

CITY OF PEMBROKE PINES, FLORIDA

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December 4, 1998

To the Citizens of Pembroke Pines, Florida:

The comprehensive annual financial report of the City of Pembroke Pines (the City) for the fiscal year ended September 30, 1998 is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly, in all material respects, the financial position and results of operations of the various funds and account groups of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical, and compliance reports. The introductory section includes the table of contents, this transmittal letter, the certificate of achievement for excellence in financial reporting, the City's organizational chart and a list of principal officials. The financial section includes the general purpose financial statements and the combining, individual fund and account group financial statements and schedules as well as the auditor's report on the financial statements and the schedules. The statistical section includes selected financial, economic and demographic information, generally presented on a multi-year basis.

The City is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996, the U. S. Office of Management and Budget Circular A-133 and the American Institute of Certified Public Accountants audit guide for Audits of State and Local Governmental Units. Information related to this single audit, including the schedule of expenditures of federal awards, findings and recommendations, and the auditor's reports on internal control and compliance with applicable laws and regulations is included in this report.

This report includes all organizations, funds and account groups for which the City is financially accountable. The City provides the full range of municipal services contemplated by statute or charter. This includes police and fire, recreation, water, sewer, community activities, public improvements, growth management, pension plans and general administrative services. In addition, the City contracts sanitation services for residential homes.

ECONOMIC CONDITIONS AND OUTLOOK

A recent national survey found that Pembroke Pines is the 3rd fastest growing city in the United States. It is also the 10th largest city in Florida. Pembroke Pines is located in Broward County, which is one of Florida's fastest growing counties in terms of population and industrial markets. Florida ranks as the fourth most populous State in the Country.

The City's positioning for progress is doubly ensured. First, its geographic location, surrounded by the affluent Tri-County market of Miami-Dade, Broward and Palm Beach, opens up an area that has a population of 5.4 million and retail sales of \$56 billion projected for 1998. Furthermore, it has access to a superb transportation system, including the new superhighways connecting the Fort Lauderdale/Hollywood International Airport, and the increasingly expanding Port Everglades, the deepest seaport between Norfolk and New Orleans.

Essential to its progress is the City's pro-business attitude; it has an open door policy with the private sector, working with business on a daily basis. The Growth Management department, strict zoning regulations, and a balanced land use plan provide for the orderly development of industrial, commercial, residential and recreational development.

The City's average unemployment rate during the fiscal year in contrast to the other levels of government is shown below:

City of Pembroke Pines	3.1%
Broward County	4.8%
State of Florida	4.5%
United States	4.6%

Ad valorem property values, including new construction, have increased 30.0% over the past two years. The financial impact of these events is presented later in this letter. Based on current projections, this trend is expected to continue through the end of the century. While having a positive impact, this growth also presents significant challenges for the City.

MAJOR INITIATIVES

For the Year: The City opened the first city-operated charter school in the State of Florida in August 1998. The school is housed on two separate campuses. The west campus at 1680 SW 184th Avenue provides classrooms for 500 students, kindergarten–fifth grades. The east campus at 10801 Pembroke Road provides classroom space for 250 children in kindergarten–second grade. The east campus will become a full elementary school by adding the remaining three grades, 3-5, in the next school year. Students from the Broward County community are eligible to attend the school and are accepted on a first come-first serve basis. If the number of applicants exceeds the number of available positions, the students are then chosen through a random lottery. The charter school offers the small school concept with small class size, 25:1 student-teacher ratio. It is a high technology school with emphasis on reading, mathematics, character education and parental involvement. Transportation is provided to the school for students who live within the radius of greater than two miles, but less than three and one-half miles, from either site. The school receives State education funds for the operation of the school.

The City is continuing its construction and renovation of major recreation parks. The City Commission approved the foundation of this ambitious program aimed at significantly increasing and upgrading the parks available to the public. The program involves a cost of approximately \$27,349,000. Some of the funds will be borrowed and the costs will be amortized over eighteen years. Remaining funds will be generated through ad valorem taxed at a rate of .4041 mills, which began in fiscal year 1996-97.

Major City utility projects currently under construction include:

- Water Treatment Plant Expansion Phase II, which includes a state of the art treatment process, new control building complete with computerized control systems and new filter banks.
- The reconstruction of Douglas Road replacing all utility infrastructure that has reached the end of its service life with new piping systems.
- The continuation of the inflow and infiltration project providing for the total refurbishment of existing sanitary sewer lines in areas north of Johnson Street, east of University Drive.

In addition to projects under construction, the Utility Division is in the design stage for:

- The Effluent System Upgrade at the Wastewater Plant.
- The replacement of aged water mains within the Pines Village subdivision.
- The water and sewer infrastructure supporting the proposed Academic Village at N.W. 172nd Avenue and Sheridan Street.
- The total replacement of the force main piping system within the Hollybrook community.

The Utilities Division continues to manage the engineering and construction of several million dollars of private water and sewer utility development. It ensures compliance with City Utility Standards, maintaining pace with the continued growth within the City, providing its citizenry with safe, reliable potable water and the treatment of wastewater in an environmentally sound manner.

For the Future: In 1998, the City's Building Department issued 9,268 permits, testimony that underscores the City's desire to attract new business because the creation of jobs produces a positive economic ripple throughout the City.

The City takes an active part in attracting businesses to the area by presenting its many favorable aspects with direct mailers, advertisements in national and international business magazines and the production of its own four color magazine. As a result of these efforts, the City has attracted five manufacturers creating over 800 jobs to its industrial park. These businesses, and others will provide a new source of jobs to both existing and new residents.

Maintenance and expansion of the community's general infrastructure (such as roads, and sidewalks) remain a major concern of the City. To address this concern, the City has developed a five year capital improvement plan that provides a framework for the development and maintenance of infrastructure to meet current and future needs. This plan also calls for new and systematic replacement of vehicles and other equipment. Infrastructure needs like roads, recreational facilities, and water and sewer improvements are carefully considered and planned years before their construction.

Significant Local Economic Events: The Pembroke Pines Professional Campus in Silver Lakes will accommodate an additional 116,000 square feet of mixed use development. It is currently under construction. The Hampton Inn was completed with 105 rooms, a 5 story upscale hotel. Coming soon is the proposed Miami Herald office building, 3 stories and approximately 47,000 square feet. The Chapel Trail Corporate Park located in Pembroke Pines has four major tenants: Linder Industrial Machinery Company, Gator Freightways, Cintas Corporation and William Scotsman, with a combined square footage of 126,000+ and 275+ employees.

A 56,000 square foot office/warehouse facility was built in the Chapel Trail Corporate Park featuring lease space from 1,500 square feet per business and higher. All bays are rented to 25 businesses. An additional 50,000 square foot office warehouse facility is being built to accommodate more new businesses to the Chapel Trail Corporate Park.

Williams Scotsman has located their mobile-office distribution center in the Park and will serve the tri-county area with their upscale rental offices.

Two new tenants have moved into the 400+ acre Bergeron Corporate Industrial Park and a third is in negotiation to purchase property. Additionally, a new 20,000 square foot U.S. Postal Facility will be built in the park and will serve as a magnet to attract other tenants who rely heavily on the postal service for their product distribution. The Park is zoned for M-1, M-2, M-3 and M-4 industrial classifications. RSC, Corp. is located on 3.4 acres in M-2.

In addition, MagniTech, the world's largest manufacturer of reading glasses (owned by American Greetings Company), which employs 520+, is located in a 88,000 square foot building in Pembroke Pines.

There was 306,376 square feet of new commercial businesses added to the City during the past 12 months.

Department Focus: Each year the City selects a department to highlight its service efforts and accomplishments. In 1998, the Fire Department has been selected for review.

An ISO Class One Department – The year 1998 proved to be a memorable year for the Pembroke Pines Fire/Rescue Department as they stepped up and took the Department to the next level. Listed herein are just a few of the accomplishments.

- On January 1, 1998, the Fire Department officially received a Class One ISO rating. There are forty-four thousand Fire Departments rated by ISO throughout the Country and only twenty-four of them received the top rating of Class One. Additionally, the Pembroke Pines Fire/Rescue Department stands alone in Broward County as one of only four to achieve this honor in the entire State of Florida. Savings on insurance premiums will be realized to City homeowners and businesses.

- The Citizens' Fire Academy is an ongoing community educational program, offering classes to train and offer hands-on exercises to City residents, thereby generating public awareness on the responsibilities of a Firefighter.
- The new Fire Prevention Safety Trailer teaches children about home fires and provides emergency escape training.
- A new 105' Ladder Truck is fully equipped with the latest fire fighting equipment. This truck will serve the City for many years to come and continue adding credit to the ISO schedule.
- The City received a new 1998 Medic Master Freightliner Ambulance to augment the Advanced Cardiac Life Support System.
- A new Computer Assisted Dispatch System (CAD) is under construction with laptop computers in every vehicle which allows us to instantly transmit vital information to our personnel. It is fast, informative and efficient.
- The City commenced a brand new non-emergency transport service as an additional benefit to the City's residents offering them the confidence that they are covered at all times.

These are just some of the great strides the Pembroke Pines Fire/Rescue Department is making in one of the fastest growing cities in the United States. Our goal is to meet the demands for service and offer the highest level of care. Through the efforts of our professional staff, we are able to meet the challenges of our community.

FINANCIAL INFORMATION

Management of the City is responsible for establishing and maintaining a system of internal control designed to ensure that the assets of the City are protected from loss, theft or misuse. Furthermore, management insures that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. Internal accounting controls are designed to provide reasonable but not absolute assurance regarding the safeguarding of assets against unauthorized use or disposition. The controls are also intended to provide assurance as to the reliability of financial records for preparing financial statements and accountability for assets. The concept of reasonable assurance recognizes that, (1) the cost of a control should not exceed the benefits likely to be derived, and (2) the valuation of costs and benefits requires estimates and judgments by management.

Single Audit: As a recipient of federal financial assistance, the City is also responsible for ensuring that an adequate system of internal control is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control is subject to periodic evaluation by management.

As a part of the City's single audit described earlier, tests are made to determine the adequacy of the internal control, including that portion related to federal financial assistance programs, as well as to determine that the City has complied with, applicable laws and regulations. The City's single audit for the fiscal year ended September 30, 1998 revealed no instances of material weaknesses in the internal control or significant violations of applicable laws and regulations.

Budgeting Controls: In addition, the City maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budgets approved by the City Commission. Activities of the General Fund, Road & Bridge Fund, the Community Development Block Grant, the ADA/Paratransit Program, and Debt Service Fund, are included in the annual appropriated budget. Project length financial plans are adopted for the Capital

Projects Fund. The State Housing Initiative Partnership Grant, and the Law Enforcement Grants (special revenue Funds) are not subject to the budgetary process since the grant periods do not coincide with the City's fiscal year and they are regulated by the grant covenants. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by department within an individual fund. The City also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts for operating expenditures lapse at year end. However, encumbrances for capital expenditures generally are re-appropriated as part of the following year's budget.

As demonstrated by the statements and schedules included in the financial section of this report, the City continues to meet its responsibility for sound financial management.

General Government Functions: Revenues and other financing sources for general governmental functions, consisting of the General Fund, Special Revenue, Debt Service, Capital Projects, and Expendable Trust Funds, totaled \$114,338,331 in the fiscal year ending September 30, 1998 an increase of \$42,267,523 over 1997. Taxes represent the biggest source of revenue, which include ad valorem, franchise and utility service taxes. The increase in tax revenues of 9.7% resulted from a 13.3% increase in taxable values combined with higher revenues generated by the various utility companies on which franchise and public service taxes are collected. The increase in licenses and permits of 9.3% is due to the increase of residential and commercial construction in the City. The increase of 12.9% in intergovernmental revenues is mainly due to an increase in State shared revenues. The increase in charges for services is due to an increase in ambulance and administrative fees. The increase in debt proceeds was due to the issuance of the Certificate of Indebtedness, Series 1997 and the Public Improvement Revenue Bonds, Series 1998. The decrease in fines and forfeitures was due to non-recurring forfeitures. The increase in Other was due to contributions and park dedications of a non-recurring nature.

The Governmental and Expendable Trust Fund revenues from various sources and the amount and percentage of increases and decreases in relation to the prior year are shown in the following tabulation:

<u>Revenues</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) from 1997</u>	<u>Percentage of Increase (Decrease)</u>
Taxes	\$34,445,982	30.1%	\$3,337,984	9.7 %
Licenses and permits	9,811,982	8.6	908,495	9.3
Special assessments	11,226,489	9.8	209,950	1.9
Intergovernmental	10,094,642	8.8	1,301,335	12.9
Charges for services	8,616,379	7.5	654,738	7.6
Fines and forfeitures	839,129	.7	(425,766)	(50.7)
Investment income	2,154,498	1.9	224,671	10.4
Debt Proceeds	34,055,000	29.8	34,055,000	100.0
Other	<u>3,094,230</u>	<u>2.7</u>	<u>2,001,861</u>	<u>64.7</u>
Total	<u>\$114,338,331</u>	<u>100.0%</u>	<u>\$42,267,523</u>	<u>37.0</u>

Assessed taxable values totaling \$3,953.0 million represented an increase of 12.8% over the preceding year. New construction and stable market values are the main reason for the increase.

Current tax collections were 96.1% of the tax levy, which was approximately the same as the 95.8% from last year. The ratio of total collections (current and delinquent), to the current tax levy was 96.1% as compared to 96.3% during the prior year. All property taxes levied have been used in funding the operations of the General Fund and a 0.4041 for park improvement in the Municipal Construction Fund. The millage for the past five years is as follows:

<u>Fiscal Year Ending September 30th</u>	<u>Millage Rate</u>
1994	4.0882
1995	4.0882
1996	4.0882
1997	3.9034
1998	3.9034

Expenditures for general governmental purposes totaled \$101,898,084, including expendable trust funds. This represents an increase of \$21,730,727 or 21.3% as compared to 1997. Increases and decreases in levels of expenditures for major functions of the City over the preceding year are shown in the following tabulation:

<u>Expenditures</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) from 1996</u>	<u>Percentage of Increase (Decrease)</u>
General government	\$12,189,634	12.0 %	\$2,742,777	22.5 %
Public safety	33,707,298	33.1	2,183,358	6.5
Physical environment	1,767,473	1.7	(115,805)	(6.6)
Transportation	1,811,673	1.8	(143,833)	(7.9)
Economic development	1,258,670	1.2	83,481	6.6
Human services	1,365,256	1.3	912,331	66.8
Culture / Recreation	7,983,387	7.8	1,129,967	14.2
Conservation and Resource Management	1,390	0.0	0.0	0.0
Capital outlay	29,940,878	29.4	11,358,653	38.0
Debt service	<u>11,872,425</u>	<u>11.7</u>	<u>3,579,798</u>	<u>30.2</u>
Total	<u>\$101,898,084</u>	<u>100.0%</u>	<u>\$21,730,727</u>	<u>21.3</u>

The increase in General government was due to Senior Housing Rental and the Department of Education expenditures in the General Fund. The increase in debt service is mainly due to the increase in principal payments on the \$15,200,000 Public Service Tax Refunding Revenue Bonds, Series 1993 payments. The increase in Human Services was mainly due to additional grants received. The increase in Capital Outlay was due to construction projects related to Charter Schools and Parks.

General Fund: The fund balance of the General Fund increased by \$1,603,273 as a result of the collection of unanticipated revenues. This fund provides stability in the tax rates by using the accumulated reserves to fund unusual decreases in projected revenues.

Special Revenue Funds: These funds account for certain revenue sources, primarily State Revenue Sharing as well as program grants and special assessments. The major activities reported for the current year were for the Road and Bridge Fund, State Housing Initiative Program, Community Development Block Grant, Law Enforcement Grants, ADA/Paratransit Program and the Federal Older Americans Act Fund. Revenues from these activities in 1998 totaled \$5,399,456.

