

**THE CITY OF PLANTATION, FLORIDA**

**BASIC FINANCIAL STATEMENTS  
AND OTHER SCHEDULES**

September 30, 2009

CITY OF PLANTATION, FLORIDA  
 BASIC FINANCIAL STATEMENTS  
 AND OTHER SCHEDULES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2009

TABLE OF CONTENTS

|   | <u>PAGES</u> |
|---|--------------|
| FINANCIAL SECTION:  |              |
| Independent Auditors' Report  | 1-2          |
| Management's Discussion and Analysis (Not Covered by<br>Independent Auditors' Report)   | 3-11         |
| Basic Financial Statements:   |              |
| Government-wide Financial Statements:   |              |
| Statement of Net Assets   | 12           |
| Statement of Activities   | 13           |
| Fund Financial Statements:  |              |
| Balance Sheet – Governmental Funds  | 14-15        |
| Reconciliation of the Balance Sheet of Governmental Funds<br>to the Statement of Net Assets   | 16           |
| Statement of Revenues, Expenditures and Changes in<br>Fund Balances – Governmental Funds  | 17           |
| Reconciliation of the Statement of Revenues,<br>Expenditures and Changes in Fund Balances of<br>Governmental Funds to the Statement of Activities | 18           |
| Statement of Revenues and Expenditures – Budget<br>and Actual – General Fund  | 19           |
| Statement of Revenues and Expenditures – Budget<br>and Actual – Pledged Revenue Fund  | 20           |
| Statement of Net Assets – Proprietary Funds   | 21           |
| Statement of Revenues, Expenses and Changes in<br>Net Assets – Proprietary Funds  | 22           |
| Statement of Cash Flows – Proprietary Funds   | 23-24        |
| Statement of Fiduciary Net Assets – Pension Funds   | 25           |
| Statement of Changes in Fiduciary Net Assets –<br>Pension Funds   | 26           |
| Notes to Financial Statements   | 27-60        |

CITY OF PLANTATION, FLORIDA  
 BASIC FINANCIAL STATEMENTS  
 AND OTHER SCHEDULES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2009

TABLE OF CONTENTS  
 (continued)

|  | <u>PAGES</u> |
|--|--------------|
| <b>REQUIRED SUPPLEMENTARY INFORMATION:</b>   |              |
| Pension Trust Funds:   |              |
| Schedules of Contributions from the Employer and the State of Florida:                                   |              |
| General Employees' Pension Trust Fund  | 61           |
| Police Officers' Pension Trust Fund  | 62           |
| Volunteer Firefighters' Pension Trust Fund   | 63           |
| Schedules of Funding Progress:   |              |
| General Employees' Pension Trust Fund  | 64           |
| Police Officers' Pension Trust Fund  | 65           |
| Volunteer Firefighters' Pension Trust Fund   | 66           |
| Annual Pension Costs – All Pension Trust Funds   | 67           |
| Other Post Employment Benefits   | 68           |
| Combining Financial Statements:  |              |
| Combining Balance Sheet – Nonmajor Governmental Funds  | 69           |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds | 70           |
| Combining Balance Sheet – Special Revenue Funds  | 71           |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Special Revenue Funds       | 72           |
| Combining Balance Sheet – Debt Service Funds   | 73           |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Debt Service Funds          | 74           |
| Combining Balance Sheet – Capital Project Funds  | 75           |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Capital Project Funds       | 76           |
| <b>OTHER FINANCIAL INFORMATION:</b>  |              |
| Capital Assets Used in the Operation of Governmental Funds   |              |
| Schedule of Capital Assets by Function and Activity  | 77           |
| Schedule of Changes in Capital Assets by Function and Activity   | 78           |
| Schedule of Insurance Coverage   | 79           |



KEEFE, McCULLOUGH & CO., LLP  
CERTIFIED PUBLIC ACCOUNTANTS

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

CYNTHIA L. CALVERT, C.P.A.  
ISRAEL J. GOMEZ, C.P.A.  
JAMES R. LARAWAY, C.P.A.  
JOHN E. McCULLOUGH, C.P.A. (RETIRED)  
THOMAS T. CARPENTER, C.P.A. (RETIRED)  
PAUL B. SNEIDER, C.P.A. (RETIRED)  
BRIAN D. PINNELL, C.P.A. (RETIRED)

ROSS S. GOTTHOFFER, C.P.A.

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

## INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of City of Plantation, Florida (the "City"), as of and for the year ended September 30, 2009, 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 the City of Plantation, Florida as of September 30, 2009, 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 May 19, 2010 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 11 and 61 through 68, 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*  
KEEFE, MCCULLOUGH & CO., LLP

Fort Lauderdale, Florida  
May 19, 2010

**CITY OF PLANTATION, FLORIDA**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
September 30, 2009

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, 2009. This discussion is to be read in conjunction with the City’s financial statements, which immediately follow the discussion.

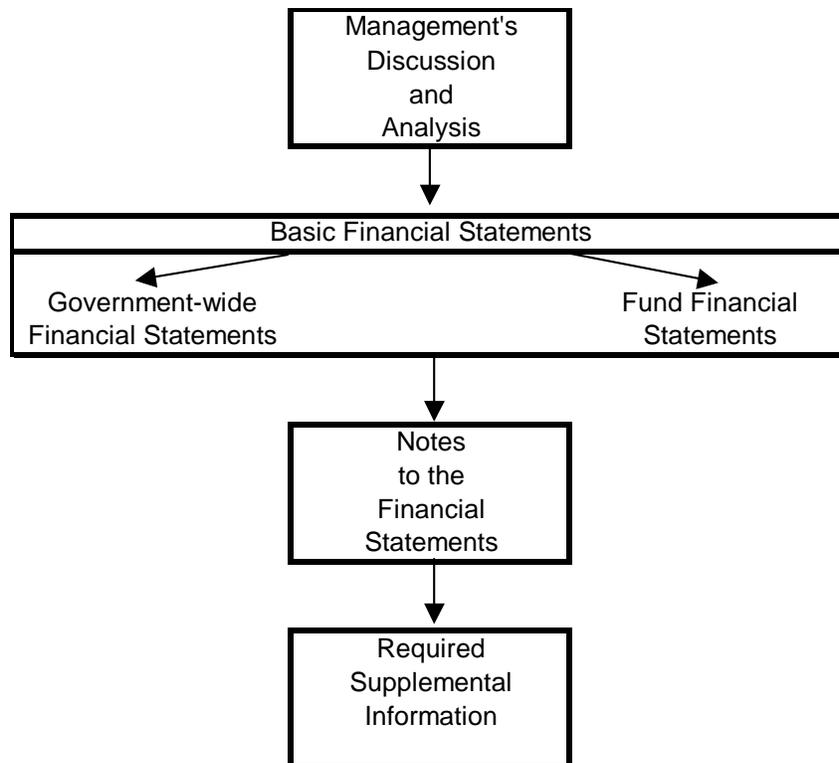
**FINANCIAL HIGHLIGHTS**

- The assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$ 240,057,244 (net assets), which is a decrease over the prior year of \$ 3,470,331. Of the net asset amount, \$ 51,456,108 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 \$ 85,085,984, or a 9.6% decrease over the prior year and expense totaled \$ 83,710,579 or a 3.4% increase over the prior year. The increase in governmental net assets of \$ 1,375,405 is analyzed on page 8.
- The business-type activities revenue totaled \$ 32,102,537, or a 2.8% increase over the prior year and expense totaled \$ 36,901,977, or an 8.1% increase over the prior year. See detailed explanation on page 8.
- During the year, the City’s governmental funds’ expenditures and financing uses totaled \$ 119,076,572 compared to \$114,391,633 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 demonstrates 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, 2009

**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 12 and 13 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, 2009

The City maintains twenty-seven 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 twenty-three 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 basic governmental fund financial statements can be found on pages 14 through 20 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 basic proprietary fund financial statements can be found on pages 21 through 24 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 basic fiduciary fund financial statements can be found on pages 25 and 26 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 27 through 60 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 61 through 68 of this report.

The combining statements referred to earlier in connection with non-major, governmental funds can be found on pages 69 through 76 of this report.

**CITY OF PLANTATION, FLORIDA**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
September 30, 2009

**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 \$ 240,057,244 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:

|                             | Net Assets           |                      |                      |                      |                      |                      |
|-----------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
|                             | Governmental         |                      | Business-type        |                      | Total                |                      |
|                             | Activities           |                      | Activities           |                      |                      |                      |
|                             | <u>2009</u>          | <u>2008</u>          | <u>2009</u>          | <u>2008</u>          | <u>2009</u>          | <u>2008</u>          |
| Current and other assets    | \$71,405,257         | \$75,041,540         | \$31,525,090         | \$38,987,904         | \$102,930,347        | \$114,029,444        |
| Capital assets              | <u>98,309,069</u>    | <u>96,373,156</u>    | <u>112,954,189</u>   | <u>112,267,430</u>   | <u>211,263,258</u>   | <u>208,640,586</u>   |
| Total Assets                | <u>169,714,326</u>   | <u>171,414,696</u>   | <u>144,479,279</u>   | <u>151,255,334</u>   | <u>314,193,605</u>   | <u>322,670,030</u>   |
| Long-term liabilities       | 38,702,092           | 42,720,572           | 15,647,851           | 16,748,850           | 54,349,943           | 59,469,422           |
| Other liabilities           | <u>14,441,655</u>    | <u>13,452,654</u>    | <u>5,344,763</u>     | <u>6,220,379</u>     | <u>19,786,418</u>    | <u>19,673,033</u>    |
| Total liabilities           | <u>53,143,747</u>    | <u>56,173,226</u>    | <u>20,992,614</u>    | <u>22,969,229</u>    | <u>74,136,361</u>    | <u>79,142,455</u>    |
| Net Assets:                 |                      |                      |                      |                      |                      |                      |
| Invested in capital assets, |                      |                      |                      |                      |                      |                      |
| net of related debt         | 62,647,181           | 55,001,871           | 97,632,295           | 94,492,154           | 160,279,476          | 149,494,025          |
| Restricted                  | 25,220,762           | 25,285,250           | 3,100,898            | 2,738,532            | 28,321,660           | 28,023,782           |
| Unrestricted                | <u>28,702,636</u>    | <u>34,954,349</u>    | <u>22,753,472</u>    | <u>31,055,419</u>    | <u>51,456,108</u>    | <u>66,009,768</u>    |
| Total net assets            | <u>\$116,570,579</u> | <u>\$115,241,470</u> | <u>\$123,486,665</u> | <u>\$128,286,105</u> | <u>\$240,057,244</u> | <u>\$243,527,575</u> |

By far the largest portion of the City's net assets, 66.8% 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 11.8% of the net assets represent resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets, \$ 51,456,108, 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 \$ 22,753,472 is shown as unrestricted for the business-type funds, \$ 19,028,622 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 \$ 28,702,636. While these funds may be unrestricted on the City-wide statement they may be designated for subsequent year's 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, 2009

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

| Operations                              | Changes in Net Assets |                      |                      |                      |                      |                      |
|---|-----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
|   | Governmental          |                      | Business-type        |                      | Total                |                      |
|   | Activities            |                      | Activities           |                      |                      |                      |
|   | <u>2009</u>           | <u>2008</u>          | <u>2009</u>          | <u>2008</u>          | <u>2009</u>          | <u>2008</u>          |
| Revenues:                               |                       |                      |                      |                      |                      |                      |
| Program revenues:                       |                       |                      |                      |                      |                      |                      |
| Charges for services                    | \$11,296,061          | \$16,510,237         | \$29,651,061         | \$27,901,482         | \$40,947,122         | \$ 44,411,719        |
| Operating grants and contributions      | 2,853,278             | 1,321,423            | 92,670               | 13,677               | 2,945,948            | 1,335,100            |
| Capital grants and contributions        | 1,794,510             | 1,894,910            | 2,315,227            | 2,460,725            | 4,109,737            | 4,355,635            |
| General revenues:                       |                       |                      |                      |                      |                      |                      |
| Property taxes                          | 32,957,383            | 33,133,809           | -                    | -                    | 32,957,383           | 33,133,809           |
| Other taxes                             | 29,074,350            | 30,185,584           | -                    | -                    | 29,074,350           | 30,185,584           |
| Investment earnings                     | 389,282               | 1,664,502            | 74,845               | 862,976              | 464,127              | 2,527,478            |
| Other                                   | 3,967,271             | 6,879,644            | (31,266)             | (14,135)             | 3,936,005            | 6,865,509            |
|   | <u>82,332,135</u>     | <u>91,590,109</u>    | <u>32,102,537</u>    | <u>31,224,725</u>    | <u>114,434,672</u>   | <u>122,814,834</u>   |
| Expenses:                               |                       |                      |                      |                      |                      |                      |
| Program expenses:                       |                       |                      |                      |                      |                      |                      |
| General government                      | \$13,563,576          | 11,897,275           | -                    | -                    | \$13,563,576         | 11,897,275           |
| Public safety                           | 42,501,676            | 40,436,045           | -                    | -                    | 42,501,676           | 40,436,045           |
| Physical environment                    | 7,323,562             | 7,436,090            | -                    | -                    | 7,323,562            | 7,436,090            |
| Transportation                          | 4,009,343             | 5,055,323            | -                    | -                    | 4,009,343            | 5,055,323            |
| Economic Environment                    | 2,689,693             | 2,737,221            | -                    | -                    | 2,689,693            | 2,737,221            |
| Culture and recreation                  | 11,925,042            | 11,459,045           | -                    | -                    | 11,925,042           | 11,459,045           |
| Interest on long-term debt              | 1,697,687             | 1,912,774            | -                    | -                    | 1,697,687            | 1,912,774            |
| Water and wastewater utilities          | -                     | -                    | 22,280,103           | 20,975,902           | 22,280,103           | 20,975,902           |
| Fire/rescue services                    | -                     | -                    | 7,699,741            | 6,608,314            | 7,699,741            | 6,608,314            |
| Golf course                             | -                     | -                    | 4,168,284            | 4,067,209            | 4,168,284            | 4,067,209            |
|   | <u>83,710,579</u>     | <u>80,933,773</u>    | <u>34,148,128</u>    | <u>31,651,425</u>    | <u>117,858,707</u>   | <u>112,585,198</u>   |
| Change in net assets before other items | (1,378,444)           | 10,656,336           | (2,045,591)          | (426,700)            | (3,424,035)          | 10,229,636           |
| Transfers                               | 2,753,849             | 2,475,293            | (2,753,849)          | (2,475,293)          | -                    | -                    |
| Increase (decrease) in net assets       | 1,375,405             | 13,131,629           | (4,799,440)          | (2,901,993)          | (3,424,035)          | 10,229,636           |
| Net assets-beginning, as restated       | 115,195,174           | 102,109,841          | 128,286,105          | 131,188,098          | 243,481,279          | 233,297,939          |
| Net assets-ending                       | <u>\$116,570,579</u>  | <u>\$115,241,470</u> | <u>\$123,486,665</u> | <u>\$128,286,105</u> | <u>\$240,057,244</u> | <u>\$243,527,575</u> |

**CITY OF PLANTATION, FLORIDA**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
September 30, 2009

- Governmental activities charges for services revenue decreased by \$ 5,214,176 or 31.6%. This amount can be explained as follows:
  - Forfeiture revenues were down \$ 3,253,387 from two large cases worked in connection with the DEA Task Force the previous year.
  - Building permits down \$ 587,725 due to economic conditions.
  - Decreased solid waste and recycling revenue in the amount of \$ 1,526,315 due to reporting changes in accounting.
  - Service charges for fire services increased \$ 441,847 due to fee restructuring.
- Operating grants and contributions increased by \$ 1,531,855 resulting in the establishment and funding through HUD of the Neighborhood Stabilization Program (NSP) that has been authorized under the Housing and Economic Recovery Act of 2008.
- Other taxes decreased \$ 1,111,234 because the franchise fees, utility service taxes, county share of fuel taxes, state shared revenues and incremental taxes all decreased.
- Investment earnings decreased \$ 1,275,220 as a direct result of continued diminishing economic conditions.
- Other revenues decreased \$ 2,912,373 or 42.3% primarily from a reduction of FEMA reimbursements in the current fiscal year versus last year in excess of \$ 2 million.
- General government program expenses increased \$ 1,666,301 or 14.0% resulting from an increase in citywide long-term liability claims, an increase in information technology communications underground fiber optics and new computer maintenance contracts for new software systems.
- Public safety increased \$ 2,065,631 or 5.1% consisting of an increase in workers' compensation liability, police personnel and police building renovations.
- Transportation program expense decreased \$ 1,045,980 or 20.7% due to a reduction in the amount charged to Road and Traffic Control Fund from the General Fund and a reduction in bridge repairs and maintenance from the previous year.
- Business-type charges for services increased \$ 1,749,579 or 6.3% due to an increase in the Water and Wastewater Fund of \$ 1,368,219 from sale of water and wastewater; and in the Fire/Rescue Fund as a result of transportation services fee increase.
- Business-type investment earnings decreased \$ 788,131 as a direct result of continued diminishing economic conditions.
- Business-type Water and Wastewater Utilities expenses increased by \$ 1,304,201 or 6.2% in operating costs and depreciation because several improvement projects were completed in the amount of \$ 813,222.
- Business-type Fire/Rescue Services expenses increased by \$ 1,091,427 or 16.5% in operating costs and an increase in the provision for uncollectible accounts.

## **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 \$ 56,676,208, a decrease of \$ 4,967,055 in comparison with the prior year fund balance. As mentioned above, the decrease of \$ 3,253,387 was from forfeiture funds that were received the previous year.

**CITY OF PLANTATION, FLORIDA**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
September 30, 2009

- Approximately \$ 10,112,150 or 17.8% of the fund balance is reserve by third parties for particular purposes. Approximately \$ 23,534,780 or 50.5% of the unreserved fund balance is designated by management for a particular purpose. Approximately \$ 23,029,270 or 40.6% is unreserved and undesignated, but it is not available for new spending because it has already been committed 1) to pay debt service, \$ 2,927,878, 2) for capital improvement, \$ 14,746,208, or 3) for a variety of other restricted purposes, \$ 9,846,632.

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 \$ 15,711,182, \$ 469,900 or 3.0% is reserved and \$ 15,241,282 is unreserved but designated. The designations are: \$ 2,256,300 or 14.4% is designated for next years operating deficit, \$ 7,046,360, or 44.9% of the total fund balance, for exposure to risks and to provide sufficient fund equity for catastrophic losses, and \$ 4,034,100, or 25.7% of the total fund balance, for the rising cost of employee medical/dental coverage and \$ 1,875,000, or 12.0% 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 19.1% of the total General Fund expenditures, including transfers, and the total fund balance represents 19.7%.

**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<br>Wastewater Services |                       | Fire/Rescue<br>Services |                   | Golf Course         |                   |
|-------------------------------------|----------------------------------|-----------------------|-------------------------|-------------------|---------------------|-------------------|
|                                     | <u>2009</u>                      | <u>2008</u>           | <u>2009</u>             | <u>2008</u>       | <u>2009</u>         | <u>2008</u>       |
| Revenues and other sources          | \$ 31,960,137                    | \$ 25,056,769         | \$ 6,781,876            | \$ 6,601,791      | \$ 3,962,382        | \$ 4,200,079      |
| Expenditures and other uses         | <u>35,561,275</u>                | <u>28,085,109</u>     | <u>7,743,010</u>        | <u>6,608,314</u>  | <u>4,199,550</u>    | <u>4,067,209</u>  |
| Increases (decreases) in net assets | <u>(3,601,138)</u>               | <u>\$ (3,028,340)</u> | <u>\$ (961,134)</u>     | <u>\$ (6,523)</u> | <u>\$ (237,168)</u> | <u>\$ 132,870</u> |

The water and wastewater utility is operating at a \$ 3,601,138 deficit due to decreased earnings on investment reserves and transfers to support bonded debt service of the governmental funds. The utility performed a rate study in fiscal year 2009 and City Council approved rate increases based on the study that was implemented August 2009. The golf course is operating on a near breakeven basis with a slight decrease in revenues and a slight increase in expenses. Revenues were primarily from charges for golf fees and restaurant operations. The fire/rescue services fund revenues and other sources consist primarily of transfers from governmental funds in the amount of \$ 4,167,922, which is a decrease of \$ 390,278 from the previous year and \$ 2,612,484 in transport fees or an increase of \$ 588,855 from the previous year. Total operating expenses of \$ 7,699,741 increased \$ 1,091,427 from the previous year.

**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 expenditures with the largest budget overages are amended. No budgets were amended to the General Fund or to the Pledged Revenue Fund.

**CITY OF PLANTATION, FLORIDA**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
September 30, 2009

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**CAPITAL ASSETS**

The City's investment in capital assets for its governmental and business type activities at the end of the fiscal year amounts to \$ 211,263,258 (net of accumulated depreciation). Approximately 46.5% of this investment is related to governmental activities and includes land, construction in progress, buildings, improvements other than buildings, infrastructure, machinery and equipment, and library collections. 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<br>Activities | Business-type<br>Activities | Total                |
|----------------------------------|----------------------------|-----------------------------|----------------------|
| Land                             | \$24,108,393               | \$ 7,916,765                | \$ 32,025,158        |
| Construction in progress         | 7,141,684                  | 6,588,327                   | 13,730,011           |
| Buildings                        | 14,707,892                 | 13,454,364                  | 28,162,256           |
| Improvements other than building | 30,517,853                 | 68,423,624                  | 98,941,477           |
| Infrastructure                   | 8,344,216                  | 6,358,843                   | 14,703,059           |
| Machinery and equipment          | 13,287,123                 | 10,212,266                  | 23,499,389           |
| Library collections              | 201,908                    | -                           | 201,908              |
|                                  | <u>\$98,309,069</u>        | <u>\$112,954,189</u>        | <u>\$211,263,258</u> |

**LONG-TERM DEBT**

At the end of the current fiscal year, the City had total bonded debt outstanding of \$ 42,542,805. The City's debt represents bonds secured solely by specified revenue sources (i.e., revenue bonds). Additionally, the City has a \$ 862,479 revolving loan with the Florida Department of Environmental Regulation, a \$ 541,897 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 \$ 1,045,609 note payable for the development of the Altman property as part of the Community Redevelopment Agency catalytic investment strategy project, a \$ 125,412 capital lease used to purchase golf carts and attached GPS system, a 2007 promissory note for \$ 6,321,500 for installing automatic meter readers as well as the related cash receipting software and a \$ 442,200 Acres IV Revenue Note.

