss Outside Premises Excess Coverage on Controller	1,000 250 250	5,123	50,000 5,000 5,000 50,000
Hartford Steam Boiler Insurance	FBP9426796	01/01/09	Boiler & Machinery	5,000	29,169	10,000,000
Hartford Accident & Indemnity	ETB12506-5	01/01/09	Accidental Death & Dismemberment Volunteer Fire - Death Benefits Police - Unlawful Death Police - Fresh Pursuit Death Police - Death in the Line of Duty		50,895	50,000 150,000 50,000 125,000
Commerce & Industry Insurance Co.	FPL7509888#6	04/01/09	Third Party Pollution Liability Schedule Tanks	25,000	12,633	1,000,000 each incident 10,000,000 aggregate
Travelers Insurance Company	Multiple Policies Property Locations	09/20/09	Flood Buildings - Rated per Location Contents - Rated per Location	500 per location	55,054	500,000 max per location
Travelers Insurance Company	023FFI03001118BCM	07/01/09	Pension Trust Liability Insurance	10,000	25,407	2,000,000
Travelers Insurance Company	103088609-ERISA	07/01/09	ERISA Bond	1,000	118	50,000
Zurich Commercial Insurance	POB7571165	04/01/09	Public Officials Bond (Treasurer)	-	101	10,000



KEEFE, MCCULLOUGH & CO., LLP  
CERTIFIED PUBLIC ACCOUNTANTS

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STEVEN H. WOODS, C.P.A.  
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JOSEPH D. LEO, C.P.A.  
WILLIAM G. BENSON, C.P.A.  
KENNETH G. SMITH, C.P.A.  
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CYNTHIA L. CALVERT, C.P.A.  
ISRAEL J. GOMEZ, C.P.A.  
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THOMAS T. CARPENTER, C.P.A. (RETIRED)  
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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR FEDERAL PROGRAM AND STATE PROJECT  
AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH  
OMB CIRCULAR A-133 AND CHAPTER 10.550, RULES OF THE AUDITOR GENERAL

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

Compliance

We have audited the compliance of the City of Plantation, Florida (the "City") with the types of compliance requirements described in United States Office of Management and Budget (OMB) Circular A-133 Compliance Supplement, and the requirements described in the Department of Financial Services' State Projects Compliance Supplement, that are applicable to each of its major Federal programs and state projects for the year ended September 30, 2008. The City's major Federal programs and state projects are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grant agreements applicable to each of its major Federal programs and state projects is the responsibility of the City's management. Our responsibility is to express an opinion on the City'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 Nonprofit 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 Federal program or state project occurred. An audit includes examining, on a test basis, evidence about the City'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 the City's compliance with those requirements.

In our opinion, the City of Plantation, Florida complied, in all material respects, with the requirements referred to above that are applicable to each of its major Federal programs and state projects for the year ended September 30, 2008.

Internal Control over Compliance

The management of the City is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to Federal programs and state projects. In planning and performing our audit, we considered the City's internal control over compliance with the requirements that could have a direct and material effect on a major Federal 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 the City's internal control over compliance.

City of Plantation, Florida

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 a 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 Federal program or a state project such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a Federal program or state project that is more than inconsequential will not be prevented or detected by the entity's internal control.

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 Federal 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.

Schedule of Expenditures of Federal Awards and State Financial Assistance

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of City of Plantation, Florida, as of and for the year ended September 30, 2008, and have issued our report thereon dated June 12, 2009. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise the City of Plantation, Florida's basic financial statements. The accompanying schedule of expenditures of federal awards and state financial assistance is presented for purposes of additional analysis as required by OMB Circular A-133 and Chapter 10.550, Rules of the Auditor General and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of City management, members of the City Council, the State of Florida Auditor General, Federal and state awarding agencies and other grantor agencies, 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  
June 29, 2009



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INDEPENDENT AUDITORS' REPORT TO CITY MANAGEMENT

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

We have audited the financial statements of the City of Plantation, Florida (the "City"), as of and for the fiscal year ended September 30, 2008, and have issued our report thereon dated June 12, 2009.

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; and OMB Circular A-133, Audits of State, Local Governments, and Non-Profit Organizations. We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters, Independent Auditors' Report on Compliance with Requirements Applicable to each Major Federal Program and State Project and on Internal Control over Compliance, and Schedule of Findings and Questioned Costs. Disclosures in those reports and schedule, which are dated June 29, 2009, should be considered in conjunction with this management letter.

Additionally, our audit was conducted in accordance with the Chapter 10.550, Rules of the Auditor General, which govern the conduct of local governmental entity audits performed in the State of Florida. This letter includes the following information, which is not included in the aforementioned auditors' reports or schedule:

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 findings and recommendations made in the preceding annual financial audit report. Corrective actions have been taken to address significant findings and recommendations made in the preceding annual financial audit report, except as noted in the Schedule of Findings and Questioned Costs.

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 the 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. In connection with our audit, our recommendations to improve financial management are included in the Schedule of Findings and Questioned Costs, Part C and Part D.

City of Plantation, Florida

Section 10.554(1)(i)4., Rules of the Auditor General, requires that we address violations of laws, regulations, contracts or grant agreements, or abuse that have occurred, or are likely to have occurred, that have an effect on the determination of financial statement amounts that is less than material but more than inconsequential. In connection with our audit, we did not have any such findings.