Capital Projects Fund: The Municipal Construction Fund, which is classified as a Capital Projects Fund, was established for the purpose of setting aside funds to be used in various park renovations and other general purpose municipal improvements. A summary of the activity in the fund during the past three years is as follows:

	<u>Fiscal Year Ended September 30,</u>		
	<u>1998</u>	<u>1997</u>	<u>1996</u>
Fund Balance (Deficit) - Beginning of year	\$(5,510,204)	5,263,316	\$2,320,729
Revenues and Transfers In:			
Taxes	2,064,353	2,049,137	229,588
Licenses and Permits	543,302	504,691	427,073
Special Assessments		304,576	
Intergovernmental			12,496
Investment Income	92,107	258,692	541,280
Other	1,014,142	369,649	1,075,168
Debt Proceeds	<u>31,566,850</u>		<u>8,586,413</u>
Total revenues and transfers in	<u>35,280,754</u>	<u>3,486,745</u>	<u>10,872,018</u>
Expenditures and transfers out:			
General Government	14,244,954	212,120	232,730
Parks & Recreation	12,248,247	7,194,395	2,931,286
Economic Development			3,456,662
Public Safety			1,056,389
Housing		6,853,750	
Funding to School Board			
Human Services			<u>252,364</u>
Total expenditures and transfers out	<u>26,493,430</u>	<u>14,260,265</u>	<u>7,929,431</u>
Excess of revenues over <under> Expenditure	<u>8,787,324</u>	<u>(10,773,520)</u>	<u>2,942,587</u>
Fund balance (Deficit) - End of year	<u>\$3,277,120</u>	<u>(\$5,510,204)</u>	<u>\$5,263,316</u>

Special Assessments: In accordance with GASB Statement No. 6, all special assessments are reported in the fund which best reflects the nature of the transaction. The special assessments related to streets and sidewalks are accounted for in the Road and Bridge Fund (a special revenue fund). The street and sidewalks debt service payments and corresponding revenues are accounted for in the Debt Service Fund.

Enterprise Funds: The City maintains an enterprise fund for the City's Water and Sewer. This self sustaining fund provides services to our residents. Revenue, expenses, net income, and retained earnings for the year ended September 30, 1998 are:

	Retained Earnings (Deficit) <u>10/1/97</u>	Operating Revenues <u>Revenues</u>	Operating Expenses <u>Expenses</u>	Non-Operating Revenues (Expenses) <u>(Expenses)</u>	Net Income (Loss) <u>(Loss)</u>	Residual Equity Transfer <u>Transfer</u>	Retained Earnings (Deficit) <u>9/30/98</u>
Water and Sewer	\$22,726,216	\$18,359,617	\$18,117,856	\$2,980,489	\$3,222,250	\$ --	\$25,948,466
W.C.Y. Resource Center	(2,654,456)	924,167	1,356,833	(1,449)	(434,115)	3,088,571	

Internal Service Fund: The City maintains an internal service fund for Public Insurance. This self sustaining fund provides service to City departments. Revenue, expenses, net income, and retained earnings for the year ended September 30, 1998 are:

	Retained Earnings <u>10/1/97</u>	Operating Revenues <u>Revenues</u>	Operating Expenses <u>Expenses</u>	Non-Operating Revenues (Expenses) <u>(Expenses)</u>	Net Income (Loss) <u>(Loss)</u>	Retained Earnings <u>9/30/98</u>
Public Insurance	\$4,338,354	\$2,236,647	\$3,146,345	\$428,094	\$(481,604)	\$3,856,750

Fiduciary Funds: The City maintains two pension trust funds, two expendable trust funds and two agency funds. The General Employees Pension Plan is 93.33% funded as of October 1, 1997 and the Fire and Police Pension Trust Fund is 91.8% funded as of October 1, 1997. The City's Law Enforcement Trust Fund receives funds from the Broward County Court House for traffic tickets issued and confiscated properties awarded by the court. These funds are restricted for special purposes.

Debt Administration: Overlapping debt is that portion of the total Broward County General Obligation Debt allocated to Pembroke Pines residents for purposes of ascertaining the total debt each resident is responsible for paying. At September 30, 1998, the total overlapping debt applicable to the City was \$38,725,043 or \$648.50 per resident. It should be noted that the City has no general obligation indebtedness of its own.

The Series 1962 and 1972 Revenue Bonds were defeased in June 1983. This increased the ratings from Baa to Aaa. The Consolidated Utility System Revenue Bonds were defeased on July 3, 1997.

<u>Defeased Bonds</u>	<u>Maturing Rating</u>	<u>Through</u>	<u>Outstanding September 30, 1998</u>
Water and Sewer Revenue Bonds, Series 1962	Aaa (4)	9/01/2002	\$1,505,000
Water and Sewer Revenue Bonds, Series 1972	Aaa (4)	9/01/2005	755,000
Consolidated Utility System Revenue Bonds, Series 1992	AAA (4)	9/01/2017	25,580,000
Defeased Bonds Outstanding			<u>\$27,840,000</u>

The outstanding bonded debt as of September 30, 1998 is as follows:

	<u>Purpose</u>	<u>Rating</u>	<u>Maturing Through</u>	<u>Outstanding September 30, 1998</u>
Occupational License Tax Revenue Certificate, dated November 30, 1989	Construction of new Police Station	Non-Rated	5/31/1999	\$495,870
Public Improvement Refunding Revenue Bonds, Series 1992	Defeasement Series 1985 Bonds	AAA(2)	12/01/2002	2,210,000
Public Improvement Revenue Bonds, Series 1993	Defeasement Series 1986 Bonds	Aaa(2)	10/01/2002	13,005,000
Capital Improvement Revenue Bonds, Series 1993	Construction of Senior Center	AAA(2) Aaa(3)	12/01/2023	7,360,000
Special Assessment School Improvement Bonds, Series 1995	Funding to School Board	Baa1 (1)	11/01/2005	10,715,000
Special Assessment Improvement Bonds, Series 1990	Construction of Public Roadway and Intersection	Non-Rated	11/15/2001	3,043,841

Outstanding bonded debt as of September 30, 1998 (Continued)

	<u>Purpose</u>	<u>Rating</u>	<u>Maturing Through</u>	<u>Outstanding September 30, 1998</u>
Pines Boulevard Landscape Special Assessment Improvement Bonds, Series 1991	Construction of Landscape and Related Road Improvements	Non-Rated	5/15/2001	402,493
Sheridan Street Special Assessment Improvement Bonds, Series 1991	Construction of Sheridan Street	Non-Rated	5/15/2001	248,495
Capital Improvement Revenue Bonds, Series 1995	Construction of Senior Rental Housing	Aaa(2) AAA(3)	10/01/2025	10,240,000
Certificate of Indebtedness Series 1997	Community Center Project	Non-Rated	12/15/07	10,000,000
Public Improvement Revenue Bonds Series 1998	Construction of Charter High School & Academic Village	Aaa(1)	10/01/2022	24,055,000
Total Outstanding Bonded Debt				<u>\$81,775,699</u>

- (1) These issues were not insured and were rated by Moody's Investors Service.
- (2) These issues were insured with AMBAC and were rated by Standard & Poor and/or Moody's Investors Service.
- (3) These issues were insured with the Financial Guaranty Insurance Company and were rated by Standard & Poor and Moody's.
- (4) Once these bonds were defeased, they were rated AAA and Aaa by Standard & Poor and Moody's Investors Service respectively.

Cash Management: The average investment balance administered by the State Board of Administration during fiscal year 1997-98 was \$76,335,804, generating \$4,262,857 in interest income at an annual rate of return of 5.58%. The balance administered by the Florida League of Cities was \$10,260,349, generating \$615,498 in interest income at an annual rate of return of 12.06%. This account was opened on April 1, 1998. The total average investment balance was \$81,534,948 and \$93,191,384 for the fiscal year 1997-98 and 1996-97 respectively. The investment income for the same periods were \$4,878,355 and \$5,111,260 respectively. The overall rates of return were 5.98% and 5.48% respectively.

Our efforts have not only been concentrated in getting the highest rate of return, but also in maximizing the amount of funds invested. With this in mind, we have incorporated the following policies:

- (1) Daily deposits are made into money market accounts which earned interest of \$44,309 during the fiscal year ended September 30, 1998 at a rate of return of 3.12%.
- (2) The interest bearing checking account is maintained on an imprest basis, whereby deposits are made on Mondays for the exact amount of checks released the previous Friday. The average bank balance of the checking account was \$1,706,888 which generated \$28,276 in interest income at an average yield of 1.65%.

Self Insurance Program: The City's self insurance program is funded in the Public Insurance Fund (an Internal Service Fund). Self Insured Retention (SIR) applies to each specific coverage as follows:

<u>Coverage</u>	<u>Self Insurance Retention Per Occurrence</u>	<u>Insured</u>
General/Auto Liability	\$150,000	\$ 850,000
Property	25,000	95,645,806
Fidelity Bond	25,000	75,000
Workers Compensation	200,000	Statutory (unlimited)

Prospects for the Future: The City's future looks very promising. We are the third fastest growing community in the United States. This growth has been the result of our continued efforts to offer quality service to the citizens and our well laid plans to meet future infrastructure needs. The population through 1998 is the following:

1996	-	94,000
1997	-	116,000
1998	-	121,000

OTHER INFORMATION

Independent Audit: State statutes require an annual audit by independent certified public accountants. The accounting firm of Rachlin Cohen & Holtz was selected by the City Commission. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the federal Single Audit Act and related OMB Circular A-133. The auditor's report on the general purpose financial statements and combining, individual fund and account group statements and schedules is included in the financial section of this report.

Awards: The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its comprehensive annual financial report (CAFR) for the fiscal year ended September 30, 1997. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The City of Pembroke Pines has received a Certificate of Achievement for eleven consecutive fiscal years. We believe that our current

report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to the GFOA.

Acknowledgements: The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the Finance Department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report. Special recognition is given to the firm of Rachlin Cohen & Holtz, Certified Public Accountants for their assistance and professionalism.

In closing, without the leadership and support of the Mayor and City Commissioners, preparation of this report would not have been possible.

Sincerely,

Charles F. Dodge
City Manager

René González
Finance Director

City of Pembroke Pines, Florida

Commission-Manager form of Government

City Commission:

Alex G. Fekete, Mayor

Ben Fiorendino, Vice-Mayor

William B. Armstrong, Commissioner

Frank C. Ortis, Commissioner

Katherine "Miller" Thibault, Commissioner

City Manager:

Charles F. Dodge

Director of Finance:

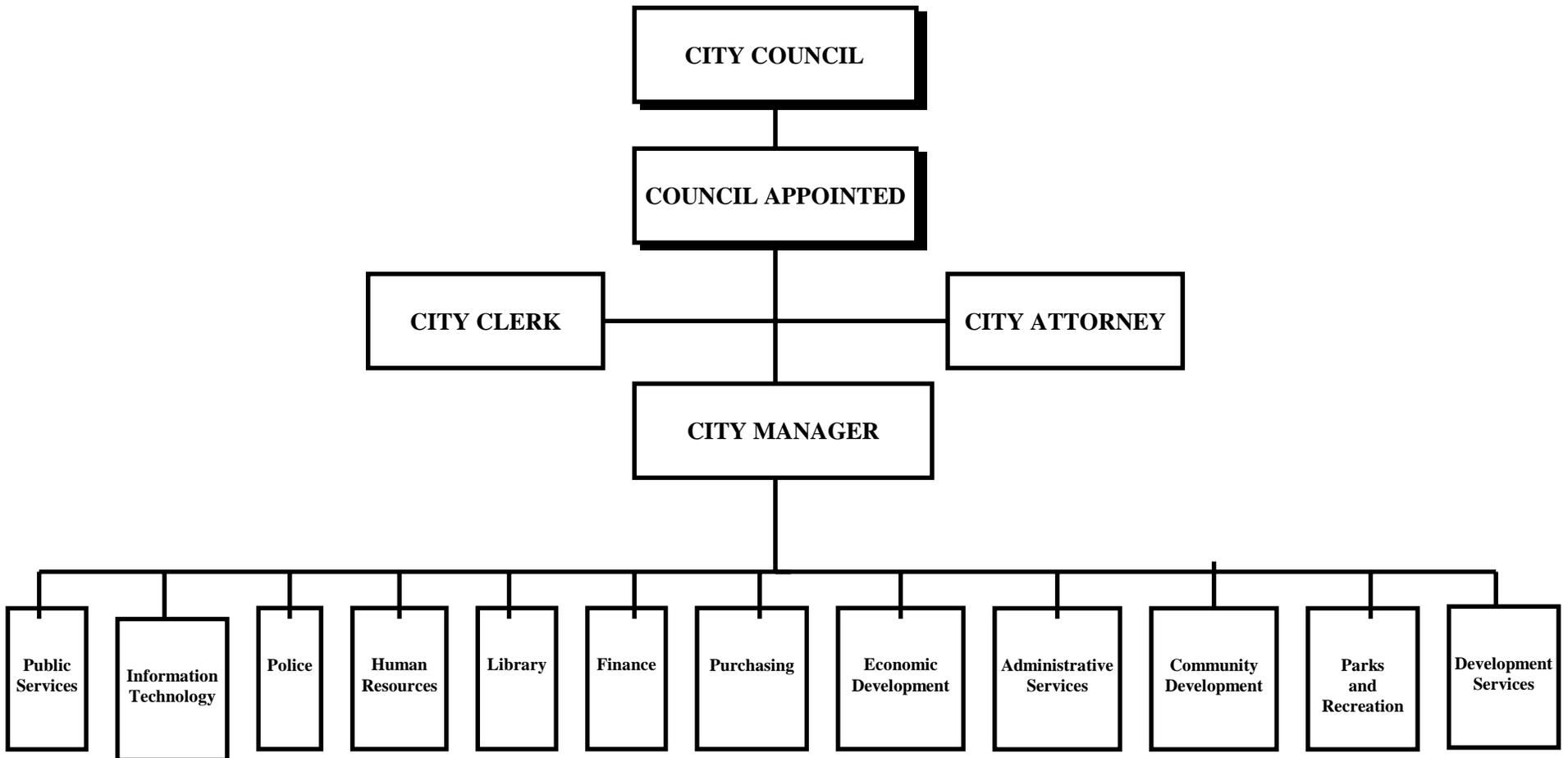
Rene D. Gonzalez



CITY OF PEMBROKE PINES, FLORIDA

SEPTEMBER 30, 1998

ORGANIZATION CHART



Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Pembroke Pines,
Florida

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
September 30, 1997

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Douglas R. Ellaworth
President

Jeffrey L. Esler
Executive Director

II. FINANCIAL SECTION

- **Report of Independent Certified Public Accountants**
- **General Purpose Financial Statements**
(combined statements-overview)
- **Combining, Individual Fund and Account Group Statements and Schedules**



REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

Honorable Mayor, City Commission and City Manager
City of Pembroke Pines, Florida

We have audited the accompanying general purpose financial statements of the City of Pembroke Pines, Florida (the City) as of and for the year ended September 30, 1998, as listed in the table of contents. These general purpose financial statements are the responsibility of City's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit. We did not audit the financial statements of the Pension Trust Fund for Firefighters and Police Officers, which represent 64% and 67%, respectively, of the assets and revenues of the fiduciary fund type. Those financial statements were audited by other independent auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Pension Trust Fund for Firefighters and Police Officers, is based solely on the report of the other independent auditors.

Except as discussed in the following paragraph, we conducted our audit in accordance with generally accepted auditing standards 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 financial statement presentation. We believe that our audit and the report of the other auditors provides a reasonable basis for our opinion.

Governmental Accounting Standards Board Technical Bulletin No. 98-1, *Disclosures about Year 2000 Issues*, requires disclosure of certain matters regarding the year 2000 issue. The City has included such disclosures in Note 5. Because of the unprecedented nature of the year 2000 issue, its effects and the success of related remediation efforts will not be fully determinable until the year 2000 and thereafter. Accordingly, insufficient evidence exists to support the City's disclosures with respect to the year 2000 issue made in Note 5. Further, we do not provide assurance that the City is or will be year 2000 ready, that the City's year 2000 remediation efforts will be successful in whole or in part, or that parties with which the City does business will be year 2000 ready.

Honorable Mayor, City Commission and City Manager
City of Pembroke Pines, Florida
Page Two

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had we been able to examine evidence regarding year 2000 disclosures based on our audit and the report of the other auditors, the general purpose financial statements referred above present fairly, in all material respects, the financial position of the City of Pembroke Pines, Florida, as of September 30, 1998, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued a report dated December 4, 1998 on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying combining, individual fund and account group statements and schedules listed in the table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the City. Similarly, the schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and in our opinion, and the opinion of other auditors, except for the effects of such adjustments, if any, as might have been determined to be necessary had we been able to examine evidence regarding year 2000 disclosures, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

The information shown in the statistical section listed in the table of contents has not been subjected to the auditing procedures applied in the audit of the general purpose financial statements and accordingly, we express no opinion thereon.