The City's total debt of \$ 51,881,902 decreased, during the current fiscal year, by \$ 6,985,635 or 11.9%. The key factors in this decrease were as follows:

- \$ 826,575 for the DER Loan, \$ 119,833 for the Capital lease, \$ 1,015,000 for the Series 2003 Revenue Bonds, \$ 4,945,000 for the Series 2002 Revenue Bonds, \$ 167,932 for the 2002 Dredging Note, and \$ 68,657 for the 2005 CRA Revenue Note
- Issuance of Acres IV assessment revenue note in the amount of \$ 442,200
- Amortization of original issue premiums and discounts net \$ 60,088.

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 45 through 50 of this report.

**CITY OF PLANTATION, FLORIDA**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
September 30, 2009

**NEXT YEAR'S BUDGET AND RATES**

During the current fiscal year, unreserved fund balance in the General Fund decreased \$ 2,645,978 to \$ 15,241,282. This decrease resulted primarily from a reduction to the designation for medical benefits from \$ 6,500,000 to \$ 4,034,100, or a reduction of \$ 2,465,900.

**REQUESTS FOR INFORMATION**

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

# BASIC FINANCIAL STATEMENTS

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

**CITY OF PLANTATION, FLORIDA**  
**STATEMENT OF NET ASSETS**  
September 30, 2009

|  | Primary Government         |                             | Total                 |
|--|----------------------------|-----------------------------|-----------------------|
|  | Governmental<br>Activities | Business-type<br>Activities |                       |
| <b>ASSETS:</b>                                     |                            |                             |                       |
| Cash and equity in pooled cash and investments     | \$ 36,650,371              | \$ 19,726,003               | \$ 56,376,374         |
| Receivables - net of allowance for uncollectibles: |                            |                             |                       |
| Accounts   | 3,577,987                  | 4,151,918                   | 7,729,905             |
| Assessments  | 133,010                    | 833,168                     | 966,178               |
| Due from other governments                         | 2,060,070                  | 4,616                       | 2,064,686             |
| Inventory  | 241,272                    | 629,478                     | 870,750               |
| Prepays  | 89,629                     | 24,125                      | 113,754               |
| Net pension assets                                 | 4,174,940                  | -                           | 4,174,940             |
| Restricted assets:                                 |                            |                             |                       |
| Cash and equity in pooled cash and investments     | 16,794,275                 | 3,560,455                   | 20,354,730            |
| Cash and investments with fiscal agent/third party | 6,303,743                  | 2,491,157                   | 8,794,900             |
| Receivables-net of allowance for uncollectibles    | 846,481                    | -                           | 846,481               |
| Accrued interest                                   | 46,802                     | -                           | 46,802                |
| Due from other governments                         | 16,462                     | -                           | 16,462                |
| Deferred debt issuance costs                       | 470,215                    | 104,170                     | 574,385               |
| Capital assets:                                    |                            |                             |                       |
| Non-depreciable                                    | 31,250,077                 | 14,505,092                  | 45,755,169            |
| Depreciable (net)                                  | 67,058,992                 | 98,449,097                  | 165,508,089           |
|  | <u>169,714,326</u>         | <u>144,479,279</u>          | <u>314,193,605</u>    |
| <b>LIABILITIES:</b>                                |                            |                             |                       |
| Accounts payable and other accrued expenses        | 5,193,443                  | 985,841                     | 6,179,284             |
| Unearned revenue                                   | 1,071,673                  | 130,316                     | 1,201,989             |
| Payable from restricted assets:                    |                            |                             |                       |
| Accounts payable and other accrued expenses        | 239,376                    | 676,773                     | 916,149               |
| Accrued interest                                   | 191,934                    | 88,839                      | 280,773               |
| Deposits   | 460,689                    | 1,763,780                   | 2,224,469             |
| Compensated absences                               | 16,069                     | -                           | 16,069                |
| Due within one year:                               |                            |                             |                       |
| Compensated absences                               | 718,815                    | 224,016                     | 942,831               |
| Bond and loans payable                             | 6,437,353                  | 1,321,534                   | 7,758,887             |
| Leases payable                                     | -                          | 125,412                     | 125,412               |
| Claims payable                                     | 112,303                    | 28,252                      | 140,555               |
| Due in more than one year:                         |                            |                             |                       |
| Compensated absences                               | 4,506,916                  | 855,591                     | 5,362,507             |
| Bond and loans payable                             | 29,694,751                 | 14,302,852                  | 43,997,603            |
| Claims payable                                     | 3,914,136                  | 363,922                     | 4,278,058             |
| Other post employment benefits liability           | 586,289                    | 125,486                     | 711,775               |
|  | <u>53,143,747</u>          | <u>20,992,614</u>           | <u>74,136,361</u>     |
| <b>NET ASSETS:</b>                                 |                            |                             |                       |
| Invested in capital assets, net of related debt    | 62,647,181                 | 97,632,295                  | 160,279,476           |
| Restricted for:                                    |                            |                             |                       |
| Economic stability                                 | 1,952,220                  | 42,996                      | 1,995,216             |
| Community development                              | 3,381,936                  | -                           | 3,381,936             |
| Capital improvements                               | 8,690,500                  | 1,030,064                   | 9,720,564             |
| Renewal and replacement                            | 86,400                     | 1,125,114                   | 1,211,514             |
| Transportation                                     | 790,389                    | -                           | 790,389               |
| Debt service                                       | 7,856,624                  | 902,724                     | 8,759,348             |
| Grants and special programs                        | 125,103                    | -                           | 125,103               |
| Police purposes                                    | 2,144,339                  | -                           | 2,144,339             |
| Library purposes                                   | 193,251                    | -                           | 193,251               |
| Unrestricted                                       | <u>28,702,636</u>          | <u>22,753,472</u>           | <u>51,456,108</u>     |
|  | <u>\$ 116,570,579</u>      | <u>\$ 123,486,665</u>       | <u>\$ 240,057,244</u> |

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

**CITY OF PLANTATION, FLORIDA**  
**STATEMENT OF ACTIVITIES**  
September 30, 2009

|   | Program Revenues      |  |  |  | Primary Government         |                             | Total                 |
|---|-----------------------|--|--|--|----------------------------|-----------------------------|-----------------------|
|   | Expenses              | Charges for<br>Services, Fees,<br>Fines and<br>Forfeitures | Operating<br>Grants and<br>Contributions | Capital<br>Grants and<br>Contributions | Governmental<br>Activities | Business-type<br>Activities |                       |
| <b>FUNCTION/PROGRAM ACTIVITIES:</b>                       |                       |  |  |  |                            |                             |                       |
| <b>Primary government:</b>                                |                       |  |  |  |                            |                             |                       |
| <b>Governmental activities:</b>                           |                       |  |  |  |                            |                             |                       |
| General government  | \$ 13,563,576         | \$ 877,236   | \$ 25,000                                | \$ 5,000                               | \$ (12,656,340)            | \$ -                        | \$ (12,656,340)       |
| Public safety   | 42,501,676            | 7,390,355  | 170,917                                  | 535,967                                | (34,404,437)               | -                           | (34,404,437)          |
| Physical environment                                      | 7,323,562             | 1,001,410  | 238,593                                  | 243,155                                | (5,840,404)                | -                           | (5,840,404)           |
| Transportation  | 4,009,343             | 444,444  | 1,020                                    | 515,479                                | (3,048,400)                | -                           | (3,048,400)           |
| Economic environment                                      | 2,689,693             | 28,384   | 2,375,964                                | 105,498                                | (179,847)                  | -                           | (179,847)             |
| Culture and recreation                                    | 11,925,042            | 1,554,232  | 41,784                                   | 389,411                                | (9,939,615)                | -                           | (9,939,615)           |
| Interest on long-term debt                                | 1,697,687             | -  | -  | -                                      | (1,697,687)                | -                           | (1,697,687)           |
| Total governmental activities                             | <u>83,710,579</u>     | <u>11,296,061</u>  | <u>2,853,278</u>                         | <u>1,794,510</u>                       | <u>(67,766,730)</u>        | <u>-</u>                    | <u>(67,766,730)</u>   |
| <b>Business-type activities:</b>                          |                       |  |  |  |                            |                             |                       |
| Water and wastewater services                             | 22,280,103            | 23,106,657   | 91,200                                   | 2,315,227                              | -                          | 3,232,981                   | 3,232,981             |
| Fire/rescue services                                      | 7,699,741             | 2,612,484  | 1,470                                    | -                                      | -                          | (5,085,787)                 | (5,085,787)           |
| Golf course   | 4,168,284             | 3,931,920  | -  | -                                      | -                          | (236,364)                   | (236,364)             |
| Total business-type activities                            | <u>34,148,128</u>     | <u>29,651,061</u>  | <u>92,670</u>                            | <u>2,315,227</u>                       | <u>-</u>                   | <u>(2,089,170)</u>          | <u>(2,089,170)</u>    |
| Total primary government                                  | <u>\$ 117,858,707</u> | <u>\$ 40,947,122</u>                                       | <u>\$ 2,945,948</u>                      | <u>\$ 4,109,737</u>                    | <u>(67,766,730)</u>        | <u>(2,089,170)</u>          | <u>(69,855,900)</u>   |
| <b>General revenues:</b>                                  |                       |  |  |  |                            |                             |                       |
| <b>Taxes:</b>   |                       |  |  |  |                            |                             |                       |
| Property taxes, levied for general purposes               |                       |  |  |  | 32,957,383                 | -                           | 32,957,383            |
| Property tax increments                                   |                       |  |  |  | 1,007,139                  | -                           | 1,007,139             |
| Utility service taxes                                     |                       |  |  |  | 5,699,171                  | -                           | 5,699,171             |
| Franchise taxes   |                       |  |  |  | 7,533,525                  | -                           | 7,533,525             |
| Other taxes   |                       |  |  |  | 14,834,515                 | -                           | 14,834,515            |
| Investment income   |                       |  |  |  | 389,282                    | 74,845                      | 464,127               |
| Gain (loss) on disposal of property, plant, and equipment |                       |  |  |  | 52,887                     | (31,266)                    | 21,621                |
| Miscellaneous   |                       |  |  |  | 3,914,384                  | -                           | 3,914,384             |
| Transfers   |                       |  |  |  | 2,753,849                  | (2,753,849)                 | -                     |
| Total general revenues and transfers                      |                       |  |  |  | <u>69,142,135</u>          | <u>(2,710,270)</u>          | <u>66,431,865</u>     |
| Change in net assets                                      |                       |  |  |  | 1,375,405                  | (4,799,440)                 | (3,424,035)           |
| NET ASSETS AT BEGINNING OF YEAR, AS RESTATED (NOTE 15)    |                       |  |  |  | <u>115,195,174</u>         | <u>128,286,105</u>          | <u>243,481,279</u>    |
| NET ASSETS AT END OF YEAR                                 |                       |  |  |  | <u>\$ 116,570,579</u>      | <u>\$ 123,486,665</u>       | <u>\$ 240,057,244</u> |

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

CITY OF PLANTATION, FLORIDA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
September 30, 2009

|  | General              | Pledged<br>Revenue  | Designated<br>Capital<br>Improvements<br>and Reserve |
|--|----------------------|---------------------|--|
| <b>ASSETS:</b>                                     |                      |                     |  |
| Cash and equity in pooled cash and investments     | \$ 18,954,467        | \$ 4,083,982        | \$ 13,723,260  |
| Cash and investments with fiscal agent/third party | -                    | -                   | -  |
| Receivables - net of allowance for uncollectibles: |                      |                     |  |
| Accounts   | 1,204,721            | 712,975             | 795  |
| Accrued interest                                   | -                    | -                   | -  |
| Assessments  | 309                  | 132,701             | -  |
| Due from other funds                               | 245,814              | -                   | -  |
| Due from other governments:                        |                      |                     |  |
| Federal  | 10,544               | -                   | 568,659  |
| State  | 945,636              | -                   | 45,000   |
| Local and other                                    | -                    | -                   | -  |
| Inventory  | 241,272              | -                   | -  |
| Prepays  | 83,324               | -                   | -  |
|  | <u>21,686,087</u>    | <u>4,929,658</u>    | <u>14,337,714</u>                                    |
| Total assets                                       | \$ <u>21,686,087</u> | \$ <u>4,929,658</u> | \$ <u>14,337,714</u>                                 |
| <b>LIABILITIES AND FUND BALANCES:</b>              |                      |                     |  |
| <b>Liabilities:</b>                                |                      |                     |  |
| Accounts payable and other accrued expenses        | \$ 4,492,147         | \$ 72               | \$ 463,841   |
| Due to other funds                                 | -                    | -                   | -  |
| Unearned revenue                                   | 1,012,105            | -                   | -  |
| Deferred revenue                                   | 9,964                | 125,801             | 110,820  |
| Deposits   | 460,689              | -                   | -  |
|  | <u>5,974,905</u>     | <u>125,873</u>      | <u>574,661</u>                                       |
| Total liabilities                                  | \$ <u>5,974,905</u>  | \$ <u>125,873</u>   | \$ <u>574,661</u>                                    |
| <b>Fund balances:</b>                              |                      |                     |  |
| <b>Reserved for:</b>                               |                      |                     |  |
| Economic stability                                 | -                    | -                   | 3,904,440  |
| Debt service                                       | -                    | -                   | -  |
| Inventories and prepaids                           | 324,596              | -                   | -  |
| Cultural arts                                      | 145,304              | -                   | -  |
| Library purposes                                   | -                    | -                   | -  |
| Special programs                                   | -                    | -                   | -  |
| <b>Unreserved:</b>                                 |                      |                     |  |
| <b>General Fund:</b>                               |                      |                     |  |
| Designated for subsequent year's expenditures      | 2,256,300            | -                   | -  |
| Designated for medical benefits                    | 4,034,100            | -                   | -  |
| Designated for risk management                     | 7,046,360            | -                   | -  |
| Designated for other post-employment benefits      | 1,875,000            | -                   | -  |
| Designated for building department technology      | 29,522               | -                   | -  |
| <b>Debt Service Fund:</b>                          |                      |                     |  |
| Undesignated                                       | -                    | -                   | -  |
| <b>Special Revenue Funds:</b>                      |                      |                     |  |
| Designated for subsequent year's expenditures      | -                    | 349,850             | -  |
| Undesignated                                       | -                    | 4,453,935           | -  |
| <b>Capital Projects Funds:</b>                     |                      |                     |  |
| Designated for subsequent year's expenditures      | -                    | -                   | 383,000  |
| Designated for economic stability                  | -                    | -                   | 1,952,220  |
| Designated for emergency preparedness              | -                    | -                   | 1,750,000  |
| Designated for landscaping                         | -                    | -                   | 99,838   |
| Undesignated                                       | -                    | -                   | 5,673,555  |
|  | <u>15,711,182</u>    | <u>4,803,785</u>    | <u>13,763,053</u>                                    |
| Total fund balances                                | \$ <u>15,711,182</u> | \$ <u>4,803,785</u> | \$ <u>13,763,053</u>                                 |
| Total liabilities and fund balances                | \$ <u>21,686,087</u> | \$ <u>4,929,658</u> | \$ <u>14,337,714</u>                                 |

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

| Community<br>Redevelopment<br>Agency<br>Designated<br>Capital<br>Improvements | Nonmajor<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|---|-----------------------------------|--------------------------------|
| \$ 3,605,483  | \$ 13,077,454                     | \$ 53,444,646                  |
| -   | 6,303,743                         | 6,303,743                      |
| -   | 1,406,956                         | 3,325,447                      |
| -   | 46,802                            | 46,802                         |
| -   | -                                 | 133,010                        |
| -   | -                                 | 245,814                        |
| -   | 497,642                           | 1,076,845                      |
| -   | 9,051                             | 999,687                        |
| -   | -                                 | -                              |
| -   | -                                 | 241,272                        |
| -   | 6,305                             | 89,629                         |
| <u>\$ 3,605,483</u>   | <u>\$ 21,347,953</u>              | <u>\$ 65,906,895</u>           |
| <br>  |                                   |                                |
| \$ 5,403  | \$ 583,659                        | \$ 5,545,122                   |
| -   | 245,814                           | 245,814                        |
| -   | 59,568                            | 1,071,673                      |
| -   | 1,660,804                         | 1,907,389                      |
| -   | -                                 | 460,689                        |
| <u>5,403</u>  | <u>2,549,845</u>                  | <u>9,230,687</u>               |
| <br>  |                                   |                                |
| -   | -                                 | 3,904,440                      |
| -   | 5,116,027                         | 5,116,027                      |
| -   | 6,305                             | 330,901                        |
| -   | -                                 | 145,304                        |
| -   | 168,375                           | 168,375                        |
| -   | 447,103                           | 447,103                        |
| <br>  |                                   |                                |
| -   | -                                 | 2,256,300                      |
| -   | -                                 | 4,034,100                      |
| -   | -                                 | 7,046,360                      |
| -   | -                                 | 1,875,000                      |
| -   | -                                 | 29,522                         |
| -   | 2,927,878                         | 2,927,878                      |
| -   | 476,100                           | 825,950                        |
| -   | 4,566,747                         | 9,020,682                      |
| -   | 3,282,494                         | 3,665,494                      |
| -   | -                                 | 1,952,220                      |
| -   | -                                 | 1,750,000                      |
| -   | -                                 | 99,838                         |
| <u>3,600,080</u>  | <u>1,807,079</u>                  | <u>11,080,714</u>              |
| <u>3,600,080</u>  | <u>18,798,108</u>                 | <u>56,676,208</u>              |
| <u>\$ 3,605,483</u>   | <u>\$ 21,347,953</u>              | <u>\$ 65,906,895</u>           |

CITY OF PLANTATION, FLORIDA  
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET ASSETS  
For the Fiscal Year Ended September 30, 2009

FUND BALANCES - TOTAL GOVERNMENTAL FUNDS, PAGE 15 \$ 56,676,208

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   | 180,920,667  |
| Less accumulated depreciation | (82,611,598) |

|   |           |
|---|-----------|
| Net pension assets used in governmental activities are not financial resources and, therefore, are not reported in the funds: | 4,174,940 |
|---|-----------|

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) | 470,215   |
| Recoverable non-current worker's compensation liability                       | 1,099,021 |

|  |           |
|--|-----------|
| Deferred revenue in governmental funds is susceptible to full accrual on the government-wide statements: | 1,907,389 |
|--|-----------|

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                              | (36,069,706) |
| Bond premium (to be amortized as a reduction of interest expense), net  | (394,639)    |
| Bond discount (to be amortized as interest expense), net                | 152,315      |
| Deferred charge on refunding (to be amortized as interest expense), net | 179,926      |
| Claims liabilities  | (3,914,136)  |
| Compensated absences  | (5,241,800)  |
| Other post employment benefits liability                                | (586,289)    |
| Accrued interest payable on bonds                                       | (191,934)    |

NET ASSETS OF GOVERNMENTAL ACTIVITIES, PAGE 12 \$ 116,570,579

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, 2009

|   | General              | Pledged<br>Revenue  | Designated<br>Capital<br>Improvements<br>and Reserve | Community<br>Redevelopment<br>Agency<br>Designated<br>Capital<br>Improvements | Nonmajor<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|---|----------------------|---------------------|--|---|-----------------------------------|--------------------------------|
| <b>REVENUES:</b>  |                      |                     |  |   |                                   |                                |
| Property taxes  | \$ 32,248,294        | \$ -                | \$ -   | \$ -  | \$ 709,089                        | \$ 32,957,383                  |
| Utility taxes   | 132,122              | 5,567,049           | -  | -   | -                                 | 5,699,171                      |
| Franchise fees  | 50,356               | 7,483,169           | -  | -   | -                                 | 7,533,525                      |
| Licenses and permits  | 4,134,869            | -                   | -  | -   | -                                 | 4,134,869                      |
| Intergovernmental   | 14,023,913           | 444,753             | 1,568,552  | -   | 5,970,997                         | 22,008,215                     |
| Fines and forfeitures   | 805,799              | -                   | -  | -   | 88,355                            | 894,154                        |
| Charges for services  | 4,055,205            | -                   | 5,520  | -   | -                                 | 4,060,725                      |
| Income (loss) on investments                                    | 23,715               | 256,956             | (34,838)   | (60,570)  | 204,045                           | 389,308                        |
| Miscellaneous   | 4,115,584            | 59,255              | 31,463   | -   | 633,721                           | 4,840,023                      |
| <b>Total revenue</b>  | <b>59,589,857</b>    | <b>13,811,182</b>   | <b>1,570,697</b>                                     | <b>(60,570)</b>   | <b>7,606,207</b>                  | <b>82,517,373</b>              |
| <b>EXPENDITURES:</b>  |                      |                     |  |   |                                   |                                |
| Current operating:  |                      |                     |  |   |                                   |                                |
| General government  | 12,358,673           | -                   | 2,423  | -   | 3,654                             | 12,364,750                     |
| Public safety   | 39,113,558           | -                   | 27,583   | -   | 426,275                           | 39,567,416                     |
| Physical environment  | 6,511,421            | -                   | 46,367   | -   | 3,702                             | 6,561,490                      |
| Transportation  | 755,466              | -                   | -  | -   | 3,330,236                         | 4,085,702                      |
| Economic environment  | 618,820              | -                   | 263  | 116,679   | 1,949,869                         | 2,685,631                      |
| Culture and recreation  | 10,009,220           | -                   | -  | -   | 31,367                            | 10,040,587                     |
| Capital outlay  | 612,953              | -                   | 3,689,704  | 12,257  | 2,810,392                         | 7,125,306                      |
| Debt service:   |                      |                     |  |   |                                   |                                |
| Principal payments  | -                    | -                   | -  | -   | 6,196,588                         | 6,196,588                      |
| Interest and other  | -                    | -                   | -  | -   | 1,770,891                         | 1,770,891                      |
| <b>Total expenditures</b>                                       | <b>69,980,111</b>    | <b>-</b>            | <b>3,766,340</b>                                     | <b>128,936</b>  | <b>16,522,974</b>                 | <b>90,398,361</b>              |
| Excess (deficiency) of revenues<br>over expenditures            | (10,390,254)         | 13,811,182          | (2,195,643)  | (189,506)   | (8,916,767)                       | (7,880,988)                    |
| <b>OTHER FINANCING SOURCES (USES):</b>                          |                      |                     |  |   |                                   |                                |
| Transfers in  | 16,655,000           | -                   | 3,757,420  | 1,874,757   | 9,144,883                         | 31,432,060                     |
| Transfers out   | (9,797,827)          | (15,317,000)        | (302,320)  | -   | (3,261,064)                       | (28,678,211)                   |
| Proceeds from debt  | -                    | -                   | -  | -   | 442,200                           | 442,200                        |
| <b>Total other financing sources (uses)</b>                     | <b>6,857,173</b>     | <b>(15,317,000)</b> | <b>3,455,100</b>                                     | <b>1,874,757</b>  | <b>6,326,019</b>                  | <b>3,196,049</b>               |
| <b>Net change in fund balance</b>                               | <b>(3,533,081)</b>   | <b>(1,505,818)</b>  | <b>1,259,457</b>                                     | <b>1,685,251</b>  | <b>(2,590,748)</b>                | <b>(4,684,939)</b>             |
| <b>FUND BALANCE AT BEGINNING OF YEAR, AS RESTATED (NOTE 15)</b> | <b>19,244,263</b>    | <b>6,309,603</b>    | <b>12,503,596</b>                                    | <b>1,914,829</b>  | <b>21,388,856</b>                 | <b>61,361,147</b>              |
| <b>FUND BALANCE AT END OF YEAR</b>                              | <b>\$ 15,711,182</b> | <b>\$ 4,803,785</b> | <b>\$ 13,763,053</b>                                 | <b>\$ 3,600,080</b>   | <b>\$ 18,798,108</b>              | <b>\$ 56,676,208</b>           |