Section 10.554(1)(i)5., Rules of the Auditor General, provides that the auditor may, based on professional judgment, report the following matters that are inconsequential to the determination of financial statement amounts, considering both quantitative and qualitative factors: (1) violations of laws, regulations, contracts or grant agreements, or abuse that have occurred, or are likely to have occurred, and; (2) 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 annual financial statements); (b) failures to properly record financial transactions; and (c) 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, 2008, 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, 2008. In connection with our audit, we determined that these two reports were in agreement.

Pursuant to Sections 10.554(1)(i)7.c. and 10.556(7), Rules of the Auditor General, we applied financial condition assessment procedures. It is management's responsibility to monitor the City'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.

Pursuant to Chapter 119, Florida Statutes, this management letter is a public record and its distribution is not limited. Auditing standards generally accepted in the United States of America require us to indicate that this letter is intended solely for the information and use of management, 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  
June 29, 2009

CITY OF PLANTATION, FLORIDA  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 AND STATE FINANCIAL ASSISTANCE  
 For the Year Ended September 30, 2008

Federal/State Agency, Pass-through Entity Federal Program/State Project	CFDA CSFA Number	Contract/Grant Number	Expenditures	Transfers to Subrecipients
<b>FEDERAL AGENCY NAME:</b>				
Direct Programs:				
United States Department of Housing and Urban Development - Community Development Block Grants/Entitlement Grants	14.218	-	\$ 489,922	\$ -
United States Department of Justice - Federal Forfeitures	16.000	-	85,005	-
Bulletproof Vest Partnership Program	16.607	2007BUBX07039402	5,750	-
Indirect Programs:				
United States Department of Homeland Security - Development - Passed through Florida Department of Community Affairs Disaster Grants - Public Assistance	*97.036	1609-DR-FL 08-FA-C2-11-16-00-543	994,056 38,373	- -
Passed through Florida Division of Emergency Management Hazard Mitigation Grant	97.039	07-HM-0;-11-16-02-017	102,337	-
United States Department of Housing and Urban Development - Passed through Broward County Community Development Block Grants/ Entitlement Grants	14.218	07-DB-3V-11-16-01-208	299,647	-

CITY OF PLANTATION, FLORIDA  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 AND STATE FINANCIAL ASSISTANCE

(continued)

For the Year Ended September 30, 2008

Federal/State Agency, Pass-through Entity Federal Program/State Project	CFDA CSFA Number	Contract/Grant Number	Expenditures	Transfers to Subrecipients
National Endowment for the Arts - Passed through Florida Department of State	45.024	07-9024	205,000	-
Promotion of the Arts Grants to Organizations and Individuals				
United States Department of Transportation - Passed through Florida Department of Transportation	20.205	ANY 84	197,313	-
Highway Planning and Construction				
United States Department of Agriculture - Passed through Florida Department of Agriculture and Consumer Services	10.664	11777	25,000	-
Cooperative Forestry Assistance				
United States Department of Justice - Passed through Florida Department of Justice	16.738	2007 Jag Award	23,956	-
Edward Byrne Memorial Justice Assistance Grant Program				
Total Federal Awards			\$ 2,466,359	\$ -

CITY OF PLANTATION, FLORIDA  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 AND STATE FINANCIAL ASSISTANCE

(continued)

For the Year Ended September 30, 2008

Federal/State Agency, Pass-through Entity Federal Program/State Project	CFDA CSFA Number	Contract/Grant Number	Expenditures	Transfers to Subrecipients
<b>STATE AGENCY NAME</b>				
Direct Project:				
Florida Housing Finance Corporation - State Housing Initiatives Partnership Program	*52.901	-	\$ 1,177,811	\$ -
State of Florida Department of Transportation - Public Transit Service Development Program	55.012	AP155	83,975	-
Florida Highway Beautification Council Grant	55.003	AP214	62,992	
Park and Ride Lot Program	55.011	AOJ18	38,562	
Florida Fish and Wildlife Conservation Commission - Florida Boating Improvement Program	77.006	7107	10,000	-
State of Florida Department of Environmental Protection - Florida Recreation Development Assistance Program	37.017	F08076	5,500	-

CITY OF PLANTATION, FLORIDA  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 AND STATE FINANCIAL ASSISTANCE

(continued)

For the Year Ended September 30, 2008

Federal/State Agency, Pass-through Entity Federal Program/State Project	CFDA CSFA Number	Contract/Grant Number	Expenditures	Transfers to Subrecipients
State of Florida Department of Law Enforcement - Laundering Investigations - Matching Funds	71.005	-	1,638	-
Total State Agency			1,380,478	-
Total Expenditures of State Financial Assistance			\$ 1,380,478	\$ -

\* Denotes a major program/project  
 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, 2008

**A. SUMMARY OF AUDITORS' RESULTS**

1. The auditors' report expresses an unqualified opinion on the basic financial statements.
2. The material weaknesses and significant deficiency 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 2008-1, 2008-2 and 2008-3 and are discussed in Part C.
3. No instances of noncompliance material to the basic financial statements of City of Plantation, Florida, were disclosed during the audit.
4. No material weaknesses relating to the audit of the major Federal programs and state projects are 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 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. No audit findings relative to the major program or state project for City of Plantation, Florida are reported in Part B.
7. The programs/projects tested as a major program/project are as follows:
 

<b>Federal Program</b>	<b>Federal CFDA No.</b>
United States Department of Homeland Security - Public Assistance Grant	97.036
<b>State Project</b>	<b>State CSFA No.</b>
Florida Housing Finance Corporation - State Housing Initiatives Partnership Program	52.901
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 not 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**

NONE