Fort Lauderdale, Florida
December 4, 1998

General Purpose Financial Statements (combined statements-overview)



CITY OF PEMBROKE PINES, FLORIDA

COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS

SEPTEMBER 30, 1998

	<u>Governmental Fund Types</u>				<u>Proprietary Fund Types</u>		<u>Fiduciary Fund Type</u>	<u>Account Groups</u>		<u>Totals (Memorandum Only)</u>
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Enterprise</u>	<u>Internal Service</u>	<u>Trust and Agency</u>	<u>General Fixed Assets</u>	<u>General Long-Term Debt</u>	
<u>ASSETS AND OTHER DEBITS</u>										
Assets:										
Equity in pooled cash and cash equivalents	\$ 11,927,517	\$ 2,256,468	\$ -	\$ -	\$ 2,988,098	\$ 4,382,952	\$ 2,341,107	\$ -	\$ -	\$ 23,896,142
Investments	2,639,678	-	-	-	2,335,410	1,273,859	88,692,118	-	-	94,941,065
Receivables:										
Customer accounts, net	-	-	-	-	2,043,279	-	385,845	-	-	2,429,124
Special assessments	-	2,550,414	7,478,910	-	1,293,855	-	-	-	-	11,323,179
Accrued interest	-	-	-	-	-	-	467,318	-	-	467,318
Franchise fees and utility taxes	2,586,303	-	-	-	-	-	-	-	-	2,586,303
Other	473,805	-	-	181,491	32,949	-	14,582	-	-	702,827
Due from other funds	1,031,412	-	-	-	19,569,409	-	281,032	-	-	20,881,853
Due from other governments	77,204	523,030	-	88,698	-	-	-	-	-	688,932
Inventories	150,806	-	-	-	-	-	-	-	-	150,806
Restricted assets:										
Equity in pooled cash and cash equivalents	477,277	-	15,792,689	22,481,175	27,915,441	-	-	-	-	66,666,582
Investments	-	-	-	-	4,458,509	-	-	-	-	4,458,509
Land	-	-	-	-	1,167,639	-	-	39,027,665	-	40,195,304
Buildings	-	-	-	-	6,751,879	-	-	50,945,761	-	57,697,640
Improvements other than buildings	-	-	-	-	112,132,337	-	-	8,938,775	-	121,071,112
Machinery and equipment	-	-	-	-	3,346,292	9,140	-	22,501,867	-	25,857,299
Construction in progress	-	-	-	-	20,912,515	-	-	40,876,732	-	61,789,247
Less accumulated depreciation	-	-	-	-	(21,488,110)	(7,535)	-	-	-	(21,495,645)
Prepaid costs	-	63,802	-	-	-	-	-	-	-	63,802
Loan receivable	-	-	-	-	1,130,599	-	-	-	-	1,130,599
Other debits:										
Amount available in debt service fund	-	-	-	-	-	-	-	-	15,805,351	15,805,351
Amount to be provided for retirement of general long-term debt	-	-	-	-	-	-	-	-	<u>69,514,824</u>	<u>69,514,824</u>
Total assets and other debits	<u>\$ 19,364,002</u>	<u>\$ 5,393,714</u>	<u>\$ 23,271,599</u>	<u>\$ 22,751,364</u>	<u>\$ 184,590,101</u>	<u>\$ 5,658,416</u>	<u>\$ 92,182,002</u>	<u>\$ 162,290,800</u>	<u>\$ 85,320,175</u>	<u>\$ 600,822,173</u>

(Continued)

See notes to general purpose financial statements.

CITY OF PEMBROKE PINES, FLORIDA

COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS (Continued)

SEPTEMBER 30, 1998

	<u>Governmental Fund Types</u>			<u>Proprietary Fund Types</u>		<u>Fiduciary Fund Type</u>	<u>Account Groups</u>		<u>Totals (Memorandum Only)</u>	
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Enterprise</u>	<u>Internal Service</u>	<u>Trust and Agency</u>	<u>General Fixed Assets</u>		<u>General Long-Term Debt</u>
<u>LIABILITIES, EQUITY AND OTHER CREDITS</u>										
Liabilities:										
Accounts payable	\$ 1,835,393	\$ 483,322	\$ 6,353	\$ -	\$ 739,731	\$ 19,787	\$ 1,150,328	\$ -	\$ -	\$ 4,234,914
Compensated absences	4,857,438	132,619	-	-	701,550	31,836	-	-	-	5,723,443
Accrued liabilities	36,964	2,680	147,015	-	-	-	861,405	-	-	1,048,064
Deferred revenue	1,481,918	2,462,843	7,312,880	70,000	1,145,558	-	-	-	-	12,473,199
Deposits	1,141,617	162,586	-	-	-	-	-	-	-	1,304,203
Due to other funds	3,037,771	1,031,412	-	16,531,638	-	-	281,032	-	-	20,881,853
Due to other governments	11,477	-	-	-	-	-	-	-	-	11,477
Payable from restricted assets:										-
Accounts payable	-	-	-	2,872,606	230,392	-	-	-	-	3,102,998
Customer deposits	-	-	-	-	1,668,847	-	-	-	-	1,668,847
Claims payable	-	-	-	-	-	1,750,043	-	-	-	1,750,043
Compensated absences	-	-	-	-	-	-	-	-	3,544,476	3,544,476
Loan payable	-	-	-	-	-	-	-	-	10,000,000	10,000,000
Bonds payable	-	-	-	-	-	-	-	-	71,775,699	71,775,699
Total liabilities	<u>12,402,578</u>	<u>4,275,462</u>	<u>7,466,248</u>	<u>19,474,244</u>	<u>4,486,078</u>	<u>1,801,666</u>	<u>2,292,765</u>	<u>-</u>	<u>85,320,175</u>	<u>137,519,216</u>
Equity and other credits:										
Contributed capital	-	-	-	-	154,155,557	-	-	-	-	154,155,557
Investment in general fixed assets	-	-	-	-	-	-	-	162,290,800	-	162,290,800
Retained earnings	-	-	-	-	25,948,466	3,856,750	-	-	-	29,805,216
Fund balances:										
Reserved for employees pension benefits	-	-	-	-	-	-	88,863,084	-	-	88,863,084
Reserved for capital projects	-	-	-	3,277,120	-	-	-	-	-	3,277,120
Reserved for encumbrances	2,013,349	1,005,783	-	-	-	-	-	-	-	3,019,132
Reserved for growth management	520,322	-	-	-	-	-	-	-	-	520,322
Reserved for inventories	150,806	-	-	-	-	-	-	-	-	150,806
Reserved for debt service	-	-	15,805,351	-	-	-	-	-	-	15,805,351
Reserved for disaster assistance	125,000	-	-	-	-	-	-	-	-	125,000
Reserved for prepaid costs	-	63,802	-	-	-	-	-	-	-	63,802
Unreserved:										
Designated for subsequent years' expenditures	-	-	-	-	-	-	1,026,153	-	-	1,026,153
Undesignated	4,151,947	48,667	-	-	-	-	-	-	-	4,200,614
Total equity and other credits	<u>6,961,424</u>	<u>1,118,252</u>	<u>15,805,351</u>	<u>3,277,120</u>	<u>180,104,023</u>	<u>3,856,750</u>	<u>89,889,237</u>	<u>162,290,800</u>	<u>-</u>	<u>463,302,957</u>
Total liabilities, equity and other credits	<u>\$19,364,002</u>	<u>\$5,393,714</u>	<u>\$23,271,599</u>	<u>\$22,751,364</u>	<u>\$184,590,101</u>	<u>\$5,658,416</u>	<u>\$92,182,002</u>	<u>\$162,290,800</u>	<u>\$85,320,175</u>	<u>\$600,822,173</u>

See notes to general purpose financial statements.

CITY OF PEMBROKE PINES, FLORIDA

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUND

FISCAL YEAR ENDED SEPTEMBER 30, 1998

	<u>Governmental Fund Types</u>				Fiduciary	Totals (Memorandum Only)
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Fund Type Expendable Trust</u>	
Revenues:						
Taxes	\$ 26,101,417	\$ 1,779,783	\$ 4,491,847	\$ 2,064,353	\$ -	\$ 34,437,400
Licenses and permits	9,268,680	-	-	543,302	-	9,811,982
Special assessments	5,288,445	32,424	5,905,620	-	-	11,226,489
Intergovernmental revenue	6,817,003	3,309,715	-	-	-	10,126,718
Charges for services	8,451,674	149,455	-	-	15,250	8,616,379
Fines and forfeitures	705,344	-	-	-	133,785	839,129
Investment income	1,630,010	65,960	300,265	92,107	66,156	2,154,498
Other	<u>1,310,803</u>	<u>62,119</u>	<u>683,672</u>	<u>1,014,142</u>	<u>-</u>	<u>3,070,736</u>
Total revenues	<u>59,573,376</u>	<u>5,399,456</u>	<u>11,381,404</u>	<u>3,713,904</u>	<u>215,191</u>	<u>80,283,331</u>
Expenditures:						
Current:						
General government	11,540,062	-	198,385	-	-	11,738,447
Public safety	32,756,363	581,599	-	-	37,506	33,375,468
Physical environment	1,704,960	-	-	-	-	1,704,960
Transportation	49,918	1,764,681	-	-	-	1,814,599
Economic development	174,606	1,081,138	-	-	-	1,255,744
Human services	232,125	860,655	-	272,875	-	1,365,655
Culture/recreation	7,425,006	-	-	558,381	-	7,983,387
Conservation and resource management	-	-	-	-	1,390	1,390
Capital outlay	3,755,829	1,039,732	-	25,662,174	328,274	30,786,009
Debt Service:						
Principal	-	-	8,533,658	-	-	8,533,658
Interest	<u>-</u>	<u>-</u>	<u>3,338,767</u>	<u>-</u>	<u>-</u>	<u>3,338,767</u>
Total expenditures	<u>57,638,869</u>	<u>5,327,805</u>	<u>12,070,810</u>	<u>26,493,430</u>	<u>367,170</u>	<u>101,898,084</u>
Excess (deficiency) of revenues over expenditures	<u>1,934,507</u>	<u>71,651</u>	<u>(689,406)</u>	<u>(22,779,526)</u>	<u>(151,979)</u>	<u>(21,614,753)</u>
Other financing sources (uses):						
Debt proceeds	-	-	2,488,150	31,566,850	-	34,055,000
Operating transfers in	-	277,966	-	-	-	277,966
Operating transfers out	<u>(277,966)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(277,966)</u>
Total other financing sources (uses)	<u>(277,966)</u>	<u>277,966</u>	<u>2,488,150</u>	<u>31,566,850</u>	<u>-</u>	<u>34,055,000</u>
Excess (deficiency) of revenues over expenditures and other financing sources (uses)	1,656,541	349,617	1,798,744	8,787,324	(151,979)	12,440,247
Fund balances, beginning	5,358,151	768,635	14,006,607	(5,510,204)	1,178,132	15,801,321
Residual equity transfer out	<u>(53,268)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(53,268)</u>
Fund balances, ending	<u>\$ 6,961,424</u>	<u>\$ 1,118,252</u>	<u>\$ 15,805,351</u>	<u>\$ 3,277,120</u>	<u>\$ 1,026,153</u>	<u>\$ 28,188,300</u>

See notes to general purpose financial statements.

CITY OF PEMBROKE PINES, FLORIDA

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ALL BUDGETED GOVERNMENTAL FUNDS

FISCAL YEAR ENDED SEPTEMBER 30, 1998

	General Fund			Annually Budgeted Special Revenue Funds			Debt Service Fund		
	Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	Variance
			Favorable (Unfavorable)			Favorable (Unfavorable)			Favorable (Unfavorable)
Revenues:									
Taxes	\$ 25,452,264	\$ 26,101,417	\$ 649,153	\$ 1,795,761	\$ 1,779,783	\$ (15,978)	\$ 4,491,847	\$ 4,491,847	\$ -
Licenses and permits	8,919,700	9,268,680	348,980	-	-	-	-	-	-
Special assessments	5,327,861	5,288,445	(39,416)	276,524	32,424	(244,100)	5,905,620	5,905,620	-
Intergovernmental revenue	6,423,756	6,817,003	393,247	758,823	859,024	100,201	-	-	-
Charges for services	9,632,229	8,451,674	(1,180,555)	149,455	149,455	-	-	-	-
Fines and forfeitures	656,100	705,344	49,244	-	-	-	-	-	-
Investment income	980,700	1,630,010	649,310	73,714	65,960	(7,754)	253,359	300,265	46,906
Other	1,330,299	1,310,803	(19,496)	15,000	1,493	(13,507)	829,554	683,672	(145,882)
Total revenues	<u>58,722,909</u>	<u>59,573,376</u>	<u>850,467</u>	<u>3,069,277</u>	<u>2,888,139</u>	<u>(181,138)</u>	<u>11,480,380</u>	<u>11,381,404</u>	<u>(98,976)</u>
Expenditures:									
Current:									
General government	12,618,019	11,540,062	1,077,957	-	-	-	198,287	198,385	(98)
Public safety	33,273,928	32,756,363	517,565	-	-	-	-	-	-
Physical environment	2,816,921	1,704,960	1,111,961	-	-	-	-	-	-
Transportation	54,729	49,918	4,811	2,095,508	1,541,629	553,879	-	-	-
Human services	188,332	174,606	13,726	-	-	-	-	-	-
Economic development	391,694	232,125	159,569	-	-	-	-	-	-
Culture/recreation	8,892,380	7,425,006	1,467,374	-	-	-	-	-	-
Capital outlay	5,735,177	3,755,829	1,979,348	1,530,338	954,261	576,077	-	-	-
Debt Service:									
Principal	-	-	-	-	-	-	6,799,958	8,533,658	(1,733,700)
Interest	-	-	-	-	-	-	3,338,768	3,338,767	1
Total expenditures	<u>63,971,180</u>	<u>57,638,869</u>	<u>6,332,311</u>	<u>3,625,846</u>	<u>2,495,890</u>	<u>1,129,956</u>	<u>10,337,013</u>	<u>12,070,810</u>	<u>(1,733,797)</u>
Excess (deficiency) of revenues over expenditures	<u>(5,248,271)</u>	<u>1,934,507</u>	<u>7,182,778</u>	<u>(556,569)</u>	<u>392,249</u>	<u>948,818</u>	<u>1,143,367</u>	<u>(689,406)</u>	<u>(1,832,773)</u>
Other financing sources (uses):									
Debt proceeds	-	-	-	-	-	-	2,488,150	2,488,150	-
Appropriation of prior years fund balance	5,248,271	-	(5,248,271)	556,569	-	(556,569)	(3,631,517)	-	3,631,517
Operating transfers in (out)	-	(277,966)	(277,966)	-	-	-	-	-	-
Total other financing sources (uses)	<u>5,248,271</u>	<u>(277,966)</u>	<u>(5,526,237)</u>	<u>556,569</u>	<u>-</u>	<u>(556,569)</u>	<u>(1,143,367)</u>	<u>2,488,150</u>	<u>3,631,517</u>
Excess of revenues and other financing sources over expenditures and other financing uses	<u>\$ -</u>	<u>1,656,541</u>	<u>\$ 1,656,541</u>	<u>\$ -</u>	<u>392,249</u>	<u>\$ 392,249</u>	<u>\$ -</u>	<u>1,798,744</u>	<u>\$ 1,798,744</u>
Fund balances, beginning		5,358,151			608,598			14,006,607	
Residual equity transfer out		(53,268)			-			-	
Fund balances, ending		<u>\$ 6,961,424</u>			<u>\$ 1,000,847</u>			<u>\$ 15,805,351</u>	

See notes to general purpose financial statements.