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, 2009

NET CHANGE IN FUND BALANCES-TOTAL GOVERNMENTAL FUNDS, PAGE 17 \$ (4,684,939)

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  | 7,108,977   |
| Provision for depreciation expense on governmental capital assets is included in the governmental activities in the statement of net assets  | (5,408,002) |
| 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   | 6,196,588   |
| The issuance of long-term debt provides current financial resources to governmental funds, however, it has no effect on net assets   | (442,200)   |
| 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  | (34,255)    |
| Grant revenue  | (160,661)   |
| Miscellaneous revenue  | 10,543      |
| 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. | (862)       |
| 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   | 80,561      |
| Provision for amortization of original issue discount  | (16,924)    |
| Provision for amortization of bond issuance costs  | (88,356)    |
| Provision for amortization of deferred charge on refunding   | (20,273)    |
| Change in other post employment benefits liability   | (586,289)   |
| Change in long-term compensated absences   | (430,166)   |
| Change in general liability claims   | (873,000)   |
| Change in workers' compensation claims   | 285,008     |
| Change in net pension asset  | 409,815     |
| Change in accrued interest expense on long-term debt   | 29,840      |

CHANGES IN NET ASSETS OF GOVERNMENTAL ACTIVITIES, PAGE 13 \$ 1,375,405

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, 2009

|   | <u>Budgeted Amounts</u> |                      | Actual<br>Amounts          | Variance              |
|---|-------------------------|----------------------|----------------------------|-----------------------|
|   | <u>Original</u>         | <u>Final</u>         | <u>Budgetary<br/>Basis</u> |                       |
| <b>REVENUES:</b>  |                         |                      |                            |                       |
| Property taxes  | \$ 31,910,200           | \$ 31,910,200        | \$ 32,248,294              | \$ 338,094            |
| Utility taxes   | 148,400                 | 148,400              | 132,122                    | (16,278)              |
| Franchise fees  | -                       | -                    | 50,356                     | 50,356                |
| Licenses and permits                                    | 4,960,250               | 4,960,250            | 4,134,869                  | (825,381)             |
| Intergovernmental                                       | 14,686,550              | 14,686,550           | 14,023,913                 | (662,637)             |
| Fines and forfeitures                                   | 865,500                 | 865,500              | 805,799                    | (59,701)              |
| Charges for services                                    | 4,000,100               | 4,000,100            | 4,055,205                  | 55,105                |
| Income on investments                                   | 760,000                 | 760,000              | 23,715                     | (736,285)             |
| Miscellaneous   | 4,117,800               | 4,117,800            | 4,115,584                  | (2,216)               |
| <b>Total revenue</b>                                    | <u>61,448,800</u>       | <u>61,448,800</u>    | <u>59,589,857</u>          | <u>(1,858,943)</u>    |
| <b>EXPENDITURES:</b>                                    |                         |                      |                            |                       |
| Current operating:                                      |                         |                      |                            |                       |
| General government                                      | 15,289,550              | 15,289,550           | 12,358,673                 | 2,930,877             |
| Public safety   | 38,875,800              | 38,875,800           | 39,113,558                 | (237,758)             |
| Physical environment                                    | 6,951,350               | 6,951,350            | 6,511,421                  | 439,929               |
| Transportation  | 752,300                 | 752,300              | 755,466                    | (3,166)               |
| Economic environment                                    | 697,350                 | 697,350              | 618,820                    | 78,530                |
| Culture and recreation                                  | 10,918,400              | 10,918,400           | 10,009,220                 | 909,180               |
| Capital outlay  | 795,900                 | 795,900              | 612,953                    | 182,947               |
| <b>Total expenditures</b>                               | <u>74,280,650</u>       | <u>74,280,650</u>    | <u>69,980,111</u>          | <u>4,300,539</u>      |
| Excess (deficiency)<br>of revenues over<br>expenditures | <u>(12,831,850)</u>     | <u>(12,831,850)</u>  | <u>(10,390,254)</u>        | <u>2,441,596</u>      |
| <b>OTHER FINANCING SOURCES (USES):</b>                  |                         |                      |                            |                       |
| Transfers in  | 16,640,000              | 16,640,000           | 16,655,000                 | 15,000                |
| Transfers out   | (6,274,050)             | (6,274,050)          | (9,797,827)                | (3,523,777)           |
| <b>Total other financing sources (uses)</b>             | <u>10,365,950</u>       | <u>10,365,950</u>    | <u>6,857,173</u>           | <u>(3,508,777)</u>    |
| <b>Net change in fund balance</b>                       | <u>(2,465,900)</u>      | <u>(2,465,900)</u>   | <u>(3,533,081)</u>         | <u>(1,067,181)</u>    |
| <b>FUND BALANCE</b>                                     |                         |                      |                            |                       |
| AT BEGINNING OF YEAR                                    | <u>19,244,263</u>       | <u>19,244,263</u>    | <u>19,244,263</u>          | <u>-</u>              |
| <b>FUND BALANCE AT END OF YEAR</b>                      | <u>\$ 16,778,363</u>    | <u>\$ 16,778,363</u> | <u>\$ 15,711,182</u>       | <u>\$ (1,067,181)</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, 2009

|   | Budgeted Amounts    |                     | Actual<br>Amounts   | Variance              |
|---|---------------------|---------------------|---------------------|-----------------------|
|   | Original            | Final               | Budgetary<br>Basis  |                       |
| <b>REVENUES:</b>  |                     |                     |                     |                       |
| Utility taxes   | \$ 6,100,000        | \$ 6,100,000        | \$ 5,567,049        | \$ (532,951)          |
| Franchise fees  | 8,199,450           | 8,199,450           | 7,483,169           | (716,281)             |
| Intergovernmental                                       | 444,800             | 444,800             | 444,753             | (47)                  |
| Income on investments                                   | 291,750             | 291,750             | 256,956             | (34,794)              |
| Miscellaneous   | 89,000              | 89,000              | 59,255              | (29,745)              |
|   | <u>15,125,000</u>   | <u>15,125,000</u>   | <u>13,811,182</u>   | <u>(1,313,818)</u>    |
| Total revenue   |                     |                     |                     |                       |
| Excess (deficiency)<br>of revenues over<br>expenditures | 15,125,000          | 15,125,000          | 13,811,182          | (1,313,818)           |
| <br><b>OTHER FINANCING<br/>SOURCES (USES):</b>          |                     |                     |                     |                       |
| Transfers out   | <u>(15,317,000)</u> | <u>(15,317,000)</u> | <u>(15,317,000)</u> | <u>-</u>              |
| Total other financing<br>sources (uses)                 | <u>(15,317,000)</u> | <u>(15,317,000)</u> | <u>(15,317,000)</u> | <u>-</u>              |
| Net change<br>in fund balance                           | (192,000)           | (192,000)           | (1,505,818)         | (1,313,818)           |
| <br><b>FUND BALANCE<br/>AT BEGINNING OF YEAR</b>        | <u>6,309,603</u>    | <u>6,309,603</u>    | <u>6,309,603</u>    | <u>-</u>              |
| <br><b>FUND BALANCE<br/>AT END OF YEAR</b>              | <u>\$ 6,117,603</u> | <u>\$ 6,117,603</u> | <u>\$ 4,803,785</u> | <u>\$ (1,313,818)</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, 2009**

|  | Water and<br>Wastewater<br>Services | Fire/Rescue<br>Services | Golf<br>Course       | Total                 |
|--|-------------------------------------|-------------------------|----------------------|-----------------------|
| <b>ASSETS:</b>                                     |                                     |                         |                      |                       |
| Current assets:                                    |                                     |                         |                      |                       |
| Cash and equity in pooled cash and investments     | \$ 18,751,369                       | \$ -                    | \$ 974,634           | \$ 19,726,003         |
| Receivables-net of allowance for uncollectibles:   |                                     |                         |                      |                       |
| Accounts   | 3,152,140                           | 958,881                 | 40,897               | 4,151,918             |
| Due from other governments                         | 4,616                               | -                       | -                    | 4,616                 |
| Inventory  | 558,841                             | -                       | 70,637               | 629,478               |
| Prepays  | 16,042                              | -                       | 8,083                | 24,125                |
| Restricted assets:                                 |                                     |                         |                      |                       |
| Cash and equity in pooled cash and investments     | 2,906,352                           | -                       | 654,103              | 3,560,455             |
| Cash and investments with fiscal agent/third party | 1,628,113                           | -                       | 863,044              | 2,491,157             |
| <b>Total current assets</b>                        | <b>27,017,473</b>                   | <b>958,881</b>          | <b>2,611,398</b>     | <b>30,587,752</b>     |
| Noncurrent assets:                                 |                                     |                         |                      |                       |
| Assessments  | 833,168                             | -                       | -                    | 833,168               |
| Deferred debt issuance costs                       | 27,678                              | -                       | 76,492               | 104,170               |
| Capital assets, net                                | 92,216,350                          | 620,335                 | 20,117,504           | 112,954,189           |
| <b>Total noncurrent assets</b>                     | <b>93,077,196</b>                   | <b>620,335</b>          | <b>20,193,996</b>    | <b>113,891,527</b>    |
| <b>Total assets</b>                                | <b>\$ 120,094,669</b>               | <b>\$ 1,579,216</b>     | <b>\$ 22,805,394</b> | <b>\$ 144,479,279</b> |
| <b>LIABILITIES:</b>                                |                                     |                         |                      |                       |
| Current liabilities:                               |                                     |                         |                      |                       |
| Accounts payable and other accrued expenses        | \$ 623,472                          | \$ 174,365              | \$ 188,004           | \$ 985,841            |
| Unearned revenue                                   | -                                   | -                       | 130,316              | 130,316               |
| Leases payable                                     | -                                   | -                       | 125,412              | 125,412               |
| Compensated absences                               | 74,184                              | 149,832                 | -                    | 224,016               |
| Bond and loans payable                             | 1,321,534                           | -                       | -                    | 1,321,534             |
| Claims payable                                     | 4,863                               | 23,389                  | -                    | 28,252                |
| Payable from restricted assets:                    |                                     |                         |                      |                       |
| Accounts payable and other accrued expenses        | 676,773                             | -                       | -                    | 676,773               |
| Accrued interest                                   | 41,664                              | -                       | 47,175               | 88,839                |
| Deposits   | 1,763,780                           | -                       | -                    | 1,763,780             |
| <b>Total current liabilities</b>                   | <b>4,506,270</b>                    | <b>347,586</b>          | <b>490,907</b>       | <b>5,344,763</b>      |
| Long-term liabilities:                             |                                     |                         |                      |                       |
| Compensated absences                               | 513,827                             | 341,764                 | -                    | 855,591               |
| Bond and loans payable                             | 5,862,445                           | -                       | 8,440,407            | 14,302,852            |
| OPEB liability                                     | 80,217                              | 45,269                  | -                    | 125,486               |
| Claims payable                                     | 62,645                              | 301,277                 | -                    | 363,922               |
| <b>Total long-term liabilities</b>                 | <b>6,519,134</b>                    | <b>688,310</b>          | <b>8,440,407</b>     | <b>15,647,851</b>     |
| <b>Total liabilities</b>                           | <b>11,025,404</b>                   | <b>1,035,896</b>        | <b>8,931,314</b>     | <b>20,992,614</b>     |
| <b>NET ASSETS:</b>                                 |                                     |                         |                      |                       |
| Invested in capital assets, net of related debt    | 86,004,119                          | -                       | 11,628,176           | 97,632,295            |
| Restricted for:                                    |                                     |                         |                      |                       |
| Economic stability                                 | -                                   | -                       | 42,996               | 42,996                |
| Capital improvements                               | 944,071                             | -                       | 85,993               | 1,030,064             |
| Renewal and replacement                            | 600,000                             | -                       | 525,114              | 1,125,114             |
| Debt service                                       | 209,988                             | -                       | 692,736              | 902,724               |
| Unrestricted                                       | 21,311,087                          | 543,320                 | 899,065              | 22,753,472            |
| <b>Total net assets</b>                            | <b>109,069,265</b>                  | <b>543,320</b>          | <b>13,874,080</b>    | <b>123,486,665</b>    |
| <b>Total liabilities and net assets</b>            | <b>\$ 120,094,669</b>               | <b>\$ 1,579,216</b>     | <b>\$ 22,805,394</b> | <b>\$ 144,479,279</b> |

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, 2009

|   | Water and<br>Wastewater<br>Services | Fire/Rescue<br>Services | Golf<br>Course       | Total                 |
|---|-------------------------------------|-------------------------|----------------------|-----------------------|
| <b>OPERATING REVENUES:</b>                                  |                                     |                         |                      |                       |
| Charges for services  | \$ 23,093,422                       | \$ 2,612,484            | \$ 3,931,920         | \$ 29,637,826         |
| Miscellaneous   | 13,235                              | -                       | -                    | 13,235                |
| Total operating revenue                                     | <u>23,106,657</u>                   | <u>2,612,484</u>        | <u>3,931,920</u>     | <u>29,651,061</u>     |
| <b>OPERATING EXPENSES:</b>                                  |                                     |                         |                      |                       |
| Personal services and benefits                              | 6,841,466                           | 6,043,794               | -                    | 12,885,260            |
| Supplies, services and claims                               | 8,398,499                           | 1,556,028               | 2,959,000            | 12,913,527            |
| Provision for depreciation                                  | 6,683,333                           | 99,919                  | 845,706              | 7,628,958             |
| Total operating expenses                                    | <u>21,923,298</u>                   | <u>7,699,741</u>        | <u>3,804,706</u>     | <u>33,427,745</u>     |
| Operating income (loss)                                     | <u>1,183,359</u>                    | <u>(5,087,257)</u>      | <u>127,214</u>       | <u>(3,776,684)</u>    |
| <b>NONOPERATING REVENUE (EXPENSE):</b>                      |                                     |                         |                      |                       |
| Intergovernmental   | 91,200                              | 1,470                   | -                    | 92,670                |
| Income (loss) on investments                                | 87,652                              | (43,269)                | 30,462               | 74,845                |
| Interest expense  | (353,240)                           | -                       | (352,954)            | (706,194)             |
| Amortization of deferred charges                            | (2,548)                             | -                       | (10,624)             | (13,172)              |
| Gain (loss) on disposal of property,<br>plant and equipment | -                                   | -                       | (31,266)             | (31,266)              |
| Other income (expense)                                      | (1,017)                             | -                       | -                    | (1,017)               |
| Total nonoperating revenues (expenses)                      | <u>(177,953)</u>                    | <u>(41,799)</u>         | <u>(364,382)</u>     | <u>(584,134)</u>      |
| Income (loss) before capital<br>contributions and transfers | <u>1,005,406</u>                    | <u>(5,129,056)</u>      | <u>(237,168)</u>     | <u>(4,360,818)</u>    |
| <b>CAPITAL CONTRIBUTIONS:</b>                               |                                     |                         |                      |                       |
| Capital contributions-impact fees                           | 215,947                             | -                       | -                    | 215,947               |
| Capital contributions                                       | 2,099,280                           | -                       | -                    | 2,099,280             |
| Total capital contributions                                 | <u>2,315,227</u>                    | <u>-</u>                | <u>-</u>             | <u>2,315,227</u>      |
| <b>OTHER FINANCING SOURCES (USES):</b>                      |                                     |                         |                      |                       |
| Transfers in  | 6,359,401                           | 4,167,922               | -                    | 10,527,323            |
| Transfers out   | (13,281,172)                        | -                       | -                    | (13,281,172)          |
| Total other financing sources (uses)                        | <u>(6,921,771)</u>                  | <u>4,167,922</u>        | <u>-</u>             | <u>(2,753,849)</u>    |
| Change in net assets  | (3,601,138)                         | (961,134)               | (237,168)            | (4,799,440)           |
| NET ASSETS AT BEGINNING OF YEAR                             | <u>112,670,403</u>                  | <u>1,504,454</u>        | <u>14,111,248</u>    | <u>128,286,105</u>    |
| NET ASSETS AT END OF YEAR                                   | <u>\$ 109,069,265</u>               | <u>\$ 543,320</u>       | <u>\$ 13,874,080</u> | <u>\$ 123,486,665</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, 2009

|  | Business-Type Activities - Enterprise Funds |                         |                     | Total                |
|--|---|-------------------------|---------------------|----------------------|
|  | Water and<br>Wastewater<br>Services         | Fire/Rescue<br>Services | Golf<br>Course      |                      |
| Cash flows from operating activities:  |   |                         |                     |                      |
| Cash received from customers   | \$ 22,858,284                               | \$ 2,461,687            | \$ 4,068,799        | \$ 29,388,770        |
| Cash payments to suppliers for goods and services                                      | (9,573,184)                                 | (1,551,529)             | (2,983,581)         | (14,108,294)         |
| Cash payments to employees for services  | (6,827,779)                                 | (5,633,774)             | -                   | (12,461,553)         |
| Net cash provided by (used in) operating activities                                    | <u>6,457,321</u>                            | <u>(4,723,616)</u>      | <u>1,085,218</u>    | <u>2,818,923</u>     |
| Cash flows from capital and related financing activities:                              |   |                         |                     |                      |
| Acquisition and construction of capital assets   | (7,996,868)                                 | -                       | (363,410)           | (8,360,278)          |
| Proceeds from sale of capital assets   | -   | -                       | 90,000              | 90,000               |
| Principal paid on debt   | (1,051,325)                                 | -                       | (16,724)            | (1,068,049)          |
| Capital lease payments   | -   | -                       | (119,833)           | (119,833)            |
| Interest paid  | (574,070)                                   | -                       | (354,668)           | (928,738)            |
| Capital contribution from developers, property owners, other funds and governments     | 2,406,427                                   | -                       | -                   | 2,406,427            |
| Net cash used in capital and related financing activities                              | <u>(7,215,836)</u>                          | <u>-</u>                | <u>(764,635)</u>    | <u>(7,980,471)</u>   |
| Cash flows from noncapital financing activities:                                       |   |                         |                     |                      |
| Operating grants   | (1,017)                                     | 1,951                   | -                   | 934                  |
| Operating transfers-in   | 6,359,401                                   | 4,167,922               | -                   | 10,527,323           |
| Operating transfers-out  | (13,281,172)                                | -                       | -                   | (13,281,172)         |
| Net cash provided by (used in) noncapital financing activities                         | <u>(6,922,788)</u>                          | <u>4,169,873</u>        | <u>-</u>            | <u>(2,752,915)</u>   |
| Cash flows from investing activities:  |   |                         |                     |                      |
| Investment income received   | 87,909                                      | (43,269)                | 30,587              | 75,227               |
| Net increase (decrease) from purchases, sales and activities of restricted investments | 672,867                                     | -                       | (38,227)            | 634,640              |
| Net cash provided by (used in) investing activities                                    | <u>760,776</u>                              | <u>(43,269)</u>         | <u>(7,640)</u>      | <u>709,867</u>       |
| Net increase (decrease) in cash and cash equivalents                                   | <u>(6,920,527)</u>                          | <u>(597,012)</u>        | <u>312,943</u>      | <u>(7,204,596)</u>   |
| CASH AND CASH EQUIVALENTS, at beginning of year  | <u>28,578,248</u>                           | <u>597,012</u>          | <u>1,315,794</u>    | <u>30,491,054</u>    |
| CASH AND CASH EQUIVALENTS, at end of year  | <u>\$ 21,657,721</u>                        | <u>\$ -</u>             | <u>\$ 1,628,737</u> | <u>\$ 23,286,458</u> |
| Classified as:   |   |                         |                     |                      |
| Unrestricted   | \$ 18,751,369                               | \$ -                    | \$ 974,634          | \$ 19,726,003        |
| Restricted   | 2,906,352                                   | -                       | 654,103             | 3,560,455            |
|  | <u>\$ 21,657,721</u>                        | <u>\$ -</u>             | <u>\$ 1,628,737</u> | <u>\$ 23,286,458</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, 2009