CITY OF PEMBROKE PINES, FLORIDA

COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS ALL PROPRIETARY FUND TYPES

FISCAL YEAR ENDED SEPTEMBER 30, 1998

	<u>Proprietary Fund Types</u>		Totals
	<u>Enterprise</u>	Internal <u>Service</u>	(Memorandum <u>Only</u>)
Operating revenues:			
Charges for services	\$ 18,793,762	\$ 2,236,647	\$ 21,030,409
Assessment revenue	183,435	-	183,435
Other	<u>306,587</u>	<u>-</u>	<u>306,587</u>
Total operating revenues	<u>19,283,784</u>	<u>2,236,647</u>	<u>21,520,431</u>
Operating expenses:			
Personal services	5,280,905	121,277	5,402,182
Operating expenses	11,174,695	3,024,752	14,199,447
Depreciation	<u>3,019,089</u>	<u>316</u>	<u>3,019,405</u>
Total operating expenses	<u>19,474,689</u>	<u>3,146,345</u>	<u>22,621,034</u>
Operating loss	<u>(190,905)</u>	<u>(909,698)</u>	<u>(1,100,603)</u>
Non-operating revenues (expenses):			
Investment income	3,029,939	424,140	3,454,079
Loss on disposal of fixed assets	(49,337)	1,141	(48,196)
Other non-operating revenues (expenses)	<u>(1,562)</u>	<u>2,813</u>	<u>1,251</u>
Total non-operating revenues	<u>2,979,040</u>	<u>428,094</u>	<u>3,407,134</u>
Net income (loss)	2,788,135	(481,604)	2,306,531
Retained earnings, beginning	20,071,760	4,338,354	24,410,114
Residual equity transfer in	<u>3,088,571</u>	<u>-</u>	<u>3,088,571</u>
Retained earnings, ending	<u>\$ 25,948,466</u>	<u>\$ 3,856,750</u>	<u>\$ 29,805,216</u>

See notes to general purpose financial statements.

CITY OF PEMBROKE PINES, FLORIDA

COMBINED STATEMENT OF CASH FLOWS ALL PROPRIETARY FUND TYPES

FISCAL YEAR ENDED SEPTEMBER 30, 1998

	<u>Proprietary Fund Types</u>		Totals
	<u>Enterprise</u>	<u>Internal Service</u>	(Memorandum Only)
Cash flows from operating activities:			
Cash received from customers:			
For services	\$ 18,228,584	\$ -	\$ 18,228,584
For deposits	120,278	-	120,278
Quasi-external operating receipts	-	2,236,647	2,236,647
Cash payments to suppliers for goods and services	(9,305,737)	(3,604,619)	(12,910,356)
Cash payments to employees for services	(5,083,771)	(116,967)	(5,200,738)
Quasi-external operating transactions	(3,975,793)	(361)	(3,976,154)
Other operating revenues	<u>761,303</u>	<u>-</u>	<u>761,303</u>
Net cash provided (used) by operating activities	<u>744,864</u>	<u>(1,485,300)</u>	<u>(740,436)</u>
Cash flows from non-capital financing activities:			
Loans to other funds	(10,412,782)	-	(10,412,782)
Transfer to general fund	(62,177)	-	(62,177)
Interest received from other funds	<u>577,255</u>	<u>-</u>	<u>577,255</u>
Net cash used by non-capital financing activities	<u>(9,897,704)</u>	<u>-</u>	<u>(9,897,704)</u>
Cash flows from capital and related financing activities:			
Acquisition and construction of capital assets	(3,986,933)	(1,139)	(3,988,072)
Proceeds from sale of equipment	7,650	-	7,650
Capital provided by developers	10,480,034	-	10,480,034
Collection of assessments	841,409	-	841,409
Municipal contributions	<u>65,370</u>	<u>-</u>	<u>65,370</u>
Net cash provided (used) by capital and related financing activities	<u>7,407,530</u>	<u>(1,139)</u>	<u>7,406,391</u>
Cash flows from investing activities:			
Investment purchases	(6,793,919)	(1,273,860)	(8,067,779)
Interest and dividends received	<u>2,451,122</u>	<u>428,094</u>	<u>2,879,216</u>
Net cash used by investing activities	<u>(4,342,797)</u>	<u>(845,766)</u>	<u>(5,188,563)</u>
Net decrease in equity in pooled cash and cash equivalents	(6,088,107)	(2,332,205)	(8,420,312)
Equity in pooled cash and cash equivalents, beginning	<u>36,991,646</u>	<u>6,715,157</u>	<u>43,706,803</u>
Equity in pooled cash and cash equivalents, ending	<u>\$ 30,903,539</u>	<u>\$ 4,382,952</u>	<u>\$ 35,286,491</u>

(Continued)

See notes to general purpose financial statements.

CITY OF PEMBROKE PINES, FLORIDA

COMBINED STATEMENT OF CASH FLOWS ALL PROPRIETARY FUND TYPES (Continued)

FISCAL YEAR ENDED SEPTEMBER 30, 1998

	<u>Enterprise</u>	<u>Internal Service</u>	<u>Total (Memorandum Only)</u>
Reconciliation of operating loss to net cash provided (used) by operating activities:			
Operating loss	\$ (190,905)	\$ (909,698)	\$ (1,100,603)
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:			
Depreciation	3,019,089	316	3,019,405
Changes in assets and liabilities:			
Increase in customer accounts receivable	(364,417)	-	(364,417)
Decrease in other receivables	205,911	-	205,911
Increase in accounts payable	202,468	17,565	220,033
Increase in accrued payroll and taxes	6,320	3,949	10,269
Decrease in deferred revenue	(135,391)	-	(135,391)
Decrease in other liabilities	(2,118,489)	-	(2,118,489)
Decrease in insurance claims payable	-	(597,432)	(597,432)
Increase in customer deposits	<u>120,278</u>	<u>-</u>	<u>120,278</u>
Total adjustments	<u>935,769</u>	<u>(575,602)</u>	<u>360,167</u>
Net cash provided (used) by operating activities	<u>\$ 744,864</u>	<u>\$ (1,485,300)</u>	<u>\$ (740,436)</u>
Non-cash investing, capital and financing activities:			
Property contributed by developers	<u>\$ 14,454,340</u>	<u>\$ -</u>	<u>\$ 14,454,340</u>

See notes to general purpose financial statements.

CITY OF PEMBROKE PINES, FLORIDA

COMBINED STATEMENT OF CHANGES IN PLAN NET ASSETS PENSION TRUST FUNDS

FISCAL YEAR ENDED SEPTEMBER 30, 1998

ADDITIONS

Contributions:

Employer	\$ 3,333,379
Members	2,416,000
State of Florida	<u>915,599</u>
Total contributions	<u>6,664,978</u>

Investment income:

Net appreciation in fair value of investments	4,495,331
Interest	1,912,433
Dividends	<u>318,580</u>
	6,726,344

Less investment expenses	<u>186,120</u>
Net investment income	<u>6,540,224</u>
Total additions	<u>13,205,202</u>

DEDUCTIONS

Benefits paid	1,828,934
Refunds of contributions	94,654
Administrative expenses	<u>160,929</u>
Total deductions	<u>2,084,517</u>

Net increase 11,120,685

Net assets held in trust for pension benefits:

Beginning of year	<u>77,742,399</u>
End of year	<u>\$ 88,863,084</u>

See notes to general purpose financial statements.

**NOTES TO GENERAL PURPOSE
FINANCIAL STATEMENTS**

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 1998

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of the City of Pembroke Pines, Florida's (the City), significant accounting policies is presented to assist the reader in interpreting the general purpose financial statements. The policies are considered essential and should be read in conjunction with the general purpose financial statements.

The accounting policies of the City conform to generally accepted accounting principles (GAAP) applicable to governmental units. This report, the accounting systems and classification of accounts conform to standards of the Governmental Accounting Standards Board (GASB), which is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant policies:

a. Financial Reporting Entity

The City is an instrumentality of the State of Florida, incorporated in accordance with House Bill No. 1413 on June 20, 1960 to carry on a centralized city government. The City Commission is responsible for legislative and fiscal control of the City. A City Manager is appointed by the Commission and is responsible for administrative and fiscal control of the resources of the City maintained in the funds and account groups.

The basic criteria for determining whether another governmental organization should be included in a primary government's reporting entity for general purpose financial statements is financial accountability. Financial accountability includes (1) the appointment of a voting majority of the organization's governing body, (2) the ability of the primary government to impose its will on the organization, or (3) if there is a financial benefit/burden relationship. In addition, an organization which is fiscally dependent on the primary government should be included in its reporting entity. However, there were no governmental organizations that met the criteria described above.

In addition to public safety, general government, leisure, and public work services provided to residents, the City provides water, sewer, sanitation, a recycling program, a multi-purpose Walter C. Young Resource Center, recreational facilities and owns and operates Charter Schools. The City does not operate hospital facilities. This service is provided by the South Broward Hospital district and Humana Hospital.

b. Measurement Focus, Basis of Accounting and Basis of Presentation

The accounts of the City are organized and operated on the basis of funds and account groups. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements. Account groups are a reporting device to account for certain assets and liabilities of the governmental funds not recorded directly in those funds.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

The City of Pembroke Pines has the following fund types and account groups:

Governmental Fund Types

Governmental funds are used to account for the City's general governmental activities. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). Measurable means the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The government considers all revenues available if they are collected within 60 days after year end. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Property taxes, franchise taxes, licenses, interest and special assessments are susceptible to accrual. Sales taxes collected and held by the state at year end on behalf of the government are also recognized as revenue. Other receipts and taxes become measurable and available when cash is received by the government and recognized as revenue at that time.

Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

Governmental funds include the following fund types:

The *general fund* is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *special revenue funds* account for revenue sources that are legally restricted to expenditures for specific purposes (not including expendable trusts or major capital projects).

The *debt service fund* accounts for the servicing of general long-term debt not being financed by proprietary funds.

The *capital projects fund* accounts for the acquisition of fixed assets or construction of major capital projects not being financed by proprietary funds.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

Proprietary Fund Types

Proprietary funds are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. The City applies all applicable Financial Accounting Standards Board (FASB) pronouncements issued on or before November 30, 1989, unless those pronouncements conflict with or are contradicted by Governmental Accounting Standards Board (GASB) pronouncements. Proprietary funds include the following fund types:

Enterprise funds are used to account for those operations that are financed and operated in a manner similar to private business or where the City has decided that the determination of revenues earned, costs incurred and/or net income is necessary for management accountability.

Internal service funds account for operations that provide services to other departments or agencies of the government, or to other governments, on a cost-reimbursement basis.

Fiduciary Fund Types

Fiduciary funds account for assets held by the City in a trustee capacity or as an agent on behalf of others. Trust funds account for assets held by the government under the terms of a formal trust agreement.

The *expendable trust fund* is accounted for in essentially the same manner as the governmental fund types, using the same measurement focus and basis of accounting. Expendable trust funds account for assets where both the principal and interest may be spent.

The *pension trust funds* are accounted for in essentially the same manner as proprietary funds, using the same measurement focus and basis of accounting. The pension trust fund accounts for the assets of the City's employees pension plans. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions 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.

The *agency funds* are custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for using the modified accrual basis of accounting. This fund is used to account for assets that the City holds for others in an agency capacity.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

Account Groups

Account Groups. The *general fixed assets account group* is used to account for fixed assets not accounted for in proprietary or trust funds. The *general long-term debt account group* is used to account for general long-term debt and certain other liabilities that are not specific liabilities of proprietary or trust funds.

c. Assets, Liabilities and Equity

1. *Equity in Pooled Cash and Cash Equivalents*

For purposes of the statement of cash flows, the City considers all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be equity in pooled cash and cash equivalents. The City maintains its cash and cash equivalents in pooled accounts. Within these control accounts, the City maintains a separate accounting for each fund, so that the accompanying financial statements reflect each fund's share of the combined pool. Pooled cash and cash equivalents include cash on hand and investments maintained with the State Board of Administration Investment Pool and Florida Municipal Investment Trust.

2. *Investments*

Investments are reported at fair value. Investments with the State Board Investment are carried at cost, which is fair value.

3. *Interfund Receivables and Payables*

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are reported as "due to/from other funds".

4. *Inventories*

The supplies and merchandise inventories as well as diesel fuel and gasoline are recorded at cost using the moving average method. The costs of government fund type inventories are recorded as expenditures when consumed rather than when purchased.

5. *General Fixed Assets*

Fixed assets acquired or constructed for use in general governmental operations are recorded as expenditures in the disbursing fund and are capitalized, at cost, in the general fixed assets account group. In 1981, the balance of the account group was established by using historical costs and estimated costs. The estimated costs were based on market values and replacement costs. Since that date, the balance has been adjusted for additions and deductions. Additions have been recorded primarily at historical cost. Contributed property has been recorded at the estimated fair value at the time received. The City does not include infrastructure assets in the general fixed assets account group. In accordance with generally accepted accounting principles, no depreciation is taken on the general fixed assets.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Assets, Liabilities and Equity (Continued)

6. *Proprietary Fund Fixed Assets*

Fixed assets are stated at cost or, if donated, at fair market value at the date of donation. Expenses which materially extend the useful life of existing assets are capitalized. The cost of property sold or retired, together with the related accumulated depreciation, is removed from the appropriate accounts and any resulting gain or loss is included in net income.

Depreciation has been provided over the estimated useful lives of the related assets using the straight-line method. The estimated useful lives are as follows:

	<u>Estimated Useful Lives (Years)</u>
Utility plant	10-50
Buildings	50
Machinery and equipment	5-10

7. *Long-Term Obligations*

The City reports long-term debt of governmental funds at face value in the general long-term debt account group. Certain other governmental fund obligations not expected to be financed with current available financial resources are also reported in the general long-term debt account group. Long-term debt and other obligations financed by proprietary funds are reported as liabilities in the appropriate funds.

For governmental fund types, bond premiums and discounts, as well as issuance costs, are recognized during the current period. Bond proceeds are reported as an other financing source net of the applicable premium or discount. Issuance costs, even if withheld from the net proceeds received, are reported as debt service expenditures. For proprietary fund types, bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable premium or discount.

8. *Ad Valorem Taxes*

Property taxes are billed and collected within the same fiscal period and are recognized on a modified accrual basis. Ad valorem taxes have a lien assessment date of January 1. The fiscal year for which taxes are levied begins October 1, and taxes are payable November 1. They are due March 31 and become delinquent April 1. On June 1, delinquent taxes are offered for sale in the form of tax certificates. These taxes are collected by the county and are remitted to the City. As of September 30, 1998, there are \$10,368 in delinquent personal property taxes.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Assets, Liabilities and Equity (Continued)

9. Utility Billings

Utility customers are billed monthly on a cycle basis. Unbilled revenue is recognized in the accompanying financial statements based upon estimates of revenue for services rendered between billing cycle dates and year end.

10. Compensated Absences

The City's General and Fire Employees are compensated for the excess of 60 days sick leave in September of each fiscal year. Police Employees are compensated for the excess of 60 days sick leave in September of each fiscal year or have the option to continue accumulating sick leave up to 90 days. All unused benefits are payable in full upon voluntary termination or retirement providing that a two week notice is given. Employees are not permitted to accumulate more than one year's vacation. Vacation benefits are paid only when taken, except for terminations and retirements which are paid in full on that date. The City has recorded the amount of accrued sick leave benefits from the governmental fund types in accordance with GASB Statement 16, which require that the current portion (based on historical trends) be recorded in the governmental funds and the non-current portion be recorded in the General Long-Term Debt Account Group.

11. Interfund Transactions

The basic types of interfund transactions made during the year and the related accounting policy are described as follows:

Transactions for services rendered or facilities provided are recorded as revenue in the receiving fund and as expenditures in the disbursing fund.

Transactions to transfer revenue or contributions from the fund budgeted to receive them to the fund budgeted to expend them are recorded as transfers in or out.

12. Rebtable Arbitrage

The City has elected the option of treating rebatable arbitrage as a reduction of investment income. However, for the fiscal year ended September 30, 1998, there was no rebatable arbitrage.

13. Fund Equity

Reservations of fund balance represent amounts that are not appropriable or are legally segregated for a specific purpose. Reservations of retained earnings are limited to outside third party restrictions. Designations of fund balance represent tentative management plans that are subject to change. The proprietary fund's contributed capital represents equity acquired through capital grants and capital contributions from developers, customers and other funds.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Assets, Liabilities and Equity (Continued)

14. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Although these estimates are based on management's knowledge of current events and actions it may undertake in the future, they may differ from actual results.

15. Memorandum Only - Total Columns

Total columns on combined statements are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns does not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. The total column is not comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

NOTE 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

a. Budgets and Budgetary Accounting

The City follows the following procedures in establishing the budgetary data reflected in the financial statements:

Budget Process:

1. Prior to February 15, a budget information package is distributed to all Departments. It consists of the following:
 - a. Defined object codes required by the State Uniform Accounting System.
 - b. An alphabetical listing of object codes for expenditure accounts.
 - c. A current personnel roster.
 - d. Computer prepared budget worksheets showing actual expenditures for the prior and current year, as well as the current working budget.
2. Each individual department prepares a proposed budget comprised of the following:
 - a. Goals
 - b. Objectives
 - c. Performance measures
 - d. Functions and major activities
 - e. Organizational chart
 - f. Staffing level
 - g. Budget summary

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

a. Budgets and Budgetary Accounting (Continued)

Budget Process: (Continued)

- h. Budget highlights
 - i. Accomplishments during the prior year
 - j. Budget worksheets by line item
 - k. Supporting schedules
3. This information is sent to the finance department for review or accuracy and proper form. The budget worksheets are then sent to Information Technology for input.
 4. During the month of May, the City Manager, the Department Heads, and the Finance Department, review the proposed budget and make any necessary revisions.
 5. Ninety days prior to the close of the current fiscal year, the City Manager submits to the City Commission a budget estimate of the expenditures and revenues of all City departments and divisions for the fiscal year commencing the following October 1.
 6. Two public hearings are conducted at the City Commission chambers, to inform the taxpayers and receive their comments.
 7. Prior to October 1, the budget is legally enacted through passage of an ordinance.
 8. The adopted budget may be amended as follows:
 - a. The City Manager and Finance Director approve line item adjustments within a department.
 - b. The City Commission approves all other budget adjustments.
 - c. The City Commission may approve supplemental appropriations of expenditures.
 9. The final budget as amended by the City Commission, includes adjustments which were not material in relation to the original appropriations. There were no supplemental appropriations for the fiscal year ended September 30, 1998.

Other Budget Information:

1. The City Charter provides that no officer, department, or agency may legally expend or contract to expend amounts in excess of the amounts appropriated for any department, within an individual fund. Therefore, the legal level of control is at the department level.
2. The following governmental funds have annual appropriated budgets: General Fund, Debt Service Fund and the Road & Bridge fund (a Special Revenue fund). The Charter School, the State Housing Initiative Partnership Grant, the Law Enforcement Grants and the Community Development Block Grant (special revenue funds) are not subject to the budgetary process, since the grant periods do not coincide with the City's fiscal year and they are regulated by the grant covenants. The capital projects fund is adopted on a project length basis.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

a. Budgets and Budgetary Accounting (Continued)

Other Budget Information: (Continued)

There are four basic differences between the budgetary basis of accounting and the basis of accounting that follows generally accepted accounting principles (GAAP) for state and local governments:

- **Basis of accounting:** “Cash plus encumbrances” and “modified accrual” are two different ways to define revenues and expenditures;
 - **Timing:** The budget period may differ from the accounting reporting period (i.e., lapse periods for encumbrances);
 - **Perspective:** The budget and accounting reports may have different fund reporting structures (i.e., a budget may account for debt service in the general fund, while GAAP principles require debt service to be recorded in a separate fund); and
 - **Entity:** The Comprehensive Annual Financial Report may not include the same entities and funds as the budget document.
3. The budgets of general governmental fund types (for example, the General Fund itself, and the Road & Bridge Fund) are prepared on a modified accrual basis of accounting. Briefly, this means that debt service payments are budgeted in the year that they are paid, as opposed to the period that the interest cost relates to. In addition, capital outlays are budgeted and recorded as expenditures.

Budgets for the proprietary funds are adopted on the accrual basis of accounting with the exception that certain contributions in aid of construction are budgeted as revenue. Depreciation expense is not shown in the budget.

4. For budgetary purposes, significant encumbrances outstanding at year end are re-appropriated in the subsequent year’s budget. Insignificant encumbrances outstanding at year end are deemed to have lapsed and the related expenditures are charged to the subsequent year’s budget when incurred. Unencumbered appropriations lapse at year end.
5. The City does not budget all Special Revenue funds and, accordingly, the applicable columns of the combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual exclude amounts relating to grants. A reconciliation of ending fund balances for budgeted and unbudgeted Special Revenue funds as of September 30, 1998 as follows:

Funds budgeted	\$1,000,847
Unbudgeted funds (grants)	<u>117,405</u>
Fund balances (GAAP)	<u>\$1,118,252</u>

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

a. Budgets and Budgetary Accounting (Continued)

Other Budget Information (Continued):

Encumbrance accounting, under which purchase orders are recorded to reserve that portion of the applicable appropriation, provides a means of controlling and monitoring the budgetary process. Encumbrances for capital equipment and capital projects outstanding at year end are reappropriated in the subsequent year by the City Commission and do not constitute expenditures or liabilities in the current year. Encumbrances for operating expenditures lapse at the end of the fiscal year. Encumbrances are reported in governmental fund types.

b. Deficit Fund Equity

At September 30, 1998, the Federal Older Americans Act fund and the Charter Schools, which are Special Revenue Funds, reflected deficit balances. The Federal Older Americans Act deficit of \$48,237 as compared to \$25,097 the previous year increased \$23,140 due to the fact that donated revenues, which ordinarily cover overruns, were not collected as expected. The Charter Schools deficit of \$114,573 was due to start up costs incurred by the City for the opening of the schools. Funds from grantor agencies or from the City will cover these deficits.

c. Excess of Expenditures over Appropriations

For the fiscal year ended September 30, 1998, expenditures exceeded appropriations in the Debt Service fund by \$1,733,797. This overexpenditure was funded by available fund balance.

NOTE 3. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS

a. Deposits and Investments

The City pools substantially all cash, cash equivalents and investments, except for accounts that are maintained separately in accordance with legal restrictions. Each fund type's portion of this pool is displayed on the combined balance sheet as "Equity in pooled cash and cash equivalents".

Investments of surplus government funds are made in accordance with the investment policy established by Ordinance No. 1142. Authorized investments include obligations of the U.S. Treasury, its agencies and instrumentalities, commercial paper, repurchase agreements, certificates of deposits, and the Local Government Surplus Trust Fund.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 3. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

a. Deposits and Investments (Continued)

Deposits - Deposits are held in qualified depositories pursuant to Florida Statute Chapter 280, “Florida Security for Public Deposits Act”. Under the Act, all qualified public depositories are required to pledge eligible collateral having a market value equal to or greater than the average daily or monthly balance for all public deposits times the depository’s required pledging level. The Pledging level may range from 50% to 125% depending upon the depository’s financial condition and establishment period. Any losses to public depositors are covered by applicable deposit insurance, sale of securities pledged as collateral and, if necessary, assessment against other qualified public depositories of the same type as the depository in default. Therefore, deposits are considered insured or collateralized and are not subject to risk classification.

Investments - The City’s investments are categorized below to given an indication of the level of risk assumed by the City at year end. Category 1 includes investments that are insured or registered or for which the securities are held by the City or its agent in the City’s name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparts’ trust department or agent in the City’s name. Category 3 includes uninsured and unregistered investments for which the securities are held by the broker or dealer, or by its safekeeping department or agent but not in the City’s name.

Investments also consist of State Board of Administration and Florida Municipal League investment pools. The Investment Pool deposits follow the investment rules defined in Florida Statutes Chapter 215. The investment policy defined in the statutes attempts to promote, through State assistance, the maximization of net interest earnings on invested surplus funds of local units of government while limiting the risk to which the funds are exposed. At year end, the City’s investments were the following:

	Category <u>1</u>	Carrying <u>Value</u>
Commercial paper	\$ 6,413,120	\$ 6,413,120
U.S. Government and agencies	10,936,525	10,936,525
Corporate bonds	16,245,948	16,245,948
Foreign bonds	109,295	109,295
Common stocks	<u>25,098,678</u>	<u>25,098,678</u>
Total investments	<u>\$58,803,566</u>	58,803,566
Investments not subject to risk categorization:		
Investment Pools		99,116,487
Mutual funds		<u>30,070,510</u>
		<u>\$187,990,563</u>

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 3. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

a. Deposits and Investments (Continued)

<u>Per combined balance sheet:</u>	<u>By category:</u>	
Equity in pooled cash and cash equivalents	\$ 23,896,142	Deposits
Investments	94,941,065	Investments
Restricted assets:		
Equity in pooled cash and cash equivalents	66,666,582	
Investments	<u>4,458,509</u>	
Total	<u>\$189,962,298</u>	\$ 1,971,735 <u>187,990,563</u> <u>\$189,962,298</u>

b. Receivables/Payables

Customer Accounts Receivable - Customer accounts receivable and the related allowance for doubtful accounts by fund type as of September 30, 1998 are as follows:

	<u>Enterprise</u>	<u>Trust and Agency</u>	<u>Total</u>
Customer accounts receivable	\$2,052,279	\$385,845	\$2,438,124
Less allowance for doubtful accounts	<u>9,000</u>	<u>-</u>	<u>9,000</u>
	<u>\$2,043,279</u>	<u>\$385,845</u>	<u>\$2,429,124</u>

Loan Receivable - Represents loans receivable in the Water and Sewer fund totaling \$1,130,599. These include a loan of \$577,258 due from a developer and a loan of \$549,825 due from the Florida Department of Transportation.

Due to/from Other Funds - Interfund receivables and payables at September 30, 1998 were as follows:

<u>Fund</u>	<u>Receivables</u>	<u>Payables</u>
General fund	\$ 1,031,412	\$ 3,037,771
Special revenue funds:		
Federal Older Americans Act	-	98,972
Community Development	-	88,988
Charter Schools	-	398,714
Road and bridge	-	444,738
Municipal construction fund	-	16,531,638
Enterprise funds:		
Water and sewer	19,569,410	-
Fiduciary funds:		
General and utility employees pension trust	74,453	-
Firefighters and police officers pension trust	206,578	-
General trust	<u>-</u>	<u>281,032</u>
	<u>\$20,881,853</u>	<u>\$20,881,853</u>

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO COMBINED FINANCIAL STATEMENTS

(Continued)

NOTE 3. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

c. Restricted Assets

The City is required to segregate and restrict certain amounts in connection with the ordinances governing the issuance of Revenue Bonds. In addition, restricted assets include \$1,668,847 from customer deposits. Amounts segregated and restricted related to these ordinances and related reserves at September 30, 1998 are as follows:

	Improvement Revenue Bonds Series <u>1993</u>	Occupational License Tax Revenue Certificate Dated <u>11/30/89</u>	School Improvement Revenue Bonds Series <u>1995</u>	Road Assessments	Public Improvement Refunding Revenue Bonds Series <u>1992</u>	Public Improvement Revenue Bonds Series <u>1993</u>	Capital Improvement Revenue Bonds Series <u>1995</u>	Certificate of Indebtedness Series <u>1997</u>	Public Improvement Revenue Bonds Series <u>1998</u>	Totals
Investments held for:										
Sinking fund for payment of principal and interest	\$ 253,733	\$ 172,567	\$ 1,690,142	\$ 197,989	\$ 370,367	\$ 2,785,816	\$ 290,627	\$ 642,174	\$ 69,311	\$ 6,472,726
Reserve fund for payment of principal and interest	528,553	-	1,660,000	-	383,777	1,508,058	778,625	-	1,912,000	6,771,013
Surplus redemption	-	-	2,425,718	39,289	-	-	-	-	-	2,465,007
Closing costs	-	-	-	-	-	-	6,238	-	77,705	83,943
Total restricted assets related to debt	<u>\$ 782,286</u>	<u>\$ 172,567</u>	<u>\$ 5,775,860</u>	<u>\$ 237,278</u>	<u>\$ 754,144</u>	<u>\$ 4,293,874</u>	<u>\$ 1,075,490</u>	<u>\$ 642,174</u>	<u>\$ 2,059,016</u>	<u>15,792,689</u>
Other restricted assets:										
Pledged Senior Housing revenue										201,853
Pledged utility service tax										232,152
Pledged franchise tax										<u>43,272</u>
										<u>477,277</u>
Wetland Mitigation Bank										1,263,991
Construction funds										<u>21,217,184</u>
Total restricted assets capital projects										<u>22,481,175</u>
Utility Supported Equivalent Residential Connections (ERC's)										56,029
Customer deposits										1,668,847
Water Sewer Connections										<u>30,649,074</u>
Total restricted assets - enterprise funds										<u>32,373,950</u>
Total other restricted assets										<u>55,332,402</u>
Total restricted assets										<u>\$ 71,125,091</u>

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 3. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

d. General Fixed Assets

A summary of changes in general fixed assets for the year ended September 30, 1998 is as follows:

	Balance September 30, <u>1997</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1998</u>
Land	\$ 33,100,169	\$ 5,927,496	\$ -	\$ 39,027,665
Buildings	32,315,593	18,631,158	990	50,945,761
Improvements other than buildings	5,336,232	3,612,018	9,475	8,938,775
Machinery and equipment	19,428,948	4,502,327	1,429,408	22,501,867
Construction in progress	<u>18,823,663</u>	<u>22,079,243</u>	<u>26,174</u>	<u>40,876,732</u>
	<u>\$109,004,605</u>	<u>\$54,752,242</u>	<u>\$1,466,047</u>	<u>\$162,290,800</u>

The following is a summary of proprietary fund type fixed assets:

	<u>Enterprise Funds</u>		<u>Internal Service Funds</u>	
	September 30, <u>1997</u>	September 30, <u>1998</u>	September 30, <u>1997</u>	September 30, <u>1998</u>
Land	\$ 3,828,112	\$ 1,167,639	\$ -	\$ -
Buildings	23,871,100	6,751,879	-	-
Improvements other than buildings	95,851,280	112,132,337	-	-
Machinery and equipment	3,702,423	3,346,292	4,015	9,140
Construction in progress	<u>19,234,200</u>	<u>20,912,515</u>	<u>-</u>	<u>-</u>
	146,487,115	144,310,662	4,015	9,140
Less accumulated depreciation	<u>21,820,037</u>	<u>21,488,110</u>	<u>3,235</u>	<u>7,535</u>
Totals	<u>\$124,667,078</u>	<u>\$122,822,552</u>	<u>\$ 780</u>	<u>\$1,605</u>

e. Operating Leases

The City leases to three private businesses office space located on the site of the previous City Hall. Also, the City leases 1,065 square feet located at Central Stores to Safeguard Services, Inc.; approximately 2,400 square feet of land in one of the City's parks to BellSouth Mobility, Inc.; 3,200 square feet at 7960 Johnson Street to Elan Lawn Service; and 120 square feet to Skaters Edge portion of Spring Valley hockey pro shop. The City's assets which are leased as of September 30, 1998, consists of \$72,700 in land and \$212,077 in buildings for a total of \$284,777. These assets are recorded in the general fixed assets account group, and therefore, are not depreciated. The accumulated depreciation and the net book value as of September 30, 1998 if these assets were depreciated would have been \$56,803 and \$227,974, respectively.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 3. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

e. Operating Leases (Continued)

The minimum future rentals to be received on non-cancelable operating leases as of September 30, 1998 are:

Fiscal years ending September 30:	
1999	\$ 82,600
2000	69,000
2001	51,000
2002	45,000
2003	<u>28,600</u>
Total minimum future rentals*	<u>\$276,200</u>

*This amount does not include cost of living increases or expected lease renewals.

f. Long-Term Debt

Revenue Bonds - The source of repayment of these bonds is the income derived from the acquired, constructed assets or specific revenue sources. The outstanding revenue bonds are the following:

Occupational License Tax Revenue Certificate - On November 30, 1989, the City issued \$3,000,000 for the purpose of constructing a new public safety building. The installments are due in varying amounts through May 31, 1999. Interest is paid semi-annually on November 30 and May 31 at the rate of 4.402%. The balance outstanding at September 30, 1998 is \$495,870. The principal and interest is payable from a pledge of and lien upon the pledged revenues, as defined herein. Such pledged revenues consist of the Occupational License Taxes collected by the City.

<u>Fiscal Year</u> <u>Ending September 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
1999	<u>\$495,870</u>	<u>\$21,830</u>	<u>\$517,700</u>

Public Improvement Refunding Revenue Bonds, Series 1992 - These bonds are due in varying installments through December 1, 2002. These bonds bear interest at rates which range from 5% to 5.8% with interest paid semi-annually on June 1 and December 1. The balance outstanding at September 30, 1998 is \$2,210,000. The bonds are collateralized by a pledge of and lien on the pledged revenues, consisting of (i) the electric Franchise Revenues and (ii) the Net Revenues of the golf and racquet facility. The Bonds are also secured by a surety bond and any casualty insurance proceeds received with respect to any damage. The Bonds are not subject to redemption prior to maturity.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 3. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

f. Long-Term Debt (Continued)

Fiscal Years <u>Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
1999	\$ 395,000	\$113,133	\$ 508,133
2000	420,000	91,115	511,115
2001	440,000	67,245	507,245
2002	465,000	41,673	506,673
2003	<u>490,000</u>	<u>14,210</u>	<u>504,210</u>
	<u>\$2,210,000</u>	<u>\$327,376</u>	<u>\$2,537,376</u>

Public Improvement Revenue Bonds, Series 1993 - On June 29, 1993, the City issued the \$15,200,000 for the dual purpose of refunding the Public Improvement Revenue Bonds, Series 1986 and to fund a portion of the 1993 project. The project consists of improvements to the City's Senior Community Center, Fire Station, Walter C. Young Resource Center and various capital improvements. These bonds have an outstanding balance of \$13,005,000 and are due in varying installments through October 1, 2002 and bear interest rates which range from 4.25% to 5% with interest paid semi-annually on April 1 and October 1. The principal, premium (if any) and interest on these bonds are payable from a pledge of and lien upon the pledged revenues, as defined herein. Such pledged revenues consist of the Electric Public Service Tax and all deposits into the account credited under the resolution.