|  | Business-Type Activities - Enterprise Funds |                         |                     | Total               |
|--|---|-------------------------|---------------------|---------------------|
|  | Water and<br>Wastewater<br>Services         | Fire/Rescue<br>Services | Golf<br>Course      |                     |
| Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:        |   |                         |                     |                     |
| Operating income (loss)  | \$ 1,183,359                                | \$ (5,087,257)          | \$ 127,214          | \$ (3,776,684)      |
| Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities: |   |                         |                     |                     |
| Provision for depreciation   | 6,683,333                                   | 99,919                  | 845,706             | 7,628,958           |
| Provision for bad debt   | 31,588                                      | 945,214                 | -                   | 976,802             |
| Changes in assets and liabilities:   |   |                         |                     |                     |
| Accounts receivable  | (474,765)                                   | (1,096,011)             | (40,327)            | (1,611,103)         |
| Inventory  | 58,194                                      | -                       | (70,637)            | (12,443)            |
| Prepaid expenses   | (16,042)                                    | -                       | (8,083)             | (24,125)            |
| Due from other governments   | 150,675                                     | -                       | 85,458              | 236,133             |
| Assessments  | 44,282                                      | -                       | -                   | 44,282              |
| Accounts payable and other accrued expenses  | (1,269,759)                                 | (133,809)               | 54,138              | (1,349,430)         |
| Compensated absences   | 48,521                                      | 199,114                 | -                   | 247,635             |
| Unearned revenue   | -   | -                       | 91,749              | 91,749              |
| OPEB liability   | 80,217                                      | 45,269                  | -                   | 125,486             |
| Deposits   | (153)                                       | -                       | -                   | (153)               |
| Claims payable   | (62,129)                                    | 303,945                 | -                   | 241,816             |
| Total adjustments  | <u>5,273,962</u>                            | <u>363,641</u>          | <u>958,004</u>      | <u>6,595,607</u>    |
| Net cash provided by (used in) operating activities  | <u>\$ 6,457,321</u>                         | <u>\$ (4,723,616)</u>   | <u>\$ 1,085,218</u> | <u>\$ 2,818,923</u> |
| Noncash investing, capital and financing activities:   |   |                         |                     |                     |
| Amortization on bond discount (premium)  | <u>\$ -</u>                                 | <u>\$ -</u>             | <u>\$ (16,724)</u>  | <u>\$ (16,724)</u>  |
| Amortization on bond issue costs   | <u>\$ 2,547</u>                             | <u>\$ -</u>             | <u>\$ 10,624</u>    | <u>\$ 13,171</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, 2009**

|  | <u>General<br/>Employees'<br/>Pension</u> | <u>Police<br/>Officers'<br/>Pension</u> | <u>Volunteer<br/>Firefighters'<br/>Pension</u> | <u>Total</u>          |
|--|---|---|--|-----------------------|
| <b>ASSETS:</b>                                     |   |   |  |                       |
| Cash and investments with fiscal agent/third party | \$ 86,937,206                             | \$ 74,419,489                           | \$ 10,416,776                                  | \$ 171,773,471        |
| Receivables-net of allowance for uncollectibles:   |   |   |  |                       |
| Accounts   | 275                                       | 8,276                                   | 251  | 8,802                 |
| Accrued interest                                   | 357,002                                   | 27,903                                  | 130  | 385,035               |
| Due from other governments                         |   |   |  |                       |
| State  | <u>-</u>                                  | <u>677,217</u>                          | <u>258,244</u>                                 | <u>935,461</u>        |
| Total assets                                       | <u>87,294,483</u>                         | <u>75,132,885</u>                       | <u>10,675,401</u>                              | <u>173,102,769</u>    |
| <b>LIABILITIES:</b>                                |   |   |  |                       |
| Accounts payable and other accrued expenses        | <u>1,212,770</u>                          | <u>5,350,941</u>                        | <u>18,727</u>                                  | <u>6,582,438</u>      |
| Total liabilities                                  | <u>1,212,770</u>                          | <u>5,350,941</u>                        | <u>18,727</u>                                  | <u>6,582,438</u>      |
| <b>NET ASSETS:</b>                                 |   |   |  |                       |
| Held in trust for employees' pension benefits      | <u>\$ 86,081,713</u>                      | <u>\$ 69,781,944</u>                    | <u>\$ 10,656,674</u>                           | <u>\$ 166,520,331</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, 2009**

|  | General<br>Employees'<br>Pension | Police<br>Officers'<br>Pension | Volunteer<br>Firefighters'<br>Pension | Total          |
|--|----------------------------------|--------------------------------|---------------------------------------|----------------|
| <b>ADDITIONS:</b>  |                                  |                                |                                       |                |
| Contributions:   |                                  |                                |                                       |                |
| City   | \$ 3,494,677                     | \$ 3,490,878                   | \$ -                                  | \$ 6,985,555   |
| Members  | 2,248,385                        | 1,061,632                      | -                                     | 3,310,017      |
| State  | -                                | 677,217                        | 743,081                               | 1,420,298      |
| Total contributions  | 5,743,062                        | 5,229,727                      | 743,081                               | 11,715,870     |
| Investment Income:   |                                  |                                |                                       |                |
| Interest and dividends   | 2,698,463                        | 1,802,346                      | 100,685                               | 4,601,494      |
| Net change in fair value of investments  | 2,489,720                        | 4,782,974                      | 413,128                               | 7,685,822      |
| Total investment income  | 5,188,183                        | 6,585,320                      | 513,813                               | 12,287,316     |
| Total additions  | 10,931,245                       | 11,815,047                     | 1,256,894                             | 24,003,186     |
| <b>DEDUCTIONS:</b>   |                                  |                                |                                       |                |
| Benefit payments   | 5,010,837                        | 6,321,257                      | 302,594                               | 11,634,688     |
| Termination refunds  | 317,675                          | 37,077                         | -                                     | 354,752        |
| Administrative   | 505,955                          | 622,457                        | 85,736                                | 1,214,148      |
| Total deductions   | 5,834,467                        | 6,980,791                      | 388,330                               | 13,203,588     |
| Changes in net assets  | 5,096,778                        | 4,834,256                      | 868,564                               | 10,799,598     |
| NET ASSETS HELD IN TRUST<br>FOR EMPLOYEES' PENSION<br>BENEFITS AT BEGINNING<br>OF YEAR | 80,984,935                       | 64,947,688                     | 9,788,110                             | 155,720,733    |
| NET ASSETS HELD IN TRUST<br>FOR EMPLOYEES' PENSION<br>BENEFITS AT END OF YEAR          | \$ 86,081,713                    | \$ 69,781,944                  | \$ 10,656,674                         | \$ 166,520,331 |

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

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2009

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 84,725 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 Plantation Health Facilities 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, 2009

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, 2009

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, 2009

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, 2009. 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, 2009

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, improvements 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 infrastructure and library collections. Depreciation on all capital assets, except infrastructure and library collections, 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 group health insurance, 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, 2009

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, 2009

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, 2008, upon which the 2008-09 levy was based, was approximately \$ 8.20 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, 2009 was 4.0925 mills (\$ 4.0925 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, 2009 were 97.35% 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, 2009

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.

NOTE 3 – DEPOSITS AND INVESTMENTS

The City maintains a cash and investments pool for its cash and cash equivalents, in the amount of \$ 76,717,609 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 funds for debt service with sinking and reserve requirements in the amount of \$ 7,716,180 are maintained as investments and/or cash equivalents separate of the City's pooled funds. These funds are held by fiscal agents. The City also has unspent capital project proceeds of \$ 1,078,271 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 \$ 13,495. The pension trust funds maintain their investments with a fiscal agent in the amount of \$ 171,773,471.

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, 2009 bank balances were \$ 2,317,607. Of the bank balances, up to \$ 500,000, \$ 250,000 for demand deposits and \$ 250,000 for time and savings deposits was insured by FDIC. Monies deposited in amounts greater than the insurance coverage are covered by the participation of the bank 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. The City invests surplus funds in an external investment pool, the Local Government Surplus Funds Trust Fund (the “State Pool”). The State Pool is administered by the Florida State Board of Administration (“SBA”), who provides regulatory oversight. The SBA previously reported that the State Pool was exposed to potential risks due to indirect exposure in the sub-prime mortgage financial market. Consequently, the SBA placed some restrictions on how participants could access portions of their surplus funds and ultimately restructured the State Pool into separate pools (“Florida PRIME” and “Fund B”).

The Florida PRIME has adopted operating procedures consistent with the requirement for a 2a7-like fund. The City’s investment in the Florida PRIME is reported at amortized costs. The fair value of the position in the pool is equal to the value of the pool share.

The Fund B is reported at fair value, determined by the fair value per share of the pool’s underlying portfolio.

**CITY OF PLANTATION, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
September 30, 2009

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

The City has invested in the State Board of Administration Local Government Investment Pool \$ 35,719,033 as of September 30, 2009. The fair value of Florida PRIME, \$ 34,304,001, is the same as the book value of the pool shares. The fair value of Fund B, \$ 1,415,032, is \$ 1,161,732 less than the book value of the pool shares.

**(a) - Primary Government - Investments**

As of September 30, 2009, the government's deposits and investment balances were as follows:

|  | <u>Credit Ratings</u> | <u>Fair Value</u>        | <u>Weighted Average Life</u> | <u>Percentage of Portfolio</u> |
|--|-----------------------|--------------------------|------------------------------|--------------------------------|
| Cash and cash equivalents:                       |                       |                          |                              |                                |
| Cash   | N/A                   | \$ (97,679)              | N/A                          | -0.1%                          |
| State of Florida - SEC 2a-7-like-Florida PRIME   | AAAm                  | 34,304,001               | N/A                          | 40.1%                          |
| Money market mutual funds:                       |                       |                          |                              |                                |
| First American Treasury Class Y                  | AAA                   | 5,189,542                | N/A                          | 6.1%                           |
| Ridgeworth - U.S. government securities          | AAA                   | 41,402,237               | N/A                          | 48.4%                          |
| Colorado Business Bank                           | Aaa                   | <u>1,078,271</u>         | N/A                          | 1.2%                           |
| <br>Total cash and cash equivalents              |                       | <br><u>81,876,372</u>    |                              |                                |
| Investments:                                     |                       |                          |                              |                                |
| State of Florida - Fluctuating NAV Pool - Fund B | Not rated             | 1,415,032                | 33 Days                      | 1.7%                           |
| Commercial paper                                 | P-1                   | <u>2,234,600</u>         | N/A                          | 2.6%                           |
| <br>Total investments                            |                       | <br><u>3,649,632</u>     |                              |                                |
| <br>Total portfolio                              |                       | <br><u>\$ 85,526,004</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, 2009, 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, 2009

**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 its 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, 2009, the Fiduciary Fund deposits and investments balances were as follows:

**General Employees' Pension Plan**

|                                    | <u>Credit<br/>Ratings</u> | <u>Fair Value</u> | <u>Weighted<br/>Average Life</u> | <u>Percentage<br/>of Portfolio</u> |
|------------------------------------|---------------------------|-------------------|----------------------------------|------------------------------------|
| <b>Cash and cash equivalents:</b>  |                           |                   |                                  |                                    |
| Cash                               | N/A                       | \$ 321            | N/A                              | 0.0%                               |
| Money market mutual funds:         | N/A                       | <u>3,053,558</u>  | N/A                              | 3.5%                               |
| Total cash and<br>cash equivalents |                           | <u>3,053,879</u>  |                                  |                                    |
| <b>Investments:</b>                |                           |                   |                                  |                                    |
| <b>Fixed income investments:</b>   |                           |                   |                                  |                                    |
| U.S. Treasuries                    | AAA                       | 9,680,359         | 10.8                             | 11.1%                              |
| U.S. Agencies                      | AAA                       | <u>5,317,790</u>  | 18.8                             | 6.1%                               |
| Total fixed income<br>investments  |                           | <u>14,998,149</u> |                                  |                                    |

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2009

NOTE 3 – DEPOSITS AND INVESTMENTS (continued)

General Employees Pension Plan  
(continued)

|                                       | <u>Credit<br/>Ratings</u> | <u>Fair Value</u>    | <u>Weighted<br/>Average Life</u> | <u>Percentage<br/>of Portfolio</u> |
|---------------------------------------|---------------------------|----------------------|----------------------------------|------------------------------------|
| Equity and commingled<br>investments: |                           |                      |                                  |                                    |
| Mutual funds:                         |                           |                      |                                  |                                    |
| Domestic - real estate                | N/A                       | 3,030,658            | N/A                              | 3.5%                               |
| Domestic - equity                     | N/A                       | 4,385,847            | N/A                              | 5.0%                               |
| Foreign                               | N/A                       | <u>10,780,538</u>    | N/A                              | 12.4%                              |
| Total mutual funds                    |                           | <u>18,197,043</u>    |                                  |                                    |
| Corporate obligations:                |                           |                      |                                  |                                    |
| A                                     | A                         | 7,172,170            | N/A                              |                                    |
| AA                                    | AA                        | 2,979,848            | N/A                              |                                    |
| AAA                                   | AAA                       | 890,974              | N/A                              |                                    |
| BB                                    | BB                        | 352,483              | N/A                              |                                    |
| BBB                                   | BBB                       | 3,930,739            | N/A                              |                                    |
| Not Rated                             | Not Rated                 | <u>80,523</u>        | N/A                              |                                    |
| Total corporate obligations           |                           | <u>15,406,737</u>    |                                  | 17.7%                              |
| Common and preferred stock            | N/A                       | <u>35,281,398</u>    | N/A                              | <u>40.7%</u>                       |
| Total investments                     |                           | <u>83,883,327</u>    |                                  |                                    |
| Total deposits<br>and investments     |                           | <u>\$ 86,937,206</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, 2009, 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 3.5% 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 12.4% of the total fund value invested in two foreign mutual funds, American Euro Pacific and Templeton Foreign Equity Series.

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2009

NOTE 3 – DEPOSITS AND INVESTMENTS (continued)

Police Officers' Pension Plan

|                                   | <u>Credit<br/>Ratings</u> | <u>Fair Value</u>    | <u>Weighted<br/>Average Life</u> | <u>Percentage<br/>of Portfolio</u> |
|-----------------------------------|---------------------------|----------------------|----------------------------------|------------------------------------|
| Cash and cash equivalents:        |                           |                      |                                  |                                    |
| Cash                              | N/A                       | \$ 471,357           | N/A                              | 0.6%                               |
| Money market mutual funds         | N/A                       | <u>2,927,762</u>     | N/A                              | 3.9%                               |
| Total cash and cash equivalents   |                           | <u>3,399,119</u>     |                                  |                                    |
| Investments:                      |                           |                      |                                  |                                    |
| Fixed income investments:         |                           |                      |                                  |                                    |
| U.S. Treasuries                   | AAA                       | 2,603,540            | 5.3                              | 3.5%                               |
| High Grade Bond Fund              | AA+                       | 13,323,408           | 8.3                              | 17.9%                              |
| Mutual funds - domestic           | N/A                       | <u>5,966,681</u>     | N/A                              | 8.0%                               |
| Total fixed income investments    |                           | <u>21,893,629</u>    |                                  |                                    |
| Equity and commingled investments |                           |                      |                                  |                                    |
| Mutual funds - foreign            | N/A                       | <u>11,348,852</u>    | N/A                              | 15.2%                              |
| Common and preferred stock        | N/A                       | <u>37,777,889</u>    | N/A                              | <u>50.9%</u>                       |
| Total investments                 |                           | <u>71,020,370</u>    |                                  |                                    |
| Total deposits and investments    |                           | <u>\$ 74,419,489</u> |                                  | <u>100.0%</u>                      |

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<br>Fixed Income Bond Fund | \$ 13,323,408 |
|--|---------------|

Foreign Currency Risk - The Police Officers' Pension Plan Investment Policy allows investments in foreign securities at the discretion of the Board. The Board approved 15.2% of the total plan assets to be invested in various international mutual funds and equity securities.

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2009

NOTE 3 – DEPOSITS AND INVESTMENTS (continued)

Firefighters’ Pension Plan

|                                    | Credit<br>Ratings | Fair Value    | Weighted<br>Average Life | Percentage<br>of Portfolio |
|------------------------------------|-------------------|---------------|--------------------------|----------------------------|
| Cash and cash equivalents:         |                   |               |                          |                            |
| Money market mutual funds          | N/A               | \$ 713,358    | N/A                      | 6.8%                       |
| Investments:                       |                   |               |                          |                            |
| Fixed income investments:          |                   |               |                          |                            |
| Retirement Fixed Income Fund       | AA+               | 3,167,745     | 8.3                      | 30.4%                      |
| Equity and commingled investments: |                   |               |                          |                            |
| Mutual funds:                      |                   |               |                          |                            |
| Domestic                           | N/A               | 1,507,634     | N/A                      | 14.5%                      |
| Foreign                            | N/A               | 483,416       | N/A                      | 4.6%                       |
| Total mutual funds                 |                   | 1,991,050     |                          |                            |
| Common and collective funds:       |                   |               |                          |                            |
| High Grade Equity Fund             | N/A               | 1,271,266     | N/A                      |                            |
| Retirement Small Cap Equity Fund   | N/A               | 505,929       | N/A                      |                            |
| Total common and collective funds  |                   | 1,777,195     |                          | 17.1%                      |
| Common and preferred stock         | N/A               | 2,767,428     | N/A                      | 26.6%                      |
| Total investments                  |                   | 9,703,418     |                          |                            |
| Total deposits and investments     |                   | \$ 10,416,776 |                          | 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, 2009, 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 Fixed Income                  | \$ 3,167,745 |
| SunTrust Retirement High Grade Equity  | \$ 1,271,266 |
| Ridgeworth-Small Cap Value Equity Fund | \$ 1,507,634 |

**CITY OF PLANTATION, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
September 30, 2009

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

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, 2009, the plan is in compliance with 4.6% invested in foreign equity securities and zero invested in foreign fixed income.

**NOTE 4 – RECEIVABLES**

Receivables in the aggregate, including the applicable allowance for uncollectible accounts, are as follows:

|                                    | <u>General</u>      | <u>Pledged<br/>Revenue</u> | <u>Designated<br/>Capital<br/>Improvements<br/>and Reserve</u> | <u>Nonmajor<br/>Governmental<br/>Funds</u> | <u>Total</u>        |
|------------------------------------|---------------------|----------------------------|--|--|---------------------|
| Governmental activities:           |                     |                            |  |  |                     |
| Accounts                           | \$ 8,374,542        | \$ 712,975                 | \$ 835   | \$ 1,407,933                               | \$ 10,496,285       |
| Assessments                        | 309                 | 132,701                    | -  | -  | 133,010             |
| Intergovernmental                  | 956,180             |                            | 613,659  | 506,693                                    | 2,076,532           |
| Accrued interest                   | <u>-</u>            | <u>-</u>                   | <u>-</u>   | <u>46,802</u>                              | <u>46,802</u>       |
| Gross receivables                  | 9,331,031           | 845,676                    | 614,494  | 1,961,428                                  | 12,752,629          |
| Less: allowance for uncollectibles | <u>7,169,821</u>    | <u>-</u>                   | <u>40</u>  | <u>977</u>                                 | <u>7,170,838</u>    |
| Total receivables, net             | <u>\$ 2,161,210</u> | <u>\$ 845,676</u>          | <u>\$ 614,454</u>  | <u>\$ 1,960,451</u>                        | <u>\$ 5,581,791</u> |

|                                    | <u>Water and<br/>Wastewater<br/>Services</u> | <u>Fire/Rescue<br/>Services</u> | <u>Golf<br/>Course</u> | <u>Total</u>        |
|------------------------------------|--|---------------------------------|------------------------|---------------------|
| Business-type activities:          |  |                                 |                        |                     |
| Accounts                           | \$ 1,894,239                                 | \$ 3,181,448                    | \$ 40,897              | \$ 5,116,584        |
| Unbilled revenue                   | 1,514,165                                    | -                               | -                      | 1,514,165           |
| Assessments                        | 833,168                                      | -                               | -                      | 833,168             |
| Intergovernmental                  | <u>4,616</u>                                 | <u>-</u>                        | <u>-</u>               | <u>4,616</u>        |
| Gross receivables                  | 4,246,188                                    | 3,181,448                       | 40,897                 | 7,468,533           |
| Less: allowance for uncollectibles | <u>256,264</u>                               | <u>2,222,567</u>                | <u>-</u>               | <u>2,478,831</u>    |
| Total receivables, net             | <u>\$ 3,989,924</u>                          | <u>\$ 958,881</u>               | <u>\$ 40,897</u>       | <u>\$ 4,989,702</u> |

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2009

NOTE 5 - PAYABLES

Accounts payable and other accrued expenses are as follows:

|                          | <u>General</u>      | <u>Pledged<br/>Revenue</u> | <u>Designated<br/>Capital<br/>Improvements<br/>and Reserve</u> | <u>Community<br/>Redevelopment<br/>Agency<br/>Designated<br/>Capital<br/>Improvement</u> | <u>Nonmajor<br/>Governmental<br/>Funds</u> | <u>Total</u>        |
|--------------------------|---------------------|----------------------------|--|--|--|---------------------|
| Governmental activities: |                     |                            |  |  |  |                     |
| Vendors                  | \$ 3,223,532        | \$ 72                      | \$ 463,841   | \$ 5,403   | \$ 571,798                                 | \$ 4,264,646        |
| Salaries and Benefits    | <u>1,268,615</u>    | <u>-</u>                   | <u>-</u>   | <u>-</u>   | <u>11,861</u>                              | <u>1,280,476</u>    |
| Total receivables, net   | <u>\$ 4,492,147</u> | <u>\$ 72</u>               | <u>\$ 463,841</u>  | <u>\$ 5,403</u>  | <u>\$ 583,659</u>                          | <u>\$ 5,545,122</u> |

|                           | <u>Water and<br/>Wastewater<br/>Services</u> | <u>Fire/Rescue<br/>Services</u> | <u>Golf<br/>Course</u> | <u>Total</u>        |
|---------------------------|--|---------------------------------|------------------------|---------------------|
| Business-type activities: |  |                                 |                        |                     |
| Vendors                   | \$ 1,076,154                                 | \$ 50,313                       | \$ 142,688             | \$ 1,269,155        |
| Salaries and Benefits     | 161,125                                      | 124,052                         | -                      | 285,177             |
| Other                     | <u>62,966</u>                                | <u>-</u>                        | <u>45,316</u>          | <u>108,282</u>      |
| Total receivables, net    | <u>\$ 1,300,245</u>                          | <u>\$ 174,365</u>               | <u>\$ 188,004</u>      | <u>\$ 1,662,614</u> |

NOTE 6 - INTERFUND BALANCES AND TRANSFERS

There were no interfund balances at September 30, 2009.