Fiscal Years <u>Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
1999	\$ 2,485,000	\$ 548,825	\$ 3,033,825
2000	2,600,000	439,144	3,039,144
2001	2,715,000	319,484	3,034,484
2002	2,840,000	187,475	3,027,475
2003	<u>2,365,000</u>	<u>59,125</u>	<u>2,424,125</u>
	<u>\$13,005,000</u>	<u>\$1,554,053</u>	<u>\$14,559,053</u>

Capital Improvement Revenue Bonds, Series 1993 - On November 17, 1993, the City issued the \$7,780,000 for the purpose of construction of the Senior Citizen Multipurpose Center component. These bonds have an outstanding balance of \$7,360,000 and are due in varying installments through December 1, 2023. These bonds bear interest which ranges from 3.90% to 5.375% with interest paid semi-annually on June 1 and December 1. These bonds are secured by a pledge of and lien upon the pledged revenues, consisting of (i) net revenues and (ii) the electric Franchise Revenues which have previously been pledged by the City to secure the Series 1992 Bonds. Those bonds maturing on or prior to December 1, 2003 are not subject to redemption prior to maturity. The bonds maturing on or after December 1, 2004 are subject to redemption at the option of the City, on or after December 1, 2003, in such order of maturity as the City selects, at the redemption prices set forth below, plus accrued interest to the redemption date:

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 3. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

f. Long-Term Debt (Continued)

<u>Redemption Dates (Both Dates Inclusive)</u>	<u>Redemption Price</u>
December 1, 2003 to November 30, 2004	102%
December 1, 2004 to November 30, 2005	101
December 1, 2005 and thereafter	100

<u>Fiscal Years Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
1999	\$ 150,000	\$ 375,335	\$ 525,335
2000	155,000	369,310	524,310
2001	160,000	362,850	522,850
2002	165,000	355,943	520,943
2003	175,000	348,457	523,457
2004-2008	1,000,000	1,607,925	2,607,925
2009-2013	1,270,000	1,322,288	2,592,288
2014-2018	1,645,000	939,769	2,584,769
2019-2024	<u>2,640,000</u>	<u>447,469</u>	<u>3,087,469</u>
	<u>\$7,360,000</u>	<u>\$6,129,346</u>	<u>\$13,489,346</u>

Capital Improvement Revenue Bonds, Series 1995 - On October 19, 1995, the City issued \$10,240,000 for the purpose of constructing and equipping approximately 190 residential units to be rented to senior citizens. These bonds have an outstanding balance of \$10,240,000 and are due in varying installments through October 1, 2025, and bear interest at rates which range from 4.4% to 6%, with interest paid semi-annually on April 1 and October 1. The principal, premium (if any) and interest on these bonds are payable from a pledge of and lien upon the pledged revenues, as defined herein. Such pledged revenues consist primarily of the net revenues of the project and the City's Electric Franchise Revenues.

<u>Fiscal Years Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
1999	\$ -	\$ 583,555	\$ 583,555
2000	-	583,555	583,555
2001	190,000	579,375	769,375
2002	200,000	570,695	770,695
2003	210,000	561,365	771,365
2004-2008	1,210,000	2,641,408	3,851,408
2009-2013	1,555,000	2,279,813	3,834,813
2014-2018	2,055,000	1,761,180	3,816,180
2019-2023	2,750,000	1,051,204	3,801,204
2024-2025	<u>2,070,000</u>	<u>191,100</u>	<u>2,261,100</u>
	<u>\$10,240,000</u>	<u>\$10,803,250</u>	<u>\$21,043,250</u>

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 3. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

f. Long-Term Debt (Continued)

Certificate of Indebtedness 1997 - On December 19, 1997, the City issued \$10,000,000 for the purpose of providing funds for community center projects. This loan has an outstanding balance of \$10,000,000 and is due in varying installments through December 15, 2007 and bears interest at 4.63% with principal and interest due annually on December 15. This loan is collateralized by pledged Public Service Tax revenues.

Fiscal Years <u>Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
1999	\$ 312,930	\$ 457,679	\$ 770,609
2000	327,563	448,269	775,832
2001	342,879	433,111	775,990
2002	358,912	417,244	776,156
2003	375,695	400,636	776,331
2004-2008	<u>8,282,021</u>	<u>1,725,560</u>	<u>10,007,581</u>
	<u>\$10,000,000</u>	<u>\$3,882,499</u>	<u>\$13,882,499</u>

Public Improvement Revenue Bonds, Series 1998 - On September 1, 1998, the City issued \$24,055,000 for the purpose of the construction of a Charter Middle School and an Academic Village which will include a Charter High School, a County Library and Broward Community College classrooms. This loan has an outstanding balance of \$24,055,000 and is due in varying installments through October 1, 2022, and bear interest at rates which range from 3.90% to 4.80%, with interest paid semi-annually on April 1 and October 1. The principal, premium (if any) and interest on these bonds are payable from a pledge and lien upon the pledged revenues consisting of the City's Electric Public Service Tax.

Fiscal Years <u>Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
1999	\$ -	\$ 661,602	\$ 661,602
2000	-	1,134,175	1,134,175
2001	-	1,134,175	1,134,175
2002	-	1,134,175	1,134,175
2003	-	1,134,175	1,134,175
2004-2008	4,180,000	5,266,910	9,446,910
2009-2013	5,140,000	4,278,333	9,418,333
2014-2018	6,480,000	2,904,075	9,384,075
2019-2023	<u>8,255,000</u>	<u>1,071,875</u>	<u>9,326,875</u>
	<u>\$24,055,000</u>	<u>\$18,719,495</u>	<u>\$42,774,495</u>

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 3. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

f. Long-Term Debt (Continued)

Special Assessment Bonds - The source of payment for these bonds are special assessments.

Special Assessment Improvement Bonds - On December 14, 1990, the City issued \$10,000,000 for Series 1990. The outstanding balance is \$3,043,841 at September 30, 1998. The installments are due in varying amounts through January 15, 2001 and bear interest at 4.82% with principal and interest paid annually on January 15. The bonds are collateralized by a pledge of and lien on the pledged revenues consisting of, (i) special assessment liens on parcels on benefited property securing such special assessments and (ii) all revenues received from the collection of special assessments except for the portion retained by the City for Administration Charge and amounts recovered for legal costs incurred by the City, (iii) amounts on deposit in the Sinking fund that are held in Trust by the City for the purpose of paying debt service, (iv) a covenant to budget and appropriate legally available non-ad valorem revenues in the event special assessments are insufficient to pay the required debt service.

Fiscal Years Ending September 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
1999	\$ 390,472	\$146,713	\$ 537,185
2000	1,295,462	127,892	1,423,354
2001	<u>1,357,907</u>	<u>65,451</u>	<u>1,423,358</u>
	<u>\$3,043,841</u>	<u>\$340,056</u>	<u>\$3,383,897</u>

Pines Boulevard Landscape Special Assessment Improvement Bonds, Series 1991 - On December 30, 1991, the City issued \$1,631,401 for the purpose of constructing certain landscaping and related road improvements. The balance outstanding at September 30, 1998 is \$402,493. The installments are due in varying amounts through May 15, 2001 and bear interest at 4.730% with principal and interest paid annually on May 15. The bonds are collateralized by a lien upon pledged revenues including, (i) special assessment liens on parcels on benefited property securing such special assessments, (ii) all revenues received from the collection of special assessments other than amounts recovered for legal costs incurred by the City, (iii) amounts on deposit in the Sinking Fund that are held in Trust by the City for the purpose of paying debt service, (iv) a covenant to budget and appropriate legally available non-ad valorem revenues in the event special assessments are insufficient to pay the required debt service.

Fiscal Years Ending September 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
1999	\$ -	\$19,038	\$ 19,038
2000	184,049	19,038	203,087
2001	<u>218,444</u>	<u>10,332</u>	<u>228,776</u>
	<u>\$402,493</u>	<u>\$48,408</u>	<u>\$450,901</u>

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 3. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

f. Long-Term Debt (Continued)

Sheridan Street Special Assessment Improvement Bond, Series 1991 - On December 30, 1991, the City issued \$647,410 for the purpose of constructing certain landscape and certain road improvements. The balance outstanding at September 30, 1998 is \$248,495. The installments are due in varying amounts through May 15, 2001 and bear interest at 4.730% with principal and interest paid annually on May 15. The bond is collateralized by a pledge of and lien on the pledged revenue consisting of, (i) special assessment liens on parcels on benefited property securing such special assessments, (ii) all revenues received from the collection of special assessments other than amounts recovered for legal costs incurred by the City, (iii) amounts on deposit in the Sinking Fund that are held in Trust by the City for the purpose of paying debt service, (iv) a covenant to budget and appropriate legally available non-ad valorem revenues in the event special assessments are insufficient to pay the required debt service.

<u>Fiscal Years</u> <u>Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
1999	\$ 79,033	\$11,754	\$ 90,787
2000	82,771	8,016	90,787
2001	<u>86,691</u>	<u>4,100</u>	<u>90,791</u>
	<u>\$248,495</u>	<u>\$23,870</u>	<u>\$272,365</u>

Special Assessment School Improvement Bonds, Series 1995 - On July 20, 1995, the City issued \$16,600,000 for the purpose of providing funds to the School District of Broward County for the construction of one new middle school and one new elementary school. These bonds have an outstanding balance of \$10,715,000 and are due in varying installments through November 1, 2005, and bear interest at rates which range from 4.50% to 5.75% with interest paid semi-annually on May 1 and November 1. The principal, premium (if any), and interest on these bonds are payable from a pledge of and lien upon the pledged revenues, as defined herein.

Such pledged revenues consists of (i) the Special Assessment, the special assessment liens on parcels of benefited property securing such Special Assessments and all revenues received from the collection of the Special Assessments other than amounts recovered by the City for certain legal costs, (ii) amounts on deposit in the funds and accounts created by and as defined in the Resolution, including amounts deposited in the Reserve fund, but excluding the amounts in the administrative fund. In addition to the Bond Security, the City has covenanted in the Resolution to appropriate sufficient amounts of non-ad valorem revenues as are necessary to replenish any deficiency in the Reserve fund no later than the next payment date, together with interest thereon.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 3. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

f. Long-Term Debt (Continued)

Fiscal Years <u>Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
1999	\$ -	\$ 607,305	\$ 607,305
2000	-	607,305	607,305
2001	1,355,000	572,753	1,927,753
2002	1,670,000	490,187	2,160,187
2003	1,765,000	391,431	2,156,431
2004-2005	<u>5,925,000</u>	<u>523,682</u>	<u>6,448,682</u>
	<u>\$10,715,000</u>	<u>\$3,192,663</u>	<u>\$13,907,663</u>

Advanced and Current Refunded Bonds - These are Bonds for which the City has provided the necessary resources to purchase securities that were placed in an irrevocable trust for the purpose of generating the required resources for all future debt service payments. These bonds are as follows:

Water and Sewer Revenue Bonds, Series 1962 and 1972 - The outstanding balances are \$1,505,000 and \$755,000, respectively. These bonds were defeased by the Water and Sewer Refunding Revenue Bonds, Series 1983 and subsequently this bond was refunded by the Consolidated Utility Systems Revenue Bonds, Series 1992. The escrow funds are held in trust with assets sufficient to pay scheduled debt service requirements to maturity. The Water and Sewer Refunding Bonds, Series 1983 were called on September 1, 1993.

Public Improvement Revenue Bonds, Series 1982 - Bonds due after December 1, 1994 were called on December 1, 1987. These bonds were replaced by the Public Improvement Refunding Revenue Bonds, Series 1985.

Public Improvement Refunding Revenue Bonds, Series 1985 - These bonds were called on December 1, 1993. This issue was replaced by the Public Improvement Refunding Revenue Bonds, Series 1992.

Public Improvement Refunding Revenue Bonds, Series 1986 - These bonds were called on October 1, 1996. These bonds were replaced by the Public Improvement Revenue Bonds, Series 1993.

Consolidated Utility Systems Revenue Bonds, Series 1992 - The outstanding balance is \$25,580,000. These bonds were defeased on July 3, 1997. The escrow funds are held in a trust with assets sufficient to pay scheduled debt service requirements to maturity.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 3. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

f. Long-Term Debt (Continued)

Changes in General Long-Term Liabilities - During the year ended September 30, 1998, the following changes occurred in liabilities reported in the general long-term debt account group:

	Balance September 30, <u>1997</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1998</u>
Revenue Bonds				
Occupational License Tax Revenue Certificate, 11/30/89	\$ 942,008	\$ -	\$ 446,138	\$ 495,870
Public Improvement Refunding Revenue Bonds, Series 1992	2,590,000	-	380,000	2,210,000
Public Improvement Revenue Bonds, Series 1993	14,920,000	-	1,915,000	13,005,000
Capital Improvement Revenue Bonds, Series 1993	7,505,000	-	145,000	7,360,000
Capital Improvement Revenue Bonds, Series 1995	10,240,000	-	-	10,240,000
Public Improvement Revenue Bonds, Series 1998	-	24,055,000	-	24,055,000
Special Assessment Bonds				
Special Assessment Improvement Bonds, Series 1990	4,645,941	-	1,602,100	3,043,841
Special Assessment Improvement Bonds, Series 1991	723,183	-	723,183	-
Pines Boulevard Landscape Special Assessment Improvement Bonds, Series 1991	549,266	-	146,773	402,493
Sheridan Street Special Assessment Improvement Bonds, Series 1991	323,959	-	75,464	248,495
Special Assessment Improvement Bonds, Series 1995	<u>13,815,000</u>	<u>-</u>	<u>3,100,000</u>	<u>10,715,000</u>
Subtotal bonds payable	56,254,357	24,055,000	8,533,658	71,775,699
Loan				
Certificate of indebtedness 1997	-	10,000,000	-	10,000,000
Compensated Absences				
	<u>3,068,408</u>	<u>476,068</u>	<u>-</u>	<u>3,544,476</u>
Total	<u>\$59,322,765</u>	<u>\$34,531,068</u>	<u>\$8,533,658</u>	<u>\$85,320,175</u>

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 3. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

g. Contributed Capital

Contributions-in-aid-of-construction in the Water and Sewer Fund consist of water and sewer lines and similar capital items contributed by developers in exchange for the right to receive service for new construction. The account also includes connection fees paid by developers, grants received from governmental agencies for capital expenditures and certain other fees and contributions. The following is a summary of activity for the year ended September 30, 1998:

	<u>Water and Sewer</u>
Balance, September 30, 1997	\$129,221,183
Water system development fees	5,174,006
Sewer system extension fees	55,306,028
Property contributed developers and property owners	14,506,107
Return of contributions	<u>(51,767)</u>
Balance, September 30, 1998	<u>\$154,155,557</u>

NOTE 4. OTHER INFORMATION

a. Risk Management

The City is exposed to various risks of loss related to torts, theft or damage to and destruction of assets, errors and omissions, injuries to employees and natural disasters. During fiscal year 1987, the City established a risk management fund (an internal service fund) to account for the finance of its uninsured risks of loss. Under this program, the risk management fund provides coverage for up to a maximum of \$200,000 for each worker's compensation claim, \$150,000 per occurrence for each general liability claim and \$75,000 for each occurrence of damage to City owned property. The City purchases commercial insurance for claims in excess of coverage provided by the fund and for all other risks of loss. There were no reductions in insurance coverages from coverages in the prior year. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

All funds of the City participate in the program and make payments to the risk management fund based on actuarial estimates of the amounts needed to pay prior and current year claims and to establish a reserve for catastrophic losses. That reserve was \$3,856,811 at September 30, 1998. The claims liability of \$1,750,043 reported in the fund at September 30, 1998 are based on the requirement of GASB Statement No. 10, as amended by Statement No. 30, which requires that claims liabilities, including IBNR (incurred but not reported claims), be based on the estimated ultimate cost of settling the claims, using past experience adjusted for current trends, and any other factors that would modify past experience. Claims liabilities include specific, incremental claim adjustment expenditures/expenses. In addition, estimated recoveries on unsettled claims, such as salvage or subrogation, were evaluated in terms of their estimated realizable value and deducted from the liability for unpaid claims. Estimated recoveries on settled claims were deducted from the liability for unpaid claims.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 4. OTHER INFORMATION (Continued)

a. Risk Management (Continued)

The changes in the Fund's claim liability amount during the past three years were the following:

	Beginning of Fiscal Year <u>Liability</u>	Claims and Changes in <u>Estimates</u>	Claims <u>Payments</u>	Balance at Fiscal <u>Year End</u>
1995-1996	\$2,228,553	\$ 795,303	\$(1,073,359)	\$1,950,497
1996-1997	1,950,497	1,745,512	(1,348,534)	2,347,475
1997-1998	2,347,475	2,141,396	(2,738,828)	1,750,043

b. Segment Information

	<u>Water and Sewer Fund</u>	W.C.Y. <u>Resource Center</u>	<u>Total</u>
Operating revenues	\$ 18,359,617	\$ 924,167	\$ 19,283,874
Depreciation expense	2,612,528	406,561	3,019,089
Operating income (loss)	241,761	(432,666)	(190,905)
Net income (loss)	3,222,250	(434,115)	2,788,135
Capital contributions	24,934,374	-	24,934,374
Net property, plant and equipment additions	15,761,043	10,715	15,771,758
Net working capital	28,507,265	-	28,507,265
Total assets	184,590,101	-	184,590,101
Other long-term liabilities	463,627	-	463,627
Total equity	180,104,023	-	180,104,023

c. Contingent Liabilities

The City has five underground storage tanks which are undergoing remedial action for fuel leaks. In management's opinion, the aggregate effect of these matters would be immaterial to the financial condition of the City as of September 30, 1998.