Interfund transfers as of and for the year ended September 30, 2009, consisted of the following:

|   | <u>Transfers In</u>  | <u>Transfers<br/>Out</u> |
|---|----------------------|--------------------------|
| General Fund  | \$ 16,655,000        | \$ 9,797,827             |
| Pledged Revenue Fund  | -                    | 15,317,000               |
| Designated Capital Improvements<br>and Reserve Fund                   | 3,757,420            | 302,320                  |
| Community Redevelopment Agency<br>Designated Capital Improvement Fund | 1,874,757            | -                        |
| Nonmajor Governmental Funds   | 9,144,883            | 3,261,064                |
| Water and Wastewater Services Fund                                    | 6,359,401            | 13,281,172               |
| Fire/Rescue Services Fund   | <u>4,167,922</u>     | <u>-</u>                 |
| Total   | <u>\$ 41,959,383</u> | <u>\$ 41,959,383</u>     |

**CITY OF PLANTATION, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
September 30, 2009

**NOTE 6 - INTERFUND BALANCES AND TRANSFERS (continued)**

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

**NOTE 7 - CAPITAL ASSETS**

Capital asset activity for the year ended September 30, 2009, was as follows:

|   | Balance<br>October 1,<br>2008, as restated<br>(Note 15) | Additions           | Deletions        | Transfers          | Balance<br>September 30,<br>2009 |
|---|---|---------------------|------------------|--------------------|----------------------------------|
| Governmental activities:                          |   |                     |                  |                    |                                  |
| Capital assets, not<br>being depreciated:         |   |                     |                  |                    |                                  |
| Land  | \$ 24,043,070   | \$ 37,598           | \$ -             | \$ 27,725          | \$ 24,108,393                    |
| Construction in progress                          | 9,875,918   | 3,905,144           | -                | (6,639,378)        | 7,141,684                        |
| Total capital assets,<br>not being depreciated    | <u>33,918,988</u>                                       | <u>3,942,742</u>    | <u>-</u>         | <u>(6,611,653)</u> | <u>31,250,077</u>                |
| Capital assets,<br>being depreciated:             |   |                     |                  |                    |                                  |
| Buildings   | 25,257,359  | -                   | -                | 3,027,154          | 28,284,513                       |
| Improvements other<br>than buildings              | 51,344,192  | 42,544              | -                | 437,645            | 51,824,381                       |
| Infrastructure                                    | 33,822,178  | -                   | -                | 41,578             | 33,863,756                       |
| Library collections                               | 1,861,166   | 55,770              | -                | -                  | 1,916,936                        |
| Machinery and equipment                           | 28,510,588  | 3,067,921           | (902,781)        | 3,105,276          | 33,781,004                       |
| Total capital assets,<br>being depreciated        | <u>140,795,483</u>                                      | <u>3,166,235</u>    | <u>(902,781)</u> | <u>6,611,653</u>   | <u>149,670,590</u>               |
| Total capital assets                              | <u>174,714,471</u>                                      | <u>7,108,977</u>    | <u>(902,781)</u> | <u>-</u>           | <u>180,920,667</u>               |
| Less accumulated<br>depreciation for:             |   |                     |                  |                    |                                  |
| Buildings   | 12,693,716  | 805,118             | -                | 77,787             | 13,576,621                       |
| Improvements other<br>than buildings              | 19,749,682  | 1,634,633           | -                | (77,787)           | 21,306,528                       |
| Infrastructure                                    | 25,301,812  | 217,728             | -                | -                  | 25,519,540                       |
| Library collections                               | 1,695,692   | 19,336              | -                | -                  | 1,715,028                        |
| Machinery and equipment                           | 18,664,614  | 2,731,187           | (901,920)        | -                  | 20,493,881                       |
| Total accumulated<br>depreciation                 | <u>78,105,516</u>                                       | <u>5,408,002</u>    | <u>(901,920)</u> | <u>-</u>           | <u>82,611,598</u>                |
| Total capital assets,<br>being depreciated, net   | <u>62,689,967</u>                                       | <u>(2,241,767)</u>  | <u>(861)</u>     | <u>6,611,653</u>   | <u>67,058,992</u>                |
| Governmental<br>activities capital<br>assets, net | <u>\$ 96,608,955</u>                                    | <u>\$ 1,700,975</u> | <u>\$ (861)</u>  | <u>\$ -</u>        | <u>\$ 98,309,069</u>             |

**CITY OF PLANTATION, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
September 30, 2009

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

A provision for depreciation was charged to functions as follows:

|                          |                            |
|--------------------------|----------------------------|
| Governmental activities: |                            |
| General government       | \$ 428,803                 |
| Public safety            | 2,312,050                  |
| Transportation           | 437,345                    |
| Physical environment     | 558,629                    |
| Culture and recreation   | <u>1,671,175</u>           |
| Total                    | <u><u>\$ 5,408,002</u></u> |

|  | Balance<br>October 1,<br>2008 | Additions          | Deletions           | Transfers          | Balance<br>September 30,<br>2009 |
|--|-------------------------------|--------------------|---------------------|--------------------|----------------------------------|
| Business-type activities:                          |                               |                    |                     |                    |                                  |
| Capital assets, not<br>being depreciated:          |                               |                    |                     |                    |                                  |
| Land   | \$ 7,916,765                  | \$ -               | \$ -                | \$ -               | \$ 7,916,765                     |
| Construction in progress                           | <u>5,305,738</u>              | <u>4,045,056</u>   | <u>-</u>            | <u>(2,762,467)</u> | <u>6,588,327</u>                 |
| Total capital assets,<br>not being depreciated     | <u>13,222,503</u>             | <u>4,045,056</u>   | <u>-</u>            | <u>(2,762,467)</u> | <u>14,505,092</u>                |
| Capital assets,<br>being depreciated:              |                               |                    |                     |                    |                                  |
| Buildings  | 22,162,094                    | 55,990             | -                   | 100,499            | 22,318,583                       |
| Improvements other<br>than buildings               | 153,004,724                   | 2,664,996          | -                   | 300,705            | 155,970,425                      |
| Infrastructure                                     | 4,447,968                     | 201,233            | -                   | 2,361,263          | 7,010,464                        |
| Machinery and equipment                            | <u>16,346,612</u>             | <u>1,469,708</u>   | <u>(207,632)</u>    | <u>-</u>           | <u>17,608,688</u>                |
| Total capital assets,<br>being depreciated         | <u>195,961,398</u>            | <u>4,391,927</u>   | <u>(207,632)</u>    | <u>2,762,467</u>   | <u>202,908,160</u>               |
| Total capital assets                               | <u>209,183,901</u>            | <u>8,436,983</u>   | <u>(207,632)</u>    | <u>-</u>           | <u>217,413,252</u>               |
| Less accumulated<br>depreciation for:              |                               |                    |                     |                    |                                  |
| Buildings  | 8,101,786                     | 762,433            | -                   | -                  | 8,864,219                        |
| Improvements other<br>than buildings               | 82,518,344                    | 5,028,457          | -                   | -                  | 87,546,801                       |
| Infrastructure                                     | 326,634                       | 324,987            | -                   | -                  | 651,621                          |
| Machinery and equipment                            | <u>5,969,707</u>              | <u>1,513,081</u>   | <u>(86,366)</u>     | <u>-</u>           | <u>7,396,422</u>                 |
| Total accumulated<br>depreciation                  | <u>96,916,471</u>             | <u>7,628,958</u>   | <u>(86,366)</u>     | <u>-</u>           | <u>104,459,063</u>               |
| Total capital assets,<br>being depreciated, net    | <u>99,044,927</u>             | <u>(3,237,031)</u> | <u>(121,266)</u>    | <u>2,762,467</u>   | <u>98,449,097</u>                |
| Business-type<br>activities<br>capital assets, net | <u>\$ 112,267,430</u>         | <u>\$ 808,025</u>  | <u>\$ (121,266)</u> | <u>\$ -</u>        | <u>\$ 112,954,189</u>            |

**CITY OF PLANTATION, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
September 30, 2009

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

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

|                                    |    |                         |
|------------------------------------|----|-------------------------|
| Business-type activities:          |    |                         |
| Water and Wastewater Services Fund | \$ | 6,683,333               |
| Golf Course Fund                   |    | 845,706                 |
| Fire/Rescue Services Fund          |    | <u>99,919</u>           |
| Total                              | \$ | <u><u>7,628,958</u></u> |

Construction in progress for governmental activities relates to the Police Department renovation, multiple park improvements, streetscapes, drainage, generator related emergency preparedness, neighborhood improvements, bus shelter improvements and various technological enhancements including Public Safety's VHF Radio Rebuild project.

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, 2009 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, 2009:

|  | Restricted<br>Assets       | Liabilities<br>Payable from<br>Restricted<br>Assets | Restricted<br>Net Assets   |
|--|----------------------------|---|----------------------------|
| Water and Wastewater Services:         |                            |   |                            |
| Debt service                           | \$ 549,842                 | \$ 41,664   | \$ 209,988                 |
| Renewal and replacement                | 1,142,572                  | 542,572   | 600,000                    |
| Capital improvements                   | 1,078,271                  | 134,200   | 944,071                    |
| Customer deposits                      | <u>1,763,780</u>           | <u>1,763,780</u>                                    | <u>-</u>                   |
| Total Water and<br>Wastewater Services | <u><u>\$ 4,534,465</u></u> | <u><u>\$ 2,482,216</u></u>                          | <u><u>\$ 1,754,059</u></u> |
| Golf Course:                           |                            |   |                            |
| Debt service                           | \$ 863,044                 | \$ 47,176   | \$ 692,736                 |
| Renewal and replacement                | 525,114                    | -   | 525,114                    |
| Capital improvements                   | 85,993                     | -   | 85,993                     |
| Economic stability                     | <u>42,996</u>              | <u>-</u>  | <u>42,996</u>              |
| Total Golf Course                      | <u><u>\$ 1,517,147</u></u> | <u><u>\$ 47,176</u></u>                             | <u><u>\$ 1,346,839</u></u> |

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2009

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, 2009 is comprised of the following:

|   |    |            |
|---|----|------------|
| Florida Department of Environmental Regulation Revolving Loan | \$ | 862,479    |
|   |    |            |
| \$ 8,320,000 Non-Ad Valorem Revenue Bonds, Series 2003:       |    |            |
| Principal   |    | 8,320,000  |
| Unamortized premium   |    | 120,407    |
|   |    | 8,440,407  |
|   |    |            |
| \$ 6,546,250 Utilities 2007 Promissory Note                   |    | 6,321,500  |
|   |    |            |
| \$ 525,477 Capital lease:                                     |    |            |
| Principal   |    | 125,412    |
| Total debt  |    | 15,749,798 |
|   |    |            |
| Less current maturities due in one year                       |    | 1,446,946  |
|   |    |            |
| Total business-type activities long-term debt                 | \$ | 14,302,852 |

The following is a summary of changes in Enterprise Fund long-term debt for the year ended September 30, 2009:

|   |    | Utilities<br>2007 Promissory<br>Note | Golf<br>2003 Bond | Golf<br>Capital Lease | Total |           |    |           |    |             |
|---|----|--------------------------------------|-------------------|-----------------------|-------|-----------|----|-----------|----|-------------|
|   |    | Utilities<br>FDER Loan               |                   |                       |       |           |    |           |    |             |
| Balance, October 1, 2008                    | \$ | 1,689,054                            | \$                | 6,546,250             | \$    | 8,457,131 | \$ | 245,245   | \$ | 16,937,680  |
| Additions                                   |    | -                                    |                   | -                     |       | -         |    | -         |    | -           |
| Redemptions                                 |    | (826,575)                            |                   | (224,750)             |       | -         |    | (119,833) |    | (1,171,158) |
| Reduction of unamortized discount (premium) |    | -                                    |                   | -                     |       | (16,724)  |    | -         |    | (16,724)    |
|   |    | -                                    |                   | -                     |       | (16,724)  |    | -         |    | (16,724)    |
| Balance, September 30, 2009                 | \$ | 862,479                              | \$                | 6,321,500             | \$    | 8,440,407 | \$ | 125,412   | \$ | 15,749,798  |

(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 is 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, 2009

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, 2009, the City's outstanding borrowings were \$ 862,479. Included in payable from restricted assets is \$ 2,977, which represents accrued interest payable on the loan at September 30, 2009.

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, 2009, including interest payments, are as follows:

| <u>Year Ending<br/>September 30,</u> | <u>Principal</u>     | <u>Interest</u>     | <u>Total</u>         |
|--------------------------------------|----------------------|---------------------|----------------------|
| 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                                 | 805,378              | 528,883             | 1,334,261            |
| 2015-2019                            | 5,178,834            | 2,104,366           | 7,283,200            |
| 2020-2024                            | <u>6,201,230</u>     | <u>736,920</u>      | <u>6,938,150</u>     |
|                                      | 15,629,391           | <u>\$ 5,796,261</u> | <u>\$ 21,425,652</u> |
| Unamortized premium                  | <u>120,407</u>       |                     |                      |
|                                      | <u>\$ 15,749,798</u> |                     |                      |

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2009

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

- (d) - Summary of Defeased Bonded Debt Outstanding for Business-type Activities  
At September 30, 2009 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, 2009 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%.                      | \$ 23,520,000        |
| \$ 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%.                    | 10,520,000           |
| \$ 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%.              | 541,897              |
| \$ 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%. | 1,045,609            |
| \$ 442,200 Acres IV Assessment Revenue Note, dated September 11, 2009; principal installments commencing 2010 through 2025; interest payable semiannually at 3.975%.                     | 442,200              |
| Unamortized premiums (discounts):  |                      |
| Series 2002 Non-Ad Valorem Revenue Bonds   | 26,782               |
| Series 2003 Non-Ad Valorem Revenue Bonds   | 367,857              |
| Series 1993 Electric Franchise Fee Revenue Bonds   | (152,315)            |
| Refunding of Series 1993 Electric Franchise Fee Revenue Bonds  | <u>(179,926)</u>     |
| Total debt   | 36,132,104           |
| Less current maturities and liabilities due within one year  | <u>6,437,353</u>     |
| Total governmental activities long-term debt   | <u>\$ 29,694,751</u> |

**CITY OF PLANTATION, FLORIDA**  
**NOTES TO FINANCIAL STATEMENTS**  
September 30, 2009

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

The following is a summary of changes in governmental activities long-term debt for the year ended September 30, 2009:

|  | Balance<br>October 1,<br>2008 | Additions         | Deletions           | Balance<br>September 30,<br>2009 | Due<br>Within<br>One Year |
|--|-------------------------------|-------------------|---------------------|----------------------------------|---------------------------|
| Non-Ad Valorem<br>Revenue Bonds, Series 2003                         | \$ 24,535,000                 | \$ -              | \$ 1,015,000        | \$ 23,520,000                    | \$ 1,030,000              |
| Non-Ad Valorem<br>Revenue Bonds, Series 2002                         | 15,465,000                    | -                 | 4,945,000           | 10,520,000                       | 5,150,000                 |
| Promissory Note,<br>Dredging, Series 2002A                           | 709,829                       | -                 | 167,932             | 541,897                          | 174,128                   |
| Community Redevelopment<br>Agency Tax Increment<br>Revenue Note 2005 | 1,114,266                     | -                 | 68,657              | 1,045,609                        | 72,303                    |
| Acres IV Assessment<br>Revenue Note                                  | -                             | 442,200           | -                   | 442,200                          | 10,922                    |
| Unamortized Original Issue<br>Premiums                               | 475,200                       | -                 | 80,561              | 394,639                          | -                         |
| Unamortized Original Issue<br>Discounts                              | (169,239)                     | -                 | (16,924)            | (152,315)                        | -                         |
| Deferred charge on refunding   | (200,199)                     | -                 | (20,273)            | (179,926)                        | -                         |
|  | <u>\$ 41,929,857</u>          | <u>\$ 442,200</u> | <u>\$ 6,239,953</u> | <u>\$ 36,132,104</u>             | <u>\$ 6,437,353</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.

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2009

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

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.

**\$ 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 is secured by a covenant to budget and appropriate from all legally available non-ad valorem revenues. Interest is payable annually at 5.34%.

**\$ 442,200 Plantation Acres Roadway Improvement Project 2009/2010** - In September 2009, the City closed on a note pertaining to the subject of municipal special assessment for the purpose of improvements to two public right-of-way facilities: the first known as the N.W. 4th Court Right-of-Way Facility. Repayment of this obligation will be made primarily from special assessments levied against the twelve (12) benefitted parcels of property.

Interest on the note balance is payable semiannually on April and October, at a fixed rate of 3.975%. The note balance is due in equal payments of principal and interest beginning on April 1, 2010, and semiannually thereafter through October 1, 2024. 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 is not subject to a prepayment premium if prepaid prior to maturity.

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2009

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

(g) - Summary of all Future Debt Service Requirements for Governmental Activities

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

| <u>Year Ending<br/>September 30,</u>                        | <u>Principal</u>                   | <u>Interest</u>            | <u>Total</u>                |
|---|------------------------------------|----------------------------|-----------------------------|
| 2010  | \$ 6,437,353                       | \$ 1,540,212               | \$ 7,977,565                |
| 2011  | 6,709,216                          | 1,296,010                  | 8,005,226                   |
| 2012  | 1,845,849                          | 966,588                    | 2,812,437                   |
| 2013  | 1,698,857                          | 911,693                    | 2,610,550                   |
| 2014  | 1,754,347                          | 858,503                    | 2,612,850                   |
| 2015-2019   | 9,239,420                          | 3,186,830                  | 12,426,250                  |
| 2020-2024   | 8,365,338                          | 1,082,723                  | 9,448,061                   |
| 2025  | <u>19,326</u>                      | <u>384</u>                 | <u>19,710</u>               |
|   | 36,069,706                         | \$ <u><u>9,842,943</u></u> | \$ <u><u>45,912,649</u></u> |
| Net unamortized<br>premium discount<br>and deferred charges | <u>62,398</u>                      |                            |                             |
|   | <u>\$ <u><u>36,132,104</u></u></u> |                            |                             |

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

At September 30, 2009, 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, 2009

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 Officers' 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, 2009, in the Police Officers' Retirement Plan, five (5) employees entered the D.R.O.P. and thirty-two (32) participants continued in the Plan with a total escrowed amount of \$ 5,243,863. As of September 30, 2009, in the General Employees' Retirement Plan, seven (7) employees entered the D.R.O.P. and fifteen (15) employees hold balances in the D.R.O.P. with a total escrowed amount of \$ 1,007,046 and one retiree no longer participates in the D.R.O.P. but has a balance remaining as of September 30, 2009 in the escrow of \$ 43,622. In the Police Officers' Retirement Plan, two (2) D.R.O.P. participants retired, receiving a total lump sum payout of \$ 141,132 for the period ended September 30, 2009. There were no other Police Officer's D.R.O.P. Plan payouts during the year. Six (6) 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 \$ 260,384. 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, 2008 was as follows:

|  | <u>General<br/>Employees'</u> | <u>Police<br/>Officers'</u> | <u>Volunteer<br/>Firefighters'</u> |
|--|-------------------------------|-----------------------------|------------------------------------|
| Retirees, beneficiaries and D.R.O.P. participants receiving benefits | 240                           | 99                          | 33                                 |
| Terminated Plan members entitled to but not yet receiving benefits   | 40                            | 4                           | 12                                 |
| Active Plan members  | <u>576</u>                    | <u>148</u>                  | <u>280</u>                         |
| Total  | 856                           | 251                         | 325                                |

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 obligations that are recorded in the funds. A net pension asset of \$ 4,174,940 is recorded in the Statement of Net Assets, and public safety expense was reduced by \$ 410,445 while general government expense was increased by \$ 630 for the increase in net pension asset for fiscal year ended September 30, 2009.

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2009

NOTE 10 - RETIREMENT PLANS (continued)

The Police Officers' Retirement Plan, under ordinance No. 2420, was amended to increase the number of overtime hours included in pensionable pay from 25 to 43. This benefit was funded through the use of state money. Ordinance No. 2421 amended the Plan to include a 1.5% cost of living adjustment per year to certain members.

There were no changes in assumptions since the prior valuation.

There was a net actuarial loss of \$ 3,505,281 for the year which means that actual experience was less favorable than expected. The loss was primarily the result of investment return below the assumed rate of 7.5%. The net actuarial loss has increased the required employer contributions by 1.72% of covered payroll.

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 \$ 4,185,867 for the year which means that actual experience was less favorable than expected. This loss is due to recognized investment return below the assumed rate of 8% and salary increases above the assumed rate of 6% and fewer employment terminations than expected. The annual required contribution has increased by .95% of covered payroll as a result of the net actuarial loss.

The Firefighters' Retirement Plan under ordinance No. 2408, provides for an increased benefit multiplier of \$ 50 for retirees, beneficiaries, and terminated vested members.

There were no changes in actuarial assumptions or methods since the prior valuation.

There was a net actuarial gain of \$ 94,688 for the year which means that actual experience was slightly more favorable than expected. The gain is due primarily to larger contributions than the actuarially required amount. These gains were partially offset by recognized investment return below the assumed rate of 7.5%. The investment return was (12.4)% based upon market value of assets and 3.5% based on actuarial value of assets.

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, 2009, the City received payments from the State of Florida on behalf of the Police Pension Plan in the amount of \$ 677,217 and \$ 743,081 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, 2007 for each plan.

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2009

NOTE 10 - RETIREMENT PLANS (continued)

For the year ending September 30, 2008, the contribution information is as follows:

|   | <u>General<br/>Employees'</u> | <u>Police<br/>Officers'</u> | <u>Volunteer<br/>Firefighters'</u> |
|---|-------------------------------|-----------------------------|------------------------------------|
| Annual required contributions                   | \$ 3,328,863                  | \$ 3,767,905                | \$ 310,296                         |
| Interest on net pension assets                  | (954)                         | (32,898)                    | (250,648)                          |
| Adjustments to annual<br>required contributions | <u>1,584</u>                  | <u>61,272</u>               | <u>319,008</u>                     |
| Annual pension costs                            | 3,329,493                     | 3,796,279                   | 378,656                            |
| Contributions made                              | <u>(3,328,863)</u>            | <u>(3,767,905)</u>          | <u>(817,475)</u>                   |
| (Increase) decrease in<br>net pension assets    | 630                           | 28,374                      | (438,819)                          |
| Net pension assets<br>at beginning of year      | <u>(11,928)</u>               | <u>(411,221)</u>            | <u>(3,341,976)</u>                 |
| Net pension assets<br>at end of year            | <u>\$ (11,298)</u>            | <u>\$ (382,847)</u>         | <u>\$ (3,780,795)</u>              |

(c) - Trend Information

|                         | <u>Annual<br/>Pension<br/>Cost (APC)</u> | <u>% of APC<br/>Contributed</u> | <u>Net Pension<br/>Assets<br/>(NPA)</u> |
|-------------------------|--|---------------------------------|---|
| General Employees'      |  |                                 |   |
| 9/30/06                 | \$ 3,113,125                             | 100.0                           | \$ (12,840)                             |
| 9/30/07                 | 3,242,037                                | 100.0                           | (11,928)                                |
| 9/30/08                 | 3,329,493                                | 100.0                           | (11,298)                                |
| Police Officers'        |  |                                 |   |
| 9/30/06                 | \$ 3,153,348                             | 100.8                           | \$ (438,497)                            |
| 9/30/07                 | 3,610,659                                | 99.2                            | (411,221)                               |
| 9/30/08                 | 3,796,279                                | 99.3                            | (382,847)                               |
| Volunteer Firefighters' |  |                                 |   |
| 9/30/06                 | \$ 236,144                               | 194.1                           | \$ (3,034,841)                          |
| 9/30/07                 | 440,745                                  | 169.7                           | (3,341,976)                             |
| 9/30/08                 | 378,656                                  | 215.9                           | (3,780,795)                             |

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2009

NOTE 10 - RETIREMENT PLANS (continued)

(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, 2009.

(e) - Deferred Compensation Plan

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

NOTE 11 - OTHER POST EMPLOYMENT BENEFITS

(a) - Post Employment Benefits Other Than Pension

For the fiscal year ended September 30, 2009, the City implemented Governmental Accounting Standards Board Statement No. 45, Accounting and Reporting by Employers for Post Employment Benefits Other Than Pensions (OPEB), for certain postemployment health care benefits provided by the City. The requirement of this statement was implemented prospectively.

(b) - Plan Descriptions and Funding Policies

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. The current cost of this obligation was \$ 68,414 for the year ended September 30, 2009.

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 \$ 78,626 for the year ended September 30, 2009.

CITY OF PLANTATION, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS  
 September 30, 2009

NOTE 11 – OTHER POST EMPLOYMENT BENEFITS (continued)

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. Two participants are currently receiving this post retirement benefit. The current cost of this obligation was \$ 51,494 for the year ended September 30, 2009.

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, 2009, thirty-three qualified participants elected to purchase health insurance that presently costs the City approximately \$ 81,100 for the year then ended for all participants, which is funded on a pay-as-you-go basis.

(c) - Annual OPEB Cost and Estimated Net OPEB Obligation

The City’s annual OPEB cost, the estimated amount contributed to the plan, and the changes in the City’s estimated net OPEB obligation for the year ended September 30, 2009, was as follows:

|  |    |                       |
|--|----|-----------------------|
| Annual required contribution                     | \$ | 1,358,002             |
| Interest on net OPEB obligation                  |    | -                     |
| Adjustment to annual required contribution       |    | -                     |
| Annual OPEB cost                                 |    | <u>1,358,002</u>      |
| Estimated employer contributions                 |    | <u>(646,227)</u>      |
| Increase in estimated net OPEB obligation        |    | 711,775               |
| Estimated net OPEB obligation, beginning of year |    | -                     |
| Estimated net OPEB obligation, end of year       | \$ | <u><u>711,775</u></u> |

The City’s annual OPEB cost, the percentage of estimated annual OPEB cost contributed to the plan, and the estimated net OPEB obligation as of September 30, 2009, (the first year of implementation), was as follows:

| <u>Annual<br/>OPEB Cost</u> | <u>Estimated<br/>Contribution</u> | <u>Percentage of<br/>Estimated<br/>OPEB Cost<br/>Contributed</u> | <u>Estimated<br/>Net OPEB<br/>Obligation</u> |
|-----------------------------|-----------------------------------|--|--|
| \$ 1,358,002                | \$ 646,227                        | 47.59%   | \$ 711,774                                   |

CITY OF PLANTATION, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS  
 September 30, 2009

NOTE 11 – OTHER POST EMPLOYMENT BENEFITS (continued)

(d) - Funded Status and Funding Progress

For the actuarial valuation date of October 1, 2007, the actuarial accrued liability for benefits was \$ 18,724,232, and the actuarial value of assets was \$ 0, resulting in an unfunded actuarial accrued liability of \$ 18,724,232. The covered payroll (annual payroll for active participating employees) was \$36,959,469 for that period, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 50.66%.

(e) - Actuarial Methods and Assumptions

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Amounts determined regarding the funding status of benefits and the annual required contributions of the City are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. Projections of benefits for financial reporting purposes are based on the substantive plan and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefits between the City and participants. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

Following are the actuarial methods and significant actuarial assumptions used to determine the annual required contributions for the current year:

|                             |   |
|-----------------------------|---|
| Measurement date:           | October 1, 2007   |
| Actuarial cost method:      | Entry age   |
| Amortization method:        | Level percent, closed   |
| Amortization period:        | 30 years  |
| Asset valuation method:     | Unfunded  |
| Investment rate of return:  | 4.75%   |
| Projected salary increases: | 5.40% - 25.0%   |
| Payroll growth rate:        | 4.00%   |
| Discount rate:              | 4.75%   |
| Healthcare cost trend rate: | 10.00% reduced linearly to 5.50% by 2016, and remaining at 5.00% for fiscal year 2017 and thereafter. |

NOTE 12 - RISK MANAGEMENT

Subject to Florida State Statutes regarding civil actions to recover damages for money covered under Florida Sovereign Immunity Laws, the City has exposure to liability claims for injury, loss of property, personal injury or death that may be caused by the negligent or wrongful acts or omissions of its employees.

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 employee benefits. All insurance premiums and claims, except property damage liability, are charged to the appropriate Fund.

CITY OF PLANTATION, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS  
 September 30, 2009

NOTE 12 - RISK MANAGEMENT (continued)

Liability reserves include an amount for claims that have been incurred but not reported (IBNR). Liability reserves are calculated based on claim settlement trends, including the frequency, severity, 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.

The City's property and casualty insurance program is purchased through Florida League of Cities, a municipal insurance trust (FMIT) that provides premium credits based upon loss experience. Excess insurance coverage written through FMIT is \$ 5,000,000.

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.

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 three 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, as required by the National Flood Insurance Program, 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 self-funded medical plan for full-time active employees and retirees, two dental plans, one funded and one self-funded, a vision plan, and life insurance plan for all full-time employees and retirees. Full-time employees are offered a policy limit of \$ 50,000 and 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<br>Insurance<br>Program | Health<br>Insurance<br>Program | Workers'<br>Compensation<br>Program |
|--|---------------------------------|--------------------------------|-------------------------------------|
| Estimated insurance claims payable October 1, 2008         | \$ 1,594,500                    | \$ -                           | \$ 1,949,358                        |
| Incurred claims (including IBNR)                           | 1,581,757                       | 6,681,978                      | 786,667                             |
| Claim payments, net of refunds and reimbursements received | <u>(708,757)</u>                | <u>(5,295,929)</u>             | <u>(784,912)</u>                    |
| Estimated insurance claims payable September 30, 2009      | <u>\$ 2,467,500</u>             | <u>\$ 1,386,049</u>            | <u>\$ 1,951,113</u>                 |

The health insurance program liability is included in payables on page 41.

CITY OF PLANTATION, FLORIDA  
NOTES TO FINANCIAL STATEMENTS  
September 30, 2009

NOTE 13 - 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 14 - 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).

The City of Plantation and the Plantation Midtown Development Authority entered into an Interlocal Agreement, pertaining to the repayment of \$ 3 million (\$ 3,000,000) of proceeds from the sale of its Non-Ad Valorem Revenue Bonds (Refunding and Public Improvements Project) Series 2003, to pay for portions of a project, which have been or will be approved by the City, subject to the terms of the agreement, described as follows:

The Plantation Midtown Transit and Greenway Improvements include: 1) the design, reconstruction and/or enhancement of American Expressway, N.W. 82nd Avenue, Broward Mall Perimeter Road, S.W. 78th Avenue, and 84th Avenue; 2) the construction of multi-purpose greenways within the District; 3) the purchase of transit vehicles; 4) the design and installation of wayfaring signage; and 5) the acquisition or improvement, or both, of public park and plaza areas accessory to the foregoing. Roadway improvements include roadway reconstruction, wider sidewalks, on-street parking, paver crosswalks, landscaping, drainage improvements, transit transfer stations, lighting and street furniture. Greenway improvements include similar enhancement, but also include a dedicated transit way and adjacent multi-use greenway.

This City advance for financing these improvements in the Plantation Midtown Development District, are to be repaid by the District to the City. The City shall charge, and the District agrees to pay, simple interest on the outstanding principal for the period of October 1, 2003 through August 15, 2024. The rates set forth for the repayment of this Interlocal Agreement range from 1.00% to 5.00%.

The City of Plantation and the Plantation Midtown Development District entered into an Interlocal Agreement, pertaining to the repayment of \$ 2.75 million (\$ 2,750,000) by Plantation Midtown of certain costs and expenses incurred by the City in connection with the purchase and development of certain property described as Tract 7 according to the plat of Broward Mall at Plantation (approximately 3.67 acres).

CITY OF PLANTATION, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS  
 September 30, 2009

NOTE 14 - INTERLOCAL AGREEMENTS (continued)

Potential long-term uses of the property include:

- a) federal, state or local governmental use including: (i) an intermodal transportation center, and associated commercial uses; (ii) public safety facilities for police, fire, emergency medical rescue, utilities, and public works; (iii) government office and administrative facilities, including post office, payment centers, governmental conference and hearing buildings, court rooms, and clerk (clerical) facilities; or (iv) public parking.
- b) recreation use, including: (1) passive uses such as; (i) bricked, paved or landscaped plaza or open space, with, for example, seating, tables and umbrellas; (ii) bicycle or walking trails; (iii) natural reclamation area; and (2) active uses such as (i) sports fields, grandstands and stadiums or courts with attendance lighting, parking and similar improvements; (ii) museums; (iii) public amphitheatre or playhouse (but expressly excluding an indoor or outdoor cinema); and (3) accessory site improvements; or
- c) educational uses, including public or private: (i) elementary, middle or high schools; (ii) community, vocational, or technical schools; (iii) colleges or university; or (iv) graduate schools.

Plantation Midtown Development District will reimburse the City for 75% of the costs and expenses of the property's purchase. The City shall charge, and the District agrees to pay, prorated (75%) principal and interest (4.13%) on this note semiannually on June 10 and December 10 of each year beginning June 10, 2010 and this note shall in any event become due and payable on December 10, 2024 (15 years).

NOTE 15 - PRIOR PERIOD ADJUSTMENT

The following discloses the restatement of governmental activities and certain governmental fund balances as of the beginning of the fiscal year:

|  | Governmental<br>Activities   |
|--|------------------------------|
| Fund balance, beginning of year,<br>as previously stated:                      | \$ 115,241,470               |
| Decrease due to recognition of<br>retainage payable not<br>previously recorded | 46,296                       |
| Fund balance, beginning<br>of year, as restated                                | \$ <u><u>115,195,174</u></u> |

CITY OF PLANTATION, FLORIDA  
 NOTES TO FINANCIAL STATEMENTS  
 September 30, 2009

NOTE 15 – PRIOR PERIOD ADJUSTMENT (continued)

|  | <u>Designated<br/>Capital<br/>Improvements<br/>and Reserve</u> | <u>Road and<br/>Traffic<br/>Control</u> | <u>2002<br/>Bond<br/>Construction</u> |
|--|--|---|---------------------------------------|
| Fund balance, beginning of<br>year, as previously stated:                      | \$ 12,675,614  | \$ 881,812                              | \$ 2,860,601                          |
| Decrease due to recognition<br>of retainage payable not<br>previously recorded | <u>172,018</u>   | <u>46,317</u>                           | <u>63,781</u>                         |
| Fund balance, beginning of<br>year, as restated                                | <u>\$ 12,503,596</u>   | <u>\$ 835,495</u>                       | <u>\$ 2,796,820</u>                   |

NOTE 16 - DEFICIT FUND BALANCE

The Community Development Block Grant Fund has a deficit fund balance at September 30, 2009 of \$ (496,885). This deficit will partially be eliminated when the deferred revenue of \$ 412,204 is recognized.

**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<br/>September 30,</u> | <u>Annual<br/>Required<br/>Contribution</u> | <u>Percentage<br/>Contributed</u> |
|-------------------------------------|---|-----------------------------------|
| 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                             |
| 2008                                | 3,328,863                                   | 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<br/>September 30,</u> | <u>Annual<br/>Required<br/>Contribution</u> | <u>Percentage<br/>Contributed</u> |
|-------------------------------------|---|-----------------------------------|
| 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                             |
| 2008                                | 3,767,905                                   | 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</u><br><u>September 30,</u> | <u>Annual</u><br><u>Required</u><br><u>Contribution</u> | <u>Percentage</u><br><u>Contributed</u> |
|---|---|---|
| 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                                   |
| 2008                                      | 310,296   | 263.5                                   |

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

| Actuarial<br>Valuation<br>Date | Actuarial<br>Value<br>of Assets | Actuarial<br>Accrued<br>Liability at<br>Entry Age | Unfunded<br>Actuarial<br>Accrued<br>Liability<br>(Overfunded) | Funded<br>Ratio | Covered<br>Payroll | UAAL<br>as % of<br>Covered<br>Payroll |
|--------------------------------|---------------------------------|---|---|-----------------|--------------------|---------------------------------------|
| 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                                  |
| 10/1/08                        | 92,678,027                      | 112,614,795                                       | 19,936,768  | 82.3%           | 25,254,829         | 78.9                                  |

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

| Actuarial<br>Valuation<br>Date | Actuarial<br>Value<br>of Assets | Actuarial<br>Accrued<br>Liability at<br>Entry Age | Unfunded<br>Actuarial<br>Accrued<br>Liability<br>(Overfunded) | Funded<br>Ratio | Covered<br>Payroll | UAAL<br>as % of<br>Covered<br>Payroll |
|--------------------------------|---------------------------------|---|---|-----------------|--------------------|---------------------------------------|
| 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                                 |
| 10/1/08                        | 78,019,469                      | 108,088,827                                       | 30,069,358  | 72.2 %          | 11,142,524         | 269.9                                 |

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

| Actuarial<br>Valuation<br>Date | Actuarial<br>Value<br>of Assets | Actuarial<br>Accrued<br>Liability at<br>Entry Age | Unfunded<br>Actuarial<br>Accrued<br>Liability<br>(Overfunded) | Funded<br>Ratio | Number<br>of Active<br>Members | UAAL<br>Per<br>Active<br>Member |
|--------------------------------|---------------------------------|---|---|-----------------|--------------------------------|---------------------------------|
| 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                        | 10,634,757                      | 8,211,759   | (2,422,998)   | 129.5 %         | 259                            | (9,355)                         |
| 10/1/08                        | 11,416,072                      | 8,760,784   | (2,655,288)   | 130.3 %         | 280                            | (9,483)                         |

CITY OF PLANTATION, FLORIDA  
ANNUAL PENSION COSTS - ALL PENSION TRUST FUNDS  
September 30, 2009

|                                       | General<br>Employees'     | Police<br>Officers'   | Volunteer<br>Firefighters'   |
|---------------------------------------|---------------------------|---|--|
| Contribution Rates:                   |                           |   |  |
| City and state                        | 14.76%                    | 45.94%  | \$428.48   |
| Plan members                          | 8.50%                     | 9.50%   | N/A  |
| Actuarial valuation date              | 10/1/08                   | 10/1/08   | 10/1/08  |
| Actuarial cost method                 | Entry Age<br>Normal       | Entry Age<br>Normal   | Aggregate  |
| Amortization method                   | Level percent,<br>closed  | Level % of<br>payroll, closed   | N/A  |
| Remaining amortization period (years) | 30                        | 30  | N/A  |
| Asset valuation method                | 5-year smoothed<br>market | 20% of the difference<br>between actual and<br>expected investment<br>return is recognized<br>each year | Difference between<br>market value and<br>expected actuarial asset<br>value of assets is<br>recognized evenly over<br>five years |
| Actuarial assumptions:                |                           |   |  |
| Investment rate of return             | 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                       | 1.5%, delayed 5 years,<br>up to 20 annual increases   | N/A  |

CITY OF PLANTATION, FLORIDA  
 SCHEDULE OF FUNDING PROGRESS  
 OTHER POST EMPLOYMENT BENEFITS  
 September 30, 2009

| Actuarial<br>Valuation<br>Date | Actuarial<br>Value<br>of Assets | Actuarial<br>Accrued<br>Liability -<br>Entry Age | Unfunded<br>Actuarial<br>Accrued<br>Liability | Funded<br>Ratio | Covered<br>Payroll | UAAL<br>as a<br>Percentage<br>of<br>Covered<br>Payroll |
|--------------------------------|---------------------------------|--|---|-----------------|--------------------|--|
| 10/1/07                        | \$ -                            | \$ 18,724,232                                    | \$ 18,724,232                                 | 0.0%            | \$ 36,959,469      | 50.66%   |

Note: In future years, three-year trend information will be presented. Fiscal year 2009 is the first year of implementation of GASB 45 and the City has elected to implement prospectively; therefore, prior year comparative data is not applicable.

**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.

#### **Neighborhood Stabilization Program Fund**

To account for the receipt and disbursements of approximately \$2 million in Community Development Block Grant Program funding through the Department of Housing and Urban Development's (HUD) Neighborhood Stabilization Program (NSP) that has been authorized under the Housing and Economic Recovery Act of 2008.

#### **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.

**Acres IV Construction Fund**

To account for the costs of the Plantation Acres Roadway Improvement Project 2009/2010; identifying such improvements as being two public right-of-way facilities to meet public road standard: the first being known as the NW 4th Court right-of-way facility, and the second being known as the NW 19th Street right-of-way facility.

**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, 2009**

|  | Special<br>Revenue<br>Funds | Debt<br>Service<br>Funds | Capital<br>Project<br>Funds | Total<br>Nonmajor<br>Governmental<br>Funds |
|--|-----------------------------|--------------------------|-----------------------------|--|
| <b>ASSETS:</b>                                     |                             |                          |                             |  |
| Cash and equity in pooled cash and investments     | \$ 6,194,737                | \$ 1,694,110             | \$ 5,188,607                | \$ 13,077,454                              |
| Cash and investments with fiscal agent/third party | -                           | 6,303,743                | -                           | 6,303,743                                  |
| Receivables-net of allowance for uncollectibles    |                             |                          |                             |  |
| Accounts   | 1,406,956                   | -                        | -                           | 1,406,956                                  |
| Accrued interest                                   | -                           | 46,802                   | -                           | 46,802                                     |
| Due from other governments                         |                             |                          |                             |  |
| Federal  | 497,642                     | -                        | -                           | 497,642                                    |
| State  | 3,551                       | -                        | 5,500                       | 9,051                                      |
| Prepays  | 6,305                       | -                        | -                           | 6,305                                      |
|  | <u>8,109,191</u>            | <u>8,044,655</u>         | <u>5,194,107</u>            | <u>21,347,953</u>                          |
| <b>LIABILITIES AND FUND BALANCES:</b>              |                             |                          |                             |  |
| <b>Liabilities:</b>                                |                             |                          |                             |  |
| Accounts payable and other accrued expenses        | \$ 483,875                  | \$ 750                   | \$ 99,034                   | \$ 583,659                                 |
| Due to other funds                                 | 245,814                     | -                        | -                           | 245,814                                    |
| Unearned revenue                                   | 59,568                      | -                        | -                           | 59,568                                     |
| Deferred revenue                                   | 1,655,304                   | -                        | 5,500                       | 1,660,804                                  |
|  | <u>2,444,561</u>            | <u>750</u>               | <u>104,534</u>              | <u>2,549,845</u>                           |
| <b>Fund balances:</b>                              |                             |                          |                             |  |
| <b>Reserved for:</b>                               |                             |                          |                             |  |
| Debt service                                       | -                           | 5,116,027                | -                           | 5,116,027                                  |
| Inventory and prepaids                             | 6,305                       | -                        | -                           | 6,305                                      |
| Library purposes                                   | 168,375                     | -                        | -                           | 168,375                                    |
| Special programs                                   | 447,103                     | -                        | -                           | 447,103                                    |
| <b>Unreserved:</b>                                 |                             |                          |                             |  |
| <b>Debt Service Fund:</b>                          |                             |                          |                             |  |
| Undesignated                                       | -                           | 2,927,878                | -                           | 2,927,878                                  |
| <b>Special Revenue Funds:</b>                      |                             |                          |                             |  |
| Designated for subsequent year's expenditures      | 476,100                     | -                        | -                           | 476,100                                    |
| Undesignated                                       | 4,566,747                   | -                        | -                           | 4,566,747                                  |
| <b>Capital Projects Funds:</b>                     |                             |                          |                             |  |
| Designated for subsequent year's expenditures      | -                           | -                        | 3,282,494                   | 3,282,494                                  |
| Undesignated                                       | -                           | -                        | 1,807,079                   | 1,807,079                                  |
|  | <u>5,664,630</u>            | <u>8,043,905</u>         | <u>5,089,573</u>            | <u>18,798,108</u>                          |
| <b>Total fund balances</b>                         | <u>5,664,630</u>            | <u>8,043,905</u>         | <u>5,089,573</u>            | <u>18,798,108</u>                          |
| <b>Total liabilities and fund balances</b>         | <u>\$ 8,109,191</u>         | <u>\$ 8,044,655</u>      | <u>\$ 5,194,107</u>         | <u>\$ 21,347,953</u>                       |