Amounts received or receivable from grant agencies are subject to audit and adjustment by Federal and State grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

In October 1997, the trial court rendered a Final Judgment invalidating the City's Fire Rescue Special Assessment and in February 1998, the trial court ordered the City to refund assessment revenue collected pursuant to the Fire Rescue Assessment of approximately \$4,000,000. Subsequent to fiscal year end, a judgment invalidating the City's Fire Rescue Special Assessment has been reversed in the City's favor by the Seventh Judicial Circuit Court of Broward County.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

NOTE 4. OTHER INFORMATION (Continued)

c. Contingent Liabilities (Continued)

The City is also a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is in the opinion of the City management and counsel that resolution of these matters will not have a material adverse effect on the financial condition of the City.

d. Commitments

On September 28, 1990, the City entered a "Large User Wastewater Agreement" with the City of Hollywood, Florida. The agreement provides for the connection of the City's eastern sewage collection system to the City of Hollywood's treatment and disposal facility. The City is being charged based on average daily wastewater flow to cover operating and maintenance expenses, non-operating expenses, capital expenditures, bond retirement and interest expenses. The charges to operations of the Water and Sewer Fund under this agreement were \$3,174,161 during the year ended September 30, 1998. This agreement may be terminated at any time by the City on one year's notice as long as the City pays to the City of Hollywood in advance, all debt service charges (based on a weighted average for future years using projected flows and the present value of all fixed costs) for the next 5 years based on the City's annual payment in the year of termination.

In 1986, the City entered into a lease with the Broward County School Board and Walter C. Young Resource Center for the next fifty (50) years at \$1.00 per year. Title to the Resource Center is held by the City. The City also entered into an Interlocal Agreement in 1989 with the Broward County School Board to operate the Walter C. Young Resource Center. The City is responsible for a prorated share of the operating costs based on its usage as defined in the agreement. The Center includes a school for 6th, 7th and 8th graders.

On October 21, 1992, the City entered into an agreement with Florida Wetlandsbank (FW), a Florida Joint Venture. The agreement provides FW will market, construct, operate and maintain a Wetland Mitigation Bank for those wishing to undertake development of Wetlands in the City and satisfy their off site mitigation requirements. FW pays \$1,000 maintenance fee per acre contracted to the Wetland Mitigation Trust Fund. In addition, FW pays a \$7,000 license fee per acre for the first 75 acres, then \$8,500 per acre to the Municipal Construction Fund. FW posts a performance bond, and an irrevocable letter of credit or other security for all construction in progress. Upon completion of the improvements, FW will maintain each project for 5 years, at which time the City will assume maintenance of the project.

The City has the following construction commitments as of September 30, 1998:

<u>Vendor</u>	<u>Description</u>	<u>Original Amount</u>	Balance September 30, <u>1998</u>
The Haskell Company	Design/Building-Charter Middle School	\$6,442,000	\$5,514,216
All Stars Builders Corporation	Pembroke Falls Park	4,744,000	4,744,000
Widell, Inc.	Water Plant Expansion Phase II	4,444,000	4,444,000

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 4. OTHER INFORMATION (Continued)

e. Deferred Compensation Plans

The City fully implemented the provisions of Governmental Accounting Standards Board (GASB) Statement No. 32, "Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans". The provisions of this statement have been applied prospectively to The Equitable Insurance Company's Deferred Compensation Plan, which was transferred to a trust for the exclusive benefit of the participants and their beneficiaries and accordingly, is no longer included in the City's financial statements.

f. Post-Retirement Health and Life Insurance Benefits

Ordinances 990, 1015 and 1024, adopted on April 15, 1992, November 4, 1992 and February 17, 1993, respectively, provide coverage of health and life insurance to employees and their spouses, if hired before October 1, 1991, who have reached normal retirement age and completed service prescribed by the City Pension Plan which covers the employee. Coverage for employees hired after October 1, 1991 was limited to employee (single) coverage only. Primary insurance coverage is extended until the employee qualifies for Medicare benefits (at 65 years of age). At that time, Medicare becomes the primary coverage. The cost of retiree's health care and life insurance benefits is recognized as an expenditures as monthly premiums are paid by the City. For the fiscal year ended September 30, 1998, those costs totaled \$204,534. As of September 30, 1998, there were 68 eligible retirees receiving this benefit.

In addition, extended health insurance coverage is offered to terminated employees for a period of 18 months, divorced or widowed spouses of current employees for a period of 36 months, and disabled employees meeting the requirements of Social Security for a period of 29 months. These extended benefits are offered in order to comply with COBRA's requirements. The cost of this extended insurance coverage is paid entirely by the employee.

g. Municipal Employees Retirement Plans

The City contributes to two public employee retirement systems (PERS). The General Employees Pension Plan (GEPP) and the City Pension Fund for Firefighters and Police Officers (CPFFPO) which are single employer defined benefit pension plans.

Changes in Accounting Principle

During the fiscal year ended September 30, 1998, the City adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 27, "Accounting for Pensions by State and Local Governmental Employers" GASB No. 27 establishes standards of accounting and financial reporting for pension expenditures and related pension liabilities, pension assets, note disclosures, and required supplementary information in the financial reports of state and local governmental employers. The provisions of this statement have been applied prospectively.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 4. OTHER INFORMATION (Continued)

g. Municipal Employees Retirement Plans (Continued)

Summary of Significant Accounting Policies

Method Used to Value Investments - Investments are reported at fair value in the financial statements based on the closing sales price as of September 30, 1998 as reported by recognized security exchanges. Securities that have no quoted market price are presented at estimated fair value as provided by the custodial bank and investment counsel.

Plan Membership Information

At October 1, 1997 (date of the latest actuarial evaluation), the Plan's membership consisted of:

	Employees <u>General</u>	Police Officers and <u>Firefighters</u>
Retirees and beneficiaries currently receiving benefits	77	-
Terminated employees entitled to benefits, but not yet receiving them	133	-
Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits, but not yet receiving them	-	51
Current employees:		
Vested	215	143
Non-vested	<u>156</u>	<u>197</u>
Total	<u>581</u>	<u>391</u>

General Employees Pension Plan

Plan Description

The General Employees Pension Plan of the City of Pembroke Pines was established by Referendum in 1973 (collectively known as the "Referendum"). The Plan, which is a single-employer plan, was established to provide retirement benefits to general and utility employees in the City of Pembroke Pines, Florida. A more detailed description of the Plan and its provisions appears in the Referendum constituting the Plan and in the summary plan description.

Eligibility

All full time employees, as defined in the Referendum, are eligible to participate in the Plan as a condition of continued employment.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 4. OTHER INFORMATION (Continued)

g. Municipal Employees Retirement Plans (Continued)

General Employees Pension Plan (Continued)

Service Retirement Benefits

Upon normal retirement, a participant will receive a monthly pension amount equal to 2% of average monthly earnings for the highest two years of continuous service prior to normal retirement date for those participants who make employee contributions of 3% and 2.5% for those who make employee contributions of 6%.

A participant may retire early after completing 5 years of continuous service and attaining 50 years of age. Early retirement benefits are calculated in a manner similar to those for normal retirement, but at an actuarially reduced amount.

Other forms of benefits are available to Plan participants and are further discussed in the Referendum.

Disability Benefits

If a participant becomes totally disabled before termination of employment and prior to reaching normal retirement age, he or she is entitled to do one of the following:

Non-service connected - Benefits will be the greater of accrued benefit on date of disability or 40% of average compensation on such date.

Service connected - Benefits will be the greater of (i) earned pension as of the date of disability or (ii) 40% of the currently monthly pay as of such date.

Benefit payments under the General Employees Pension Plan are paid directly out of fund assets.

Funding Policy

The City of Pembroke Pines is required to contribute an actuarially determined amount that, when combined with participant's contributions, will fully provide for all benefits as they become payable.

Participants are required to contribute 3% and may contribute 6% of regular wages while the City's contribution is based on the actuarial report using the frozen initial liability method with the unfunded liabilities being amortized over 20 years. Chapter 112, Part VII, Florida Statutes requires amortization of unfunded liabilities over a period no longer than 30 years.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 4. OTHER INFORMATION (Continued)

g. Municipal Employees Retirement Plans (Continued)

General Employees Pension Plan (Continued)

Investments

As of September 30, 1998, the Plan held no single investment which individually exceeds 5% of plan net assets. See Note 3 (Part a) for risk categorization of investments.

Annual Pension Cost and Net Pension Obligation

As of October 1, 1997 (date of transition), there was no net pension obligation. The annual pension cost and net pension obligation for the current year was as follows:

Annual required contribution	\$ 1,882,862
Interest on net pension obligation	-
Adjustment to annual required contribution	-
Annual pension cost	1,882,862
Contributions made	(1,882,862)
Increase in net pension obligation	-
Net pension obligation at transition	-
Net pension obligation, end of year	\$ -

The annual required contribution for the current year was determined as part of the October 1, 1997 actuarial valuation using the frozen initial liability actuarial cost method. The actuarial assumptions included a 8% investment rate of return net of administrative expenses and projected salary increases of 7% which include an inflation component of 4%.

<u>Fiscal Year Ended</u>	<u>Three Year Trend Information</u>		<u>Net Pension Obligation</u>
	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	
9/30/96	\$1,243,752	100%	\$ -
9/30/97	1,516,854	100	-
9/30/98	1,882,862	100	-

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 4. OTHER INFORMATION (Continued)

g. Municipal Employees Retirement Plans (Continued)

City Pension Fund for Firefighters and Police Officers

Plan Description

The City Pension fund for Firefighters and Police Officers in the City of Pembroke Pines was established February 18, 1981 by Ordinance 557, as amended by Ordinance 829 dated March 4, 1987, Ordinance 967 dated September 19, 1991, Ordinance 1014 dated November 4, 1992, Ordinance 1067 dated February 16, 1994, Ordinance 1091 dated September 8, 1994, Ordinance 1131 dated September 6, 1995 and Ordinance 1198 dated December 18, 1996 (collectively known as the "Ordinances"). The Plan, which is a single-employer plan, was established to provide retirement benefits to firefighters and police officers in the City of Pembroke Pines, Florida. A more detailed description of the Plan and its provisions appears in the Ordinances constituting the Plan and in the summary plan description. Publicly available financial statements of the Plan can be obtained from the City of Pembroke Pines Finance Department.

Eligibility

All full time employees, as defined in the Ordinances, are required to participate in the Plan as a condition of continued employment, provided that at the time of hiring the employee is at least eighteen years of age and not more than thirty-six years of age and completes all required medical examinations.

Service Retirement Benefits

Upon normal retirement, a participant will receive a monthly pension amount equal to 3% of average monthly earnings for the highest two years of continuous service multiplied by the number of years of continuous service, subject in any event to a maximum of 80% of average monthly earnings. However, members as of the effective date (October 1, 1980) shall receive at their normal retirement date (age 55, regardless of years of service) the greater of the benefit provided by the formula above or 50% of average monthly earnings.

A participant may retire early after completing 20 years of continuous service. Early retirement benefits are calculated in a manner similar to those for normal retirement, except that continuous service and average monthly earnings shall be determined as of the early retirement date.

Other forms of benefits are available to Plan participants and are further discussed in the Ordinances.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 4. OTHER INFORMATION (Continued)

g. Municipal Employees Retirement Plans (Continued)

City Pension Fund for Firefighters and Police Officers (Continued)

Disability Benefits

A participant who incurs a service connected disability is entitled to a monthly benefit equal to 3% of average monthly earnings multiplied by the number of years of continuous service, with a minimum payment equal to 66% of the participant's monthly salary at the time of the disability.

A participant who incurs a non-service connected disability and who has completed ten years of continuous service is entitled to a monthly benefit equal to 2% of average monthly earnings times the number of years of continuous service, but not in excess of 50% of the participant's monthly salary at the time of the disability.

Death Benefits

The Plan provides for spouses and/or children of participants for both service connected and non-service connected deaths.

Funding Policy

The City of Pembroke Pines is required to contribute an actuarially determined amount that, when combined with participants' contributions and contributions from the State of Florida, will fully provide for all benefits as they become payable.

Members of the Plan who are certified firefighters and police officers make regular contributions to the Plan at a rate equal to the greater of 10.4% of their respective annual earnings.

All eligible employees, as a condition of membership, must agree in writing on becoming a member to make the contribution specified in the Plan. These contributions are in the form of payroll deductions until the member has completed twenty-six and two-thirds years of continuous service or reaches the age of 62, whichever occurs earlier, at which time payments stop.

Investments

As of September 30, 1998, the Plan held no single investment which exceeds 5% of plan net assets. See Note 3 (Part a) for risk categorization of investments.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

NOTE 4. OTHER INFORMATION (Continued)

g. Municipal Employees Retirement Plans (Continued)

City Pension Fund for Firefighters and Police Officers (Continued)

Annual Pension Cost and Net Pension Obligation

As of October 1, 1997 (date of transition), there was no net pension obligation. The annual pension cost and net pension obligation for the current year was as follows:

Annual required contribution	\$ 2,366,166
Interest on net pension obligation	-
Adjustment to annual required contribution	-
Annual pension cost	<u>2,366,166</u>
Contributions made	<u>(2,366,166)</u>
Increase in net pension obligation	-
Net pension obligation at transition	-
Net pension obligation, end of year	<u>\$ -</u>

The annual required contribution for the current year was determined as part of the October 1, 1997 actuarial valuation using the frozen initial liability actuarial cost method. The actuarial assumptions included a 8% investment rate of return net of administrative expenses and projected salary increases of 6% which include an inflation component of 4%.

<u>Fiscal Year Ended</u>	<u>Trend Information (1)</u>		<u>Net Pension Obligation</u>
	<u>Annual Pension Cost (APC)</u>	<u>Percentage Of APC Contributed</u>	
9/30/98	\$2,366,166	100%	\$ -

(1) Three years of data was not available.