**CITY OF PLANTATION, FLORIDA**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**For the Year Ended September 30, 2009**

|   | Special<br>Revenue<br>Funds | Debt<br>Service<br>Funds | Capital<br>Project<br>Funds | Total<br>Nonmajor<br>Governmental<br>Funds |
|---|-----------------------------|--------------------------|-----------------------------|--|
| REVENUES:   |                             |                          |                             |  |
| Property taxes  | \$ 709,089                  | \$ -                     | \$ -                        | \$ 709,089                                 |
| Intergovernmental   | 5,661,670                   | -                        | 309,327                     | 5,970,997                                  |
| Fines and forfeitures                                       | 88,355                      | -                        | -                           | 88,355                                     |
| Income (loss) on investments                                | (36,116)                    | 249,468                  | (9,307)                     | 204,045                                    |
| Miscellaneous   | 618,721                     | -                        | 15,000                      | 633,721                                    |
|   | <u>7,041,719</u>            | <u>249,468</u>           | <u>315,020</u>              | <u>7,606,207</u>                           |
| Total revenue   |                             |                          |                             |  |
| EXPENDITURES:   |                             |                          |                             |  |
| Current operating:  |                             |                          |                             |  |
| General government  | 3,654                       | -                        | -                           | 3,654                                      |
| Public safety   | 426,275                     | -                        | -                           | 426,275                                    |
| Physical environment  | 3,702                       | -                        | -                           | 3,702                                      |
| Transportation  | 3,321,955                   | -                        | 8,281                       | 3,330,236                                  |
| Economic environment  | 1,949,869                   | -                        | -                           | 1,949,869                                  |
| Culture and recreation                                      | 31,367                      | -                        | -                           | 31,367                                     |
| Capital outlay  | 2,034,926                   | -                        | 775,466                     | 2,810,392                                  |
| Debt service:   |                             |                          |                             |  |
| Principal payments  | -                           | 6,196,588                | -                           | 6,196,588                                  |
| Interest and other  | -                           | 1,770,891                | -                           | 1,770,891                                  |
|   | <u>7,771,748</u>            | <u>7,967,479</u>         | <u>783,747</u>              | <u>16,522,974</u>                          |
| Total expenditures  |                             |                          |                             |  |
| (Deficiency) of revenues<br>over expenditures               | <u>(730,029)</u>            | <u>(7,718,011)</u>       | <u>(468,727)</u>            | <u>(8,916,767)</u>                         |
| OTHER FINANCING SOURCES (USES):                             |                             |                          |                             |  |
| Transfers in  | 302,320                     | 8,777,851                | 64,712                      | 9,144,883                                  |
| Transfers out   | (975,094)                   | (423,470)                | (1,862,500)                 | (3,261,064)                                |
| Proceeds from debt  | -                           | -                        | 442,200                     | 442,200                                    |
|   | <u>(672,774)</u>            | <u>8,354,381</u>         | <u>(1,355,588)</u>          | <u>6,326,019</u>                           |
| Total other financing sources (uses)                        |                             |                          |                             |  |
| Net change in fund balance                                  | (1,402,803)                 | 636,370                  | (1,824,315)                 | (2,590,748)                                |
| FUND BALANCE AT BEGINNING OF YEAR, AS<br>RESTATED (NOTE 15) | <u>7,067,433</u>            | <u>7,407,535</u>         | <u>6,913,888</u>            | <u>21,388,856</u>                          |
| FUND BALANCE AT END OF YEAR                                 | <u>\$ 5,664,630</u>         | <u>\$ 8,043,905</u>      | <u>\$ 5,089,573</u>         | <u>\$ 18,798,108</u>                       |

**CITY OF PLANTATION, FLORIDA**  
**COMBINING BALANCE SHEET**  
**SPECIAL REVENUE FUNDS**  
September 30, 2009

|   | Neighborhood<br>Stabilization<br>Program | Plantation<br>Midtown<br>Development<br>District | Community<br>Redevelopment<br>Agency | Plantation<br>Gateway<br>Development<br>District | Road and<br>Traffic<br>Control | State<br>Housing<br>Initiative<br>Partnership | Special<br>Police<br>Trust | Community<br>Development<br>Block<br>Grant | Special<br>Programs | Library<br>Board  | Total               |
|---|--|--|--------------------------------------|--|--------------------------------|---|----------------------------|--|---------------------|-------------------|---------------------|
| <b>ASSETS:</b>                                  |  |  |                                      |  |                                |   |                            |  |                     |                   |                     |
| Cash and equity in pooled cash and investments  | \$ -                                     | \$ 739,447                                       | \$ 7,862                             | \$ 968,641                                       | \$ 855,153                     | \$ 938,460                                    | \$ 2,147,368               | \$ -                                       | \$ 344,537          | \$ 193,269        | \$ 6,194,737        |
| Receivables net of allowance for uncollectibles |  |  |                                      |  |                                |   |                            |  |                     |                   |                     |
| Accounts Due from other governments             | 769,832                                  | 52,500   | 886                                  | -  | 8,894                          | 10,633  | -                          | 942  | 563,269             | -                 | 1,406,956           |
| Federal   | 6,351                                    | -  | -                                    | -  | -                              | -   | 1,060                      | 490,231                                    | -                   | -                 | 497,642             |
| State   | -  | -  | -                                    | -  | 3,551                          | -   | -                          | -  | -                   | -                 | 3,551               |
| Prepays   | 6,000                                    | -  | -                                    | -  | -                              | -   | -                          | 305  | -                   | -                 | 6,305               |
| <b>Total assets</b>                             | <b>\$ 782,183</b>                        | <b>\$ 791,947</b>                                | <b>\$ 8,748</b>                      | <b>\$ 968,641</b>                                | <b>\$ 867,598</b>              | <b>\$ 949,093</b>                             | <b>\$ 2,148,428</b>        | <b>\$ 491,478</b>                          | <b>\$ 907,806</b>   | <b>\$ 193,269</b> | <b>\$ 8,109,191</b> |
| <b>LIABILITIES AND FUND BALANCES:</b>           |  |  |                                      |  |                                |   |                            |  |                     |                   |                     |
| <b>Liabilities:</b>                             |  |  |                                      |  |                                |   |                            |  |                     |                   |                     |
| Accounts payable and other accrued expenses     | \$ 6,444                                 | \$ 7,085   | \$ 8,748                             | \$ 3,747   | \$ 70,356                      | \$ 48,449                                     | \$ 4,088                   | \$ 334,940                                 | \$ -                | \$ 18             | \$ 483,875          |
| Due to other funds                              | 4,595                                    | -  | -                                    | -  | -                              | -   | -                          | 241,219                                    | -                   | -                 | 245,814             |
| Unearned revenue                                | -  | -  | -                                    | -  | -                              | 39,607  | -                          | -  | 19,961              | -                 | 59,568              |
| Deferred revenue                                | 769,831                                  | -  | -                                    | -  | -                              | -   | -                          | 412,204                                    | 473,269             | -                 | 1,655,304           |
| <b>Total liabilities</b>                        | <b>780,870</b>                           | <b>7,085</b>                                     | <b>8,748</b>                         | <b>3,747</b>                                     | <b>70,356</b>                  | <b>88,056</b>                                 | <b>4,088</b>               | <b>988,363</b>                             | <b>493,230</b>      | <b>18</b>         | <b>2,444,561</b>    |
| <b>Fund balances:</b>                           |  |  |                                      |  |                                |   |                            |  |                     |                   |                     |
| <b>Reserved for:</b>                            |  |  |                                      |  |                                |   |                            |  |                     |                   |                     |
| Inventories and prepaids                        | 6,000                                    | -  | -                                    | -  | -                              | -   | -                          | 305  | -                   | -                 | 6,305               |
| Library purposes                                | -  | -  | -                                    | -  | -                              | -   | -                          | -  | -                   | 168,375           | 168,375             |
| Special programs                                | -  | -  | -                                    | -  | 235,600                        | -   | -                          | -  | 211,503             | -                 | 447,103             |
| <b>Unreserved:</b>                              |  |  |                                      |  |                                |   |                            |  |                     |                   |                     |
| Designated for subsequent year's expenditures   | -  | -  | -                                    | 355,750  | 120,350                        | -   | -                          | -  | -                   | -                 | 476,100             |
| Undesignated (deficit)                          | (4,687)                                  | 784,862  | -                                    | 609,144  | 441,292                        | 861,037                                       | 2,144,340                  | (497,190)                                  | 203,073             | 24,876            | 4,566,747           |
| <b>Total fund balances (deficit)</b>            | <b>1,313</b>                             | <b>784,862</b>                                   | <b>-</b>                             | <b>964,894</b>                                   | <b>797,242</b>                 | <b>861,037</b>                                | <b>2,144,340</b>           | <b>(496,885)</b>                           | <b>414,576</b>      | <b>193,251</b>    | <b>5,664,630</b>    |
| <b>Total liabilities and fund balances</b>      | <b>\$ 782,183</b>                        | <b>\$ 791,947</b>                                | <b>\$ 8,748</b>                      | <b>\$ 968,641</b>                                | <b>\$ 867,598</b>              | <b>\$ 949,093</b>                             | <b>\$ 2,148,428</b>        | <b>\$ 491,478</b>                          | <b>\$ 907,806</b>   | <b>\$ 193,269</b> | <b>\$ 8,109,191</b> |

**CITY OF PLANTATION, FLORIDA**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**SPECIAL REVENUE FUNDS**  
**For the Year Ended September 30, 2009**

|   | Neighborhood<br>Stabilization<br>Program | Plantation<br>Midtown<br>Development<br>District | Community<br>Redevelopment<br>Agency | Plantation<br>Gateway<br>Development<br>District | Road and<br>Traffic<br>Control | State<br>Housing<br>Initiative<br>Partnership | Special<br>Police<br>Trust | Community<br>Development<br>Block<br>Grant | Special<br>Programs | Library<br>Board  | Total               |
|---|--|--|--------------------------------------|--|--------------------------------|---|----------------------------|--|---------------------|-------------------|---------------------|
| <b>REVENUES:</b>  |  |  |                                      |  |                                |   |                            |  |                     |                   |                     |
| Property taxes  | \$ -                                     | \$ 450,244                                       | \$ -                                 | \$ 258,845                                       | \$ -                           | \$ -  | \$ -                       | \$ -                                       | \$ -                | \$ -              | \$ 709,089          |
| Intergovernmental   | 412,227                                  | -  | 1,007,139                            | -  | 2,830,166                      | 722,113                                       | 1,060                      | 688,965                                    | -                   | -                 | 5,661,670           |
| Fines and forfeitures   | -  | -  | -                                    | -  | -                              | -   | 88,355                     | -  | -                   | -                 | 88,355              |
| Income (loss) on investments  | 258                                      | (4,046)  | (18,394)                             | (2,521)  | 15,523                         | (15,102)                                      | (10,157)                   | 2,133                                      | (2,356)             | (1,454)           | (36,116)            |
| Miscellaneous   | -  | 143,500  | 16                                   | -  | 139,903                        | 40  | -                          | 17   | 286,970             | 48,275            | 618,721             |
| Total revenue   | <u>412,485</u>                           | <u>589,698</u>                                   | <u>988,761</u>                       | <u>256,324</u>                                   | <u>2,985,592</u>               | <u>707,051</u>                                | <u>79,258</u>              | <u>691,115</u>                             | <u>284,614</u>      | <u>46,821</u>     | <u>7,041,719</u>    |
| <b>EXPENDITURES:</b>  |  |  |                                      |  |                                |   |                            |  |                     |                   |                     |
| Current operating:  |  |  |                                      |  |                                |   |                            |  |                     |                   |                     |
| General government  | -  | -  | -                                    | -  | -                              | -   | -                          | -  | 3,654               | -                 | 3,654               |
| Public safety   | -  | -  | -                                    | 337,950  | -                              | -   | 84,665                     | -  | 3,660               | -                 | 426,275             |
| Physical environment  | -  | -  | -                                    | -  | -                              | -   | -                          | -  | 3,702               | -                 | 3,702               |
| Transportation  | -  | -  | -                                    | -  | 3,321,955                      | -   | -                          | -  | -                   | -                 | 3,321,955           |
| Economic environment  | 411,172                                  | 97,031   | 152,899                              | -  | -                              | 717,317                                       | -                          | 571,450                                    | -                   | -                 | 1,949,869           |
| Culture and recreation  | -  | -  | -                                    | -  | -                              | -   | -                          | -  | 24,375              | 6,992             | 31,367              |
| Capital outlay  | -  | -  | 4,275                                | -  | 4,210                          | -   | 1,291,402                  | 521,311                                    | 198,775             | 14,953            | 2,034,926           |
| Total expenditures  | <u>411,172</u>                           | <u>97,031</u>                                    | <u>157,174</u>                       | <u>337,950</u>                                   | <u>3,326,165</u>               | <u>717,317</u>                                | <u>1,376,067</u>           | <u>1,092,761</u>                           | <u>234,166</u>      | <u>21,945</u>     | <u>7,771,748</u>    |
| Excess (deficiency)<br>of revenues<br>over expenditures                           | <u>1,313</u>                             | <u>492,667</u>                                   | <u>831,587</u>                       | <u>(81,626)</u>                                  | <u>(340,573)</u>               | <u>(10,266)</u>                               | <u>(1,296,809)</u>         | <u>(401,646)</u>                           | <u>50,448</u>       | <u>24,876</u>     | <u>(730,029)</u>    |
| <b>OTHER FINANCING<br/>SOURCES (USES):</b>  |  |  |                                      |  |                                |   |                            |  |                     |                   |                     |
| Transfers in  | -  | -  | -                                    | -  | 302,320                        | -   | -                          | -  | -                   | -                 | 302,320             |
| Transfers out   | -  | (139,712)  | (831,587)                            | -  | -                              | -   | -                          | -  | (3,795)             | -                 | (975,094)           |
| Total other financing<br>sources (uses)   | <u>-</u>                                 | <u>(139,712)</u>                                 | <u>(831,587)</u>                     | <u>-</u>   | <u>302,320</u>                 | <u>-</u>                                      | <u>-</u>                   | <u>-</u>                                   | <u>(3,795)</u>      | <u>-</u>          | <u>(672,774)</u>    |
| Net change<br>in fund balance   | 1,313                                    | 352,955  | -                                    | (81,626)   | (38,253)                       | (10,266)                                      | (1,296,809)                | (401,646)                                  | 46,653              | 24,876            | (1,402,803)         |
| <b>FUND BALANCE (DEFICIT)<br/>AT BEGINNING OF YEAR,<br/>AS RESTATED (Note 15)</b> |  |  |                                      |  |                                |   |                            |  |                     |                   |                     |
|   | <u>-</u>                                 | <u>431,907</u>                                   | <u>-</u>                             | <u>1,046,520</u>                                 | <u>835,495</u>                 | <u>871,303</u>                                | <u>3,441,149</u>           | <u>(95,239)</u>                            | <u>367,923</u>      | <u>168,375</u>    | <u>7,067,433</u>    |
| <b>FUND BALANCE (DEFICIT)<br/>AT END OF YEAR</b>                                  |  |  |                                      |  |                                |   |                            |  |                     |                   |                     |
|   | <u>\$ 1,313</u>                          | <u>\$ 784,862</u>                                | <u>\$ -</u>                          | <u>\$ 964,894</u>                                | <u>\$ 797,242</u>              | <u>\$ 861,037</u>                             | <u>\$ 2,144,340</u>        | <u>\$ (496,885)</u>                        | <u>\$ 414,576</u>   | <u>\$ 193,251</u> | <u>\$ 5,664,630</u> |

**CITY OF PLANTATION, FLORIDA**  
**COMBINING BALANCE SHEET**  
**DEBT SERVICE FUNDS**  
**September 30, 2009**

|  | 2002<br>Dredging<br>Note | 2002<br>Bond<br>Sinking | 2002<br>Bond<br>Reserve | 2003<br>Bond<br>Sinking | 2003<br>Bond<br>Reserve | 2005<br>Community<br>Redevelopment<br>Agency<br>Note | Community<br>Redevelopment<br>Agency<br>Escrow | Total               |
|--|--------------------------|-------------------------|-------------------------|-------------------------|-------------------------|--|--|---------------------|
| <b>ASSETS:</b>                                     |                          |                         |                         |                         |                         |  |  |                     |
| Cash and equity in pooled cash and investments     | \$ 20,104                | \$ -                    | \$ -                    | \$ -                    | \$ -                    | \$ 13,627  | \$ 1,660,379                                   | \$ 1,694,110        |
| Cash and investments with fiscal agent/third party | -                        | 745,191                 | 2,715,768               | 208,507                 | 2,634,277               | -  | -  | 6,303,743           |
| Receivables-net of allowance for uncollectibles    | -                        | -                       | -                       | -                       | -                       | -  | -  | -                   |
| Accrued interest                                   | -                        | -                       | 46,802                  | -                       | -                       | -  | -  | 46,802              |
| <b>Total assets</b>                                | <b>\$ 20,104</b>         | <b>\$ 745,191</b>       | <b>\$ 2,762,570</b>     | <b>\$ 208,507</b>       | <b>\$ 2,634,277</b>     | <b>\$ 13,627</b>                                     | <b>\$ 1,660,379</b>                            | <b>\$ 8,044,655</b> |
| <b>LIABILITIES AND FUND BALANCES:</b>              |                          |                         |                         |                         |                         |  |  |                     |
| <b>Liabilities:</b>                                |                          |                         |                         |                         |                         |  |  |                     |
| Accounts payable and other accrued expenses        | \$ -                     | \$ -                    | \$ -                    | \$ 750                  | \$ -                    | \$ -   | \$ -   | \$ 750              |
| <b>Total liabilities</b>                           | <b>-</b>                 | <b>-</b>                | <b>-</b>                | <b>750</b>              | <b>-</b>                | <b>-</b>   | <b>-</b>                                       | <b>750</b>          |
| <b>Fund balances:</b>                              |                          |                         |                         |                         |                         |  |  |                     |
| <b>Reserved for:</b>                               |                          |                         |                         |                         |                         |  |  |                     |
| Debt service                                       | -                        | 471,245                 | 2,236,000               | 165,054                 | 2,243,728               | -  | -  | 5,116,027           |
| <b>Unreserved:</b>                                 |                          |                         |                         |                         |                         |  |  |                     |
| Undesignated                                       | 20,104                   | 273,946                 | 526,570                 | 42,703                  | 390,549                 | 13,627   | 1,660,379                                      | 2,927,878           |
| <b>Total fund balances</b>                         | <b>20,104</b>            | <b>745,191</b>          | <b>2,762,570</b>        | <b>207,757</b>          | <b>2,634,277</b>        | <b>13,627</b>  | <b>1,660,379</b>                               | <b>8,043,905</b>    |
| <b>Total liabilities and fund balances</b>         | <b>\$ 20,104</b>         | <b>\$ 745,191</b>       | <b>\$ 2,762,570</b>     | <b>\$ 208,507</b>       | <b>\$ 2,634,277</b>     | <b>\$ 13,627</b>                                     | <b>\$ 1,660,379</b>                            | <b>\$ 8,044,655</b> |

**CITY OF PLANTATION, FLORIDA**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**DEBT SERVICE FUNDS**  
**For the Year Ended September 30, 2009**

|  | 2002<br>Dredging<br>Note | 2002<br>Bond<br>Sinking | 2002<br>Bond<br>Reserve | 2003<br>Bond<br>Sinking | 2003<br>Bond<br>Reserve | 2005<br>Community<br>Redevelopment<br>Agency<br>Note | Community<br>Redevelopment<br>Agency<br>Escrow | Total               |
|--|--------------------------|-------------------------|-------------------------|-------------------------|-------------------------|--|--|---------------------|
| <b>REVENUES:</b>                                     |                          |                         |                         |                         |                         |  |  |                     |
| Income (loss) on investments                         | \$ (525)                 | \$ 2,350                | \$ 132,129              | \$ 586                  | \$ 111,814              | \$ (866)   | \$ 3,980                                       | \$ 249,468          |
| Total revenue  | <u>(525)</u>             | <u>2,350</u>            | <u>132,129</u>          | <u>586</u>              | <u>111,814</u>          | <u>(866)</u>   | <u>3,980</u>                                   | <u>249,468</u>      |
| <b>EXPENDITURES:</b>                                 |                          |                         |                         |                         |                         |  |  |                     |
| Debt service:  |                          |                         |                         |                         |                         |  |  |                     |
| Principal payments                                   | 167,931                  | 4,945,000               | -                       | 1,015,000               | -                       | 68,657   | -  | 6,196,588           |
| Interest and other                                   | 26,193                   | 710,973                 | -                       | 974,243                 | -                       | 59,482   | -  | 1,770,891           |
| Total expenditures                                   | <u>194,124</u>           | <u>5,655,973</u>        | <u>-</u>                | <u>1,989,243</u>        | <u>-</u>                | <u>128,139</u>                                       | <u>-</u>                                       | <u>7,967,479</u>    |
| Excess (deficiency) of revenues<br>over expenditures | (194,649)                | (5,653,623)             | 132,129                 | (1,988,657)             | 111,814                 | (129,005)  | 3,980  | (7,718,011)         |
| <b>OTHER FINANCING SOURCES (USES):</b>               |                          |                         |                         |                         |                         |  |  |                     |
| Transfers in   | 192,000                  | 5,652,870               | -                       | 1,985,511               | -                       | 128,140  | 819,330  | 8,777,851           |
| Transfers out  | -                        | -                       | -                       | -                       | -                       | -  | (423,470)                                      | (423,470)           |
| Total other financing sources                        | <u>192,000</u>           | <u>5,652,870</u>        | <u>-</u>                | <u>1,985,511</u>        | <u>-</u>                | <u>128,140</u>                                       | <u>395,860</u>                                 | <u>8,354,381</u>    |
| Net change in fund balance                           | (2,649)                  | (753)                   | 132,129                 | (3,146)                 | 111,814                 | (865)  | 399,840  | 636,370             |
| FUND BALANCE AT BEGINNING OF YEAR                    | <u>22,753</u>            | <u>745,944</u>          | <u>2,630,441</u>        | <u>210,903</u>          | <u>2,522,463</u>        | <u>14,492</u>  | <u>1,260,539</u>                               | <u>7,407,535</u>    |
| FUND BALANCE AT END OF YEAR                          | <u>\$ 20,104</u>         | <u>\$ 745,191</u>       | <u>\$ 2,762,570</u>     | <u>\$ 207,757</u>       | <u>\$ 2,634,277</u>     | <u>\$ 13,627</u>                                     | <u>\$ 1,660,379</u>                            | <u>\$ 8,043,905</u> |

CITY OF PLANTATION, FLORIDA  
 COMBINING BALANCE SHEET  
 CAPITAL PROJECT FUNDS  
 September 30, 2009

|  | 2002<br>Bond<br>Construction | 2003<br>Bond<br>Construction | Acres IV<br>Construction | Plantation<br>Gateway<br>Construction | Plantation<br>Midtown<br>Development<br>District | Total        |
|--|------------------------------|------------------------------|--------------------------|---------------------------------------|--|--------------|
| <b>ASSETS:</b>                                 |                              |                              |                          |                                       |  |              |
| Cash and equity in pooled cash and investments | \$ 526,759                   | \$ 4,144,197                 | \$ 420,210               | \$ 87,290                             | \$ 10,151  | \$ 5,188,607 |
| Due from other governments                     | -                            | 5,500                        | -                        | -                                     | -  | 5,500        |
| State  | -                            | -                            | -                        | -                                     | -  | -            |
| Total assets                                   | \$ 526,759                   | \$ 4,149,697                 | \$ 420,210               | \$ 87,290                             | \$ 10,151  | \$ 5,194,107 |
| <b>LIABILITIES AND FUND BALANCES:</b>          |                              |                              |                          |                                       |  |              |
| Liabilities:                                   |                              |                              |                          |                                       |  |              |
| Accounts payable and other accrued expenses    | \$ 97,615                    | \$ -                         | \$ -                     | \$ -                                  | \$ 1,419   | \$ 99,034    |
| Deferred revenue                               | -                            | 5,500                        | -                        | -                                     | -  | 5,500        |
| Total liabilities                              | 97,615                       | 5,500                        | -                        | -                                     | 1,419  | 104,534      |
| Fund balances:                                 |                              |                              |                          |                                       |  |              |
| Unreserved:                                    |                              |                              |                          |                                       |  |              |
| Designated for subsequent year's expenditures  | 429,144                      | 2,853,350                    | -                        | -                                     | -  | 3,282,494    |
| Undesignated                                   | -                            | 1,290,847                    | 420,210                  | 87,290                                | 8,732  | 1,807,079    |
| Total fund balances                            | 429,144                      | 4,144,197                    | 420,210                  | 87,290                                | 8,732  | 5,089,573    |
| Total liabilities and fund balances            | \$ 526,759                   | \$ 4,149,697                 | \$ 420,210               | \$ 87,290                             | \$ 10,151  | \$ 5,194,107 |

**CITY OF PLANTATION, FLORIDA**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCE**  
**CAPITAL PROJECT FUNDS**  
**For the Year Ended September 30, 2009**

|   | 2002<br>Bond<br><u>Construction</u> | 2003<br>Bond<br><u>Construction</u> | Acres IV<br><u>Construction</u> | Plantation<br>Gateway<br><u>Construction</u> | Plantation<br>Midtown<br>Development<br>District | <u>Total</u>        |
|---|-------------------------------------|-------------------------------------|---------------------------------|--|--|---------------------|
| <b>REVENUES:</b>  |                                     |                                     |                                 |  |  |                     |
| Intergovernmental   | \$ -                                | \$ 205,000                          | \$ -                            | \$ -   | \$ 104,327                                       | \$ 309,327          |
| Income (loss) on investments  | 32,143                              | (32,353)                            | (8,321)                         | (587)  | (189)  | (9,307)             |
| Miscellaneous   | <u>-</u>                            | <u>-</u>                            | <u>-</u>                        | <u>-</u>                                     | <u>15,000</u>                                    | <u>15,000</u>       |
| Total revenue   | <u>32,143</u>                       | <u>172,647</u>                      | <u>(8,321)</u>                  | <u>(587)</u>                                 | <u>119,138</u>                                   | <u>315,020</u>      |
| <b>EXPENDITURES:</b>  |                                     |                                     |                                 |  |  |                     |
| Current operating:  |                                     |                                     |                                 |  |  |                     |
| Transportation  | -                                   | -                                   | 8,281                           | -  | -  | 8,281               |
| Capital outlay  | <u>537,319</u>                      | <u>27,698</u>                       | <u>5,388</u>                    | <u>17,564</u>                                | <u>187,497</u>                                   | <u>775,466</u>      |
| Total expenditures  | <u>537,319</u>                      | <u>27,698</u>                       | <u>13,669</u>                   | <u>17,564</u>                                | <u>187,497</u>                                   | <u>783,747</u>      |
| Excess (deficiency) of revenues<br>over expenditures                | (505,176)                           | 144,949                             | (21,990)                        | (18,151)                                     | (68,359)   | (468,727)           |
| <b>OTHER FINANCING SOURCES (USES):</b>                              |                                     |                                     |                                 |  |  |                     |
| Transfers in  | -                                   | -                                   | -                               | -  | 64,712   | 64,712              |
| Transfers out   | (1,862,500)                         | -                                   | -                               | -  | -  | (1,862,500)         |
| Proceeds from debt  | <u>-</u>                            | <u>-</u>                            | <u>442,200</u>                  | <u>-</u>                                     | <u>-</u>   | <u>442,200</u>      |
| Total other financing sources (uses)                                | <u>(1,862,500)</u>                  | <u>-</u>                            | <u>442,200</u>                  | <u>-</u>                                     | <u>64,712</u>                                    | <u>(1,355,588)</u>  |
| Net change in fund balance  | (2,367,676)                         | 144,949                             | 420,210                         | (18,151)                                     | (3,647)  | (1,824,315)         |
| <b>FUND BALANCE AT BEGINNING OF YEAR,<br/>AS RESTATED (Note 15)</b> | <u>2,796,820</u>                    | <u>3,999,248</u>                    | <u>-</u>                        | <u>105,441</u>                               | <u>12,379</u>                                    | <u>6,913,888</u>    |
| <b>FUND BALANCE AT END OF YEAR</b>                                  | <u>\$ 429,144</u>                   | <u>\$ 4,144,197</u>                 | <u>\$ 420,210</u>               | <u>\$ 87,290</u>                             | <u>\$ 8,732</u>                                  | <u>\$ 5,089,573</u> |

## **OTHER FINANCIAL INFORMATION**

CITY OF PLANTATION, FLORIDA  
 CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
 SCHEDULE OF CAPITAL ASSETS BY FUNCTION AND ACTIVITY  
 September 30, 2009

|                        | <u>Land</u>          | <u>Buildings</u>     | <u>Improvements<br/>Other Than<br/>Buildings</u> | <u>Infrastructure</u> | <u>Machinery<br/>and<br/>Equipment</u> | <u>Subscriptions<br/>and<br/>Books</u> | <u>Construction<br/>in<br/>Progress</u> | <u>Total</u>          |
|------------------------|----------------------|----------------------|--|-----------------------|--|--|---|-----------------------|
| General Government     | \$ 1,517,797         | \$ 2,936,967         | \$ 1,891,988                                     | \$ 7,558              | \$ 3,575,275                           | \$ -                                   | \$ 2,300,748                            | \$ 12,230,333         |
| Public safety          | 604,371              | 11,904,136           | 4,387,837  | -                     | 21,622,312                             | -                                      | 3,322,747                               | 41,841,403            |
| Transportation         | 1,018,740            | 34,642               | 2,012,380  | 33,401,666            | 1,506,906                              | -                                      | 26,403                                  | 38,000,737            |
| Physical environment   | 2,310,305            | 3,626,294            | 5,427,002  | 443,518               | 3,355,881                              | -                                      | 902,554                                 | 16,065,554            |
| Culture and recreation | 18,657,180           | 9,782,474            | 38,105,174                                       | 11,014                | 3,720,631                              | 1,916,936                              | 589,231                                 | 72,782,640            |
|                        | <u>\$ 24,108,393</u> | <u>\$ 28,284,513</u> | <u>\$ 51,824,381</u>                             | <u>\$ 33,863,756</u>  | <u>\$ 33,781,005</u>                   | <u>\$ 1,916,936</u>                    | <u>\$ 7,141,683</u>                     | <u>\$ 180,920,667</u> |

**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, 2009

|                                      | Capital<br>Assets<br>October 1,<br>2008,<br>as Restated<br>(Note 15) | Additions           | Deletions           | Transfers        | Capital<br>Assets<br>September 30,<br>2009 |
|--------------------------------------|--|---------------------|---------------------|------------------|--|
| Administration                       | \$ 198,883   | \$ 14,821           | \$ -                | \$ -             | \$ 213,704                                 |
| Risk Management                      | 98,922   | -                   | -                   | -                | 98,922                                     |
| City Clerk                           | 45,747   | 78,903              | -                   | -                | 124,650                                    |
| Financial Services                   | 1,682,617  | 232,140             | -                   | 3,803            | 1,918,560                                  |
| Information Technology               | 2,206,877  | 315,225             | (13,011)            | -                | 2,509,091                                  |
| Planning                             | 68,170   | -                   | -                   | -                | 68,170                                     |
| Human Resources                      | 55,021   | -                   | -                   | -                | 55,021                                     |
| Central Services                     | 7,099,276  | -                   | (70,984)            | 50,293           | 7,078,585                                  |
| General Government                   | <u>163,630</u>   | <u>-</u>            | <u>-</u>            | <u>-</u>         | <u>163,630</u>                             |
| General Government                   | <u>11,619,143</u>  | <u>641,089</u>      | <u>(83,995)</u>     | <u>54,096</u>    | <u>12,230,333</u>                          |
| Police                               | 23,731,141   | 3,468,263           | (532,888)           | (392,523)        | 26,273,993                                 |
| Fire                                 | 13,543,786   | 983,467             | (6,896)             | -                | 14,520,357                                 |
| Building                             | 892,204  | 23,998              | (45,056)            | -                | 871,146                                    |
| Engineering                          | <u>175,907</u>   | <u>-</u>            | <u>-</u>            | <u>-</u>         | <u>175,907</u>                             |
| Public safety                        | <u>38,343,038</u>  | <u>4,475,728</u>    | <u>(584,840)</u>    | <u>(392,523)</u> | <u>41,841,403</u>                          |
| Transportation                       | <u>37,977,819</u>  | <u>19,107</u>       | <u>(14,727)</u>     | <u>18,538</u>    | <u>38,000,737</u>                          |
| Plantation Gateway                   | 3,606,587  | 195,432             | -                   | -                | 3,802,019                                  |
| Plantation Midtown                   | 642,876  | 17,564              | -                   | -                | 660,440                                    |
| Stormwater                           | 477,294  | -                   | -                   | -                | 477,294                                    |
| Public Works                         | 5,902,146  | 616,938             | (119,200)           | 292,890          | 6,692,774                                  |
| Resource Recovery                    | 1,657,744  | -                   | -                   | -                | 1,657,744                                  |
| Landscaping                          | 1,178,618  | 59,690              | (34,667)            | 28,497           | 1,232,138                                  |
| Community Redevelopment<br>Agency    | 543,385  | 273,483             | -                   | -                | 816,868                                    |
| Community Development<br>Block Grant | <u>726,277</u>   | <u>-</u>            | <u>-</u>            | <u>-</u>         | <u>726,277</u>                             |
| Physical environment                 | <u>14,734,927</u>  | <u>1,163,107</u>    | <u>(153,867)</u>    | <u>321,387</u>   | <u>16,065,554</u>                          |
| Library                              | 3,097,762  | 55,770              | -                   | -                | 3,153,532                                  |
| Historical Museum                    | 872,005  | 43,588              | -                   | -                | 915,593                                    |
| Parks & Recreation                   | 54,778,571   | 710,588             | (65,352)            | (1,498)          | 55,422,309                                 |
| Central Park                         | <u>13,291,206</u>  | <u>-</u>            | <u>-</u>            | <u>-</u>         | <u>13,291,206</u>                          |
| Culture and recreation               | <u>72,039,544</u>  | <u>809,946</u>      | <u>(65,352)</u>     | <u>(1,498)</u>   | <u>72,782,640</u>                          |
|                                      | <u>\$ 174,714,471</u>  | <u>\$ 7,108,977</u> | <u>\$ (902,781)</u> | <u>\$ -</u>      | <u>\$ 180,920,667</u>                      |

**CITY OF PLANTATION, FLORIDA**  
**SCHEDULE OF INSURANCE COVERAGE**  
September 30, 2009

| Company                              | Policy Number                           | Expiration Date | Coverage   | Deductible                | Premium    | Limits  |
|--------------------------------------|---|-----------------|--|---------------------------|------------|---|
| FL Municipal Self Insurance Fund     | FMIT 482                                | 10/01/09        | Workers Compensation   | \$175,000 SIR             | \$ 297,979 | \$5,000,000   |
| FL Municipal Self Insurance Fund     | FMIT 482                                | 10/01/09        | General Liability including Law Enforcement Professional Liability, Errors & Omissions & EMS Professional Liability                              | \$ 200,000 SIR            | \$ 151,293 | \$5,000,000   |
| FL Municipal Self Insurance Fund     | FMIT 482                                | 10/01/09        | Automobile Liability   | \$ 200,000 SIR            | \$ 182,435 | \$5,000,000   |
| FL Municipal Self Insurance Fund     | FMIT 482                                | 10/01/09        | Real & Personal Property<br>Includes Computer Equipment  | \$ 100,000 SIR            | \$ 564,530 | \$100,000,000   |
| Fidelity and Deposit Co. of Maryland | CPP141072314                            | 04/01/10        | Public Employee Blanket Bond<br>Loss Inside Premises<br>Loss Outside Premises<br>Excess Coverage on Controller                                   | \$1,000<br>\$250<br>\$250 | \$ 5,219   | \$50,000<br>\$5,000<br>\$5,000<br>\$50,000            |
| Hartford Steam Boiler Insurance      | FBP9426796                              | 01/01/10        | Boiler & Machinery   | \$5,000                   | \$ 29,169  | \$10,000,000  |
| Hartford Accident & Indemnity        | ETB12506-6                              | 01/01/11        | Accidental Death & Dismemberment/<br>Volunteer Fire & Police<br>Unlawful & Intentional Death<br>Fresh Pursuit Death<br>Death in the Line of Duty |                           | \$ 28,578  | \$179,083<br>\$59,694<br>\$59,694                     |
| Commerce & Industry Insurance Co.    | FPL7509888#7                            | 04/01/10        | Third Party Pollution Liability<br>Schedule Tanks  | \$25,000                  | \$ 15,089  | \$ 1,000,000 each incident<br>\$ 10,000,000 aggregate |
| Travelers Insurance Company          | Multiple Policies<br>Property Locations | 09/20/10        | Flood<br>Buildings - Rated per Location<br>Contents - Rated per Location   | \$ 500 per location       | \$ 56,578  | \$ 500,000 max per location                           |
| Travelers Insurance Company          | 023FF103001118BCM                       | 09/10/10        | Pension Trust Liability Insurance  | \$10,000                  | \$ 24,504  | \$2,000,000   |
| Travelers Insurance Company          | 103088609-ERISA                         | 07/01/10        | ERISA Bond   | \$1,000                   | \$ 118     | \$50,000  |
| Zurich Commercial Insurance          | POB7571165                              | 04/01/10        | Public Officials Bond (Treasurer)  | -                         | \$ 101     | \$10,000  |



KEEFE, McCULLOUGH & CO., LLP  
CERTIFIED PUBLIC ACCOUNTANTS

JOHN R. KEEFE, C.P.A.  
STEVEN H. WOODS, C.P.A.  
DAVID T. WILLIAMS, C.P.A.  
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PAUL B. SNEIDER, C.P.A. (RETIRED)  
BRIAN D. PINNELL, C.P.A. (RETIRED)

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

ROSS S. GOTTHOFFER, C.P.A.

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, 2009. The City's major Federal program and state project 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 grants 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, 2009.

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 and to test and report on internal control over compliance in accordance with OMB Circular A-133 and Chapter 10.550, Rules of the Auditor General, 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 deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct noncompliance with a type of compliance requirement of a Federal program or a state project on a timely basis. A material weakness in internal control over compliance, is a deficiency or combination of deficiencies in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program or state project will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, 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, 2009, and have issued our report thereon dated May 19, 2010, which contained unqualified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements as a whole. 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 is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements 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.

*Keeffe, McCullough & Co., LLP*  
KEEFE, McCULLOUGH & CO., LLP

Fort Lauderdale, Florida  
May 19, 2010



**KEEFE, McCULLOUGH & CO., LLP**  
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FAX: (954) 938-9353  
E-MAIL: [kmc@kmc CPA.com](mailto:kmc@kmc CPA.com)

**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, 2009, and have issued our report thereon dated May 19, 2010.

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 May 19, 2010, 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 Summary Schedule of Prior Audit Findings on pages 13 and 14.

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 B.

City of Plantation, Florida

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

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 have an inconsequential effect on financial statements, considering both quantitative and qualitative factors: (1) violations of provisions of contracts or grant agreements, fraud, illegal acts, or abuse and (2) control deficiencies that are not significant deficiencies. 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, 2009, 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, 2009. 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  
May 19, 2010

**CITY OF PLANTATION, FLORIDA**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**AND STATE FINANCIAL ASSISTANCE**  
For the Year Ended September 30, 2009

| Federal/State Agency,<br>Pass-through Entity<br>Federal Program/State Project  | CFDA<br>CSFA<br>Number | Contract/Grant Number                  | Expenditures          | Transfers to<br>Subrecipients |
|--|------------------------|--|-----------------------|-------------------------------|
| <b>FEDERAL AGENCY NAME:</b>  |                        |  |                       |                               |
| <b>Direct Programs:</b>  |                        |  |                       |                               |
| United States Department of Housing and<br>Urban Development -<br>Community Development Block<br>Grants/Entitlement Grants   | *14.218<br>*14.218     | B-07-MC-12-0037<br>B08-MN-12-0023      | \$ 675,617<br>406,533 | \$ -<br>-                     |
| United States Department of Justice -<br>Public Safety Partnership and<br>Community Policing Grants  | 16.710                 | 2008-CK-WX-0103                        | 261,136               | -                             |
| Bulletproof Vest Partnership Program   | 16.607                 | 2007BUBX07039402                       | 11,141                | -                             |
| <b>Indirect Programs:</b>  |                        |  |                       |                               |
| United States Department of Homeland<br>Security - Development -<br>Passed through Florida Department of<br>Community Affairs<br>Disaster Grants - Public Assistance   | 97.036                 | 1609-DR-FL                             | 579,329               | -                             |
| United States Department of Housing and<br>Urban Development -<br>Passed through Florida Department of<br>Community Affairs<br>Passed through Broward County<br>Community Development Block Grants/<br>State's Program | 14.228                 | 2005 CDBG Disaster Recovery Initiative | 13,348                | -                             |

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

(continued)

For the Year Ended September 30, 2009

| Federal/State Agency,<br>Pass-through Entity<br>Federal Program/State Project   | CFDA<br>CSFA<br>Number | Contract/Grant Number | Expenditures        | Transfers to<br>Subrecipients |
|---|------------------------|-----------------------|---------------------|-------------------------------|
| United States Department of Transportation -<br>Passed through Florida Department of<br>Transportation<br>Highway Planning and Construction | 20.205                 | ANY 84                | 196,873             | -                             |
| Passed through Florida Department of<br>Environmental Protection<br>Recreational Trails Program   | 20.219                 | T2704                 | <u>65,820</u>       | <u>-</u>                      |
| Total Federal Awards  |                        |                       | <u>\$ 2,209,797</u> | <u>\$ -</u>                   |
| <b>STATE AGENCY NAME</b>  |                        |                       |                     |                               |
| <b>Direct Project:</b>  |                        |                       |                     |                               |
| Florida Housing Finance Corporation -<br>State Housing Initiatives<br>Partnership Program   | *52.901                | -                     | \$ 717,318          | \$ -                          |
| State of Florida Department of<br>Transportation -<br>Florida Highway Beautification<br>Council Grant                                       | 55.003                 | AP214                 | 1,160               | -                             |
| Park and Ride Lot Program   | 55.011                 | AOJ18                 | 104,327             | -                             |
| State Highway Project Reimbursement   | 55.023                 | APE-23                | 45,000              | -                             |

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

(continued)

For the Year Ended September 30, 2009

| Federal/State Agency,<br>Pass-through Entity<br>Federal Program/State Project  | CFDA<br>CSFA<br>Number | Contract/Grant Number | Expenditures      | Transfers to<br>Subrecipients |
|--|------------------------|-----------------------|-------------------|-------------------------------|
| Passed through South Florida<br>Regional Planning Council<br>Public Transit Service<br>Development Program           | 55.012                 | 42045019401           | 219               | -                             |
| State of Florida Department of<br>Environmental Protection -<br>Florida Recreation Development<br>Assistance Program | 37.017<br>37.017       | A8076<br>F07144       | 5,500<br>95,950   | -<br>-                        |
| State of Florida Department of Law<br>Enforcement -<br>Laundrying Investigations -<br>Matching Funds                 | 71.005                 | -                     | 15,639            | -                             |
| Total State Agency   |                        |                       | <u>985,113</u>    | <u>-</u>                      |
| Total Expenditures of State<br>Financial Assistance  |                        |                       | <u>\$ 985,113</u> | <u>\$ -</u>                   |

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

CITY OF PLANTATION, FLORIDA  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 FEDERAL PROGRAMS AND STATE PROJECTS  
 For the Year Ended September 30, 2009

**A. SUMMARY OF AUDITORS' RESULTS**

1. The auditors' report expresses an unqualified opinion on the basic financial statements.
2. The material weakness 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 2009-19, 2009-3 and 2009-3, and are discussed in Part B.
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 program and state project 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 program and state project for City of Plantation, Florida expresses an unqualified opinion.
6. No audit findings relative to the major federal program or state project for City of Plantation, Florida are reported in Part C of this schedule.
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<br>Housing and Development -<br>Community Development Block Grants/<br>Entitlement Grants | 14.218                  |
| <br>  |                         |
| <b>State Project</b>  | <b>State CSFA No.</b>   |
| Florida Housing Finance Corporation -<br>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 determined to be a low-risk auditee pursuant to OMB Circular A-133.