Drop Accounts Payable

During December 1996, the Plan adopted the Deferred Retirement Option Plan (DROP) under Ordinance 1198. The ordinance allows eligible employees to participate in the DROP for a maximum of five years. Upon election to participate in the DROP, monthly retirement benefits that would have been payable had the member terminated employment and elected to receive monthly pension payments shall be made into the member's DROP account. DROP payments contributed to a member's DROP account earn or lose interest at the same rate and frequency as in the Pension Fund, less reasonable and necessary administrative expenses. For the year ended September 30, 1998, interest income in the financial statements excluded interest earned on DROP accounts totaling \$32,498. No benefit payments are made from a member's DROP account during their participation in the DROP. Benefits are paid upon termination.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

NOTE 4. OTHER INFORMATION (Continued)

g. Municipal Employees Retirement Plans (Continued)

City Pension Fund for Firefighters and Police Officers (Continued)

Defined Contribution Plan

The City offers a defined contribution plan (the Plan) created in accordance with Internal Revenue Service Code Section 401(a) and Ordinance Number 829. The plan provides a portable retirement program for “mobile” administrative, professional and technical employees of local government. If a participant separates from service and subsequently becomes employed with another unit of a state or local government, then the participant may rollover the benefits into his new employers pension plan providing said plan permits rollovers. At September 30, 1998, there were 9 plan members. Plan members are not permitted to contribute to the plan. The City is required to contribute based on the same criteria as that established for the General Employees Pension Plan (16.6% of annual covered payroll). The City contributed \$136,308 to the Plan for the year ended September 30, 1998. Plan provisions may be amended by the City Commission. The Plan is held in a trust for the exclusive benefit of the participants and their beneficiaries, consequently, the City has no fiduciary responsibility, therefore, the net assets of the Plan are not included in the City’s financial statements.

h. Residual Equity Transfer

During the fiscal year ended September 30, 1998, the Walter C. Young Resource Center (enterprise fund) was transferred to the General Fund. This transaction created a residual equity transfer. The following reconciles the residual equity transfers from this fund:

Residual equity transfer in:	
Walter C. Young Resource Center Fund	\$ 3,088,571
Reconciling items:	
Transfer to general fixed assets account group	20,467,182
Accumulated depreciation not recorded in general fixed assets account group	(3,257,458)
Contributed capital not recorded in general fixed assets account group	<u>(20,245,027)</u>
	<u>\$ 53,268</u>
Residual equity transfer out:	
General fund	\$ <u>(53,268)</u>

NOTE 5. YEAR 2000 ISSUE

In accordance with GASB Technical Bulletin No. 98-1, the City is presenting the status of the Year 2000 issues as they relate to the City of Pembroke Pines.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 5. YEAR 2000 ISSUE (Continued)

Assessment Stage

The City of Pembroke Pines has actively worked on the Year 2000 problem for the past two years. The City has implemented software design tools that have significantly reduced the efforts required for conversions. Adequate funding for the project has been provided.

The City has identified all of its systems. Those systems and equipment that are critical to conducting operations have been given priority. The resources and costs to make them Year 2000 compliant have been identified.

Remediation Stage

This stage deals primarily with the technical issues of converting existing systems when switching to compliant systems. The following systems are in this stage: Central Cashiering System, Payroll, Utility Billing and Accounting System.

Validation/Testing Stage

This includes the development of test data and test scripts, the running of test scripts and the review of test results. If the testing results show anomalies, the tested area have been corrected and retested. Although minor problems will undoubtedly remain, the City expects to resolve all of its critical Year 2000 problems before January 1, 2000.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF PEMBROKE PINES, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF FUNDING PROGRESS

SEPTEMBER 30, 1998

Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Actuarial Accrued Liability (AAL) - Frozen Initial Liability	Unfunded AAL (UAAL) (b) - (a)	Funded Ratio (a) / (b)	(c) Covered Payroll	UAAL as a Percentage of Covered Payroll (b-a) / (c)
GENERAL EMPLOYEES						
10/1/97	\$ 26,713,835	\$ 28,624,021	\$ 1,910,186	93.3%	\$ 11,346,678	16.8%
10/1/96	22,998,034	27,046,393	4,048,359	85.0	10,651,263	38.0
10/1/95	20,186,719	23,456,247	3,269,528	86.1	10,043,375	32.6
10/1/94	17,675,593	20,208,809	2,533,216	87.5	9,113,936	27.8
10/1/93	15,220,953	18,935,511	3,714,558	80.4	8,024,870	46.3
10/1/92	12,792,120	17,279,917	4,487,797	74.0	7,865,554	57.1
FIREFIGHTERS AND POLICE OFFICERS						
10/1/97	\$ 50,966,000	\$ 55,530,000	\$ 4,564,000	91.8%	\$ 16,128,000	28.3%
10/1/96	39,920,000	47,437,000	7,517,000	84.2	15,209,000	49.4
10/1/95	33,181,000	41,363,000	8,182,000	80.2	12,571,000	65.1
10/1/94	25,730,000	36,545,000	10,815,000	70.4	11,635,000	93.0
10/1/93	23,192,000	32,359,000	9,167,000	71.7	11,125,000	82.4
10/1/92	18,944,000	24,989,000	6,045,000	75.8	10,093,000	59.9

CITY OF PEMBROKE PINES, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CONTRIBUTIONS FROM THE EMPLOYER AND OTHER CONTRIBUTING ENTITIES

SEPTEMBER 30, 1998

Fiscal <u>Year</u>	(A) Annual Required <u>Contributions</u>	Employer <u>Contributions</u>	State <u>Contributions</u>	<u>Total</u>	(B) Percentage <u>Contributed</u>
GENERAL EMPLOYEES					
1998	\$ 1,882,862	\$ 1,882,862	\$ -	\$ 1,882,862	100.0%
1997	1,516,854	1,516,854	-	1,516,854	100.0
1996	1,243,752	1,243,752	-	1,243,752	100.0
1995	1,132,318	1,132,318	-	1,132,318	100.0
1994	1,252,681	1,252,681	-	1,252,681	100.0
1993	1,356,588	1,356,588	-	1,356,588	100.0
FIREFIGHTERS AND POLICE OFFICERS					
1998	\$ 2,366,116	\$ 1,450,517	\$ 915,599	\$ 2,366,116	100.0%
1997	2,467,000	1,608,478	858,522	2,467,000	100.0
1996	2,259,101	1,588,045	671,056	2,259,101	100.0
1995	2,474,893	1,934,238	540,655	2,474,893	100.0
1994	2,210,111	1,741,194	468,917	2,210,111	100.0
1993	1,407,222	1,016,569	390,653	1,407,222	100.0

(A) Actuarially determined contribution requirements.

(B) Total actual contributions as a percentage of annual required contributions.

The information presented in the required supplemental schedules above was determined as part of the actuarial valuation at the date indicated. Additional information as of the latest actuarial valuation follows:

	GENERAL EMPLOYEES	FIREFIGHTERS AND POLICE OFFICERS
Valuation date	10/1/97	10/1/97
Actuarial cost method	Frozen initial liability	Frozen initial liability
Amortization method	Level dollar, closed	Level dollar, open
Remaining amortization period	16 years	19 years
Asset valuation method	Fair value	Fair value
Actuarial assumptions:		
Investment rate of return	8.0%	8.0%
Projected salary increases*	4.0%	6.0%
Cost of living adjustments	None	None
*Includes inflation at	3.0%	4.0%

**COMBINING, INDIVIDUAL FUND
AND ACCOUNT GROUP
STATEMENTS AND SCHEDULES**

GOVERNMENTAL FUND TYPES

- GENERAL FUND
- SPECIAL REVENUE FUNDS
- DEBT SERVICE
- CAPITAL PROJECTS

GENERAL FUND

The general fund is used to account for resources traditionally associated with government which are not required legally or by sound financial management to be accounted for in another fund.

CITY OF PEMBROKE PINES, FLORIDA

GENERAL FUND SCHEDULE OF REVENUES - BUDGET AND ACTUAL FISCAL YEAR ENDED SEPTEMBER 30, 1998

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Taxes:			
Ad valorem taxes	\$ 13,120,743	\$ 13,282,958	\$ 162,215
Franchise taxes	6,199,495	6,546,279	346,784
Utility services taxes	<u>6,132,026</u>	<u>6,272,180</u>	<u>140,154</u>
	<u>25,452,264</u>	<u>26,101,417</u>	<u>649,153</u>
Licenses and permits:			
Occupational licenses	2,250,000	2,108,179	(141,821)
Building permits	<u>6,669,700</u>	<u>7,160,501</u>	<u>490,801</u>
	<u>8,919,700</u>	<u>9,268,680</u>	<u>348,980</u>
Special assessments	<u>5,327,861</u>	<u>5,288,445</u>	<u>(39,416)</u>
Intergovernmental revenue:			
Federal grants	8,000	119,077	111,077
State shared revenue	6,277,756	6,572,389	294,633
County grants	18,000	-	(18,000)
Shared revenue - local units	<u>120,000</u>	<u>125,537</u>	<u>5,537</u>
	<u>6,423,756</u>	<u>6,817,003</u>	<u>393,247</u>
Charges for services:			
General government	5,682,632	4,259,203	(1,423,429)
Public safety	1,427,397	1,704,648	277,251
Physical environment	1,000	1,299	299
Culture and recreation	2,497,200	2,486,524	(10,676)
Other	<u>24,000</u>	<u>-</u>	<u>(24,000)</u>
	<u>9,632,229</u>	<u>8,451,674</u>	<u>(1,180,555)</u>
Fines and forfeitures	<u>656,100</u>	<u>705,344</u>	<u>49,244</u>
Investment income	<u>980,700</u>	<u>1,630,010</u>	<u>649,310</u>
Other:			
Rents and royalties	804,388	674,131	(130,257)
Sale of equipment	21,000	24,092	3,092
Other	<u>504,911</u>	<u>612,580</u>	<u>107,669</u>
	<u>1,330,299</u>	<u>1,310,803</u>	<u>(19,496)</u>
 Total revenues	 <u>\$ 58,722,909</u>	 <u>\$ 59,573,376</u>	 <u>\$ 850,467</u>

CITY OF PEMBROKE PINES, FLORIDA

GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
FISCAL YEAR ENDED SEPTEMBER 30, 1998

	<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Current:			
General government:			
Legislative	\$ 240,229	\$ 241,065	\$ (836)
Executive	607,611	620,492	(12,881)
Financial and administrative	3,181,713	2,717,354	464,359
Legal counsel	445,625	451,218	(5,593)
Comprehensive planning	763,677	708,444	55,233
Other general government	<u>7,379,164</u>	<u>6,801,489</u>	<u>577,675</u>
	<u>12,618,019</u>	<u>11,540,062</u>	<u>1,077,957</u>
Public safety:			
Law enforcement	15,739,308	15,721,177	18,131
Fire control	6,371,357	5,712,496	658,861
Protective inspections	4,889,377	4,756,242	133,135
Rescue service	5,905,793	6,246,089	(340,296)
Other public safety	<u>368,093</u>	<u>320,359</u>	<u>47,734</u>
	<u>33,273,928</u>	<u>32,756,363</u>	<u>517,565</u>
Physical environment	<u>2,816,921</u>	<u>1,704,960</u>	<u>1,111,961</u>
Transportation	<u>54,729</u>	<u>49,918</u>	<u>4,811</u>
Human services	<u>188,332</u>	<u>174,606</u>	<u>13,726</u>
Economic development	<u>391,694</u>	<u>232,125</u>	<u>159,569</u>
Culture/recreation	<u>8,892,380</u>	<u>7,425,006</u>	<u>1,467,374</u>
Capital outlay	<u>5,735,177</u>	<u>3,755,829</u>	<u>1,979,348</u>
Total expenditures	<u>\$ 63,971,180</u>	<u>\$ 57,638,869</u>	<u>\$ 6,332,311</u>

SPECIAL REVENUE FUNDS

Road and Bridge fund - To account for receipt and disbursement of funds earmarked for the construction and maintenance of roads, bridges, sidewalks and streetlights.

Federal Older Americans Act Fund - To account for federal funds received from the Division of Health and Human Services (HHS) and from the local Areawide Agency on Aging (AAA). These funds are used to provide the following:

1. Premises where meals to senior citizens are served by a private company under a state contract.
2. Information, counseling and referral.
3. Weekday adult day care.
4. Alzheimer's Day Care Program on Friday, Saturday and Sunday.
5. Health support services.
6. Offer recreational activities/classes for senior citizens.
7. Transportation to and from the center, doctor's appointments and grocery shopping.
8. Health education, blood pressure screening, fitness and nutrition consultation offered by a registered nurse.

State Housing Initiative Program Fund (S.H.I.P.) - To account for State funds received from the Florida Housing Finance Agency. These funds are used for the following:

1. Minor home repairs.
2. Weatherization.
3. Roof replacement program.
4. Emergency repair program.
5. Administration.
6. Home buyer assistance.

SPECIAL REVENUE FUNDS (Continued)

Community Development Block Grant Fund (CDBG) - To account for Federal funds received from the U.S. Department of Housing and Urban Development (HUD). These funds were used to provided the following:

1. Home repairs.
2. Weatherization.
3. Emergency repair program.
4. Commercial revitalization.
5. Home buyer assistance.
6. Administration.
7. Senior center transportation.

Law Enforcement Grants - To account for the following Federal and State funded programs:

1. COPS ahead
 - a. Twelve (12) full time officers
 - b. Benefits
2. Auto theft
 - a. One (1) full time crime analyst
 - b. Benefits
 - c. Operating expenses
3. Operation looking glass
 - a. Education
 - b. Equipment
4. Victim's Advocate
 - a. One (1) full time victim's advocate
 - b. Benefits
 - c. Travel and equipment expenses
5. Block grant
 - a. One (1) full time police service aid
 - b. Overtime
 - c. Benefits
 - d. Office equipment

SPECIAL REVENUE FUNDS (Continued)

ADA Paratransit Program - To account for local funds received from Broward County for disability transportation. These funds are used for salaries, benefits and operational expenses to run this program.

Charter Schools - To account for funds received from the of Broward County School Board for the operation of a pre-kindergarten and an elementary school owned and operated by the City.

CITY OF PEMBROKE PINES, FLORIDA

COMBINING BALANCE SHEET SPECIAL REVENUE FUNDS

SEPTEMBER 30, 1998

	<u>Road and Bridge</u>	<u>Federal Older Americans Act</u>	<u>State Housing Initiative Program</u>	<u>Community Development Block Grant</u>	<u>Law Enforcement Grant</u>	<u>ADA Paratransit Program</u>	<u>Charter Schools</u>	<u>Total</u>
<u>ASSETS</u>								
Equity in pooled cash and cash equivalents	\$ 1,779,203	\$ 27,374	\$ 107,706	\$ 21,080	\$ 89,919	\$ 78,141	\$ 153,045	\$ 2,256,468
Receivables:								
Special assessments:								
Current	18,103	-	-	-	-	-	-	18,103
Delinquent	26,728	-	-	-	-	-	-	26,728
Deferred	2,462,843	-	-	-	-	-	-	2,462,843
Accrued interest	<u>42,740</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>42,740</u>
Total receivables	<u>2,550,414</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,550,414</u>
Due from other governments	55,601	76,716	5,781	37,206	71,931	-	275,795	523,030
Prepaid costs	<u>-</u>	<u>-</u>	<u>-</u>	<u>63,802</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>63,802</u>
Total assets	<u>\$ 4,385,218</u>	<u>\$ 104,090</u>	<u>\$ 113,487</u>	<u>\$ 122,088</u>	<u>\$ 161,850</u>	<u>\$ 78,141</u>	<u>\$ 428,840</u>	<u>\$ 5,393,714</u>
<u>LIABILITIES AND FUND BALANCES</u>								
Liabilities:								
Accounts payable	\$ 284,291	\$ 8,147	\$ 19,240	\$ 20,151	\$ 6,267	\$ 1,900	\$ 143,326	\$ 483,322
Compensated absences	29,913	42,528	-	8,013	42,755	8,037	1,373	132,619
Accrued liabilities	-	2,680	-	-	-	-	-	2,680
Deferred revenue	2,462,843	-	-	-	-	-	-	2,462,843
Deposits	162,586	-	-	-	-	-	-	162,586
Due to other funds	<u>444,738</u>	<u>98,972</u>	<u>-</u>	<u>88,988</u>	<u>-</u>	<u>-</u>	<u>398,714</u>	<u>1,031,412</u>
Total liabilities	<u>3,384,371</u>	<u>152,327</u>	<u>19,240</u>	<u>117,152</u>	<u>49,022</u>	<u>9,937</u>	<u>543,413</u>	<u>4,275,462</u>
Fund balances:								
Reserved for prepaid costs	-	-	-	63,802	-	-	-	63,802
Reserved for encumbrances	1,000,847	-	-	4,936	-	-	-	1,005,783
Unreserved:								
Undesignated (deficit)	<u>-</u>	<u>(48,237)</u>	<u>94,247</u>	<u>(63,802)</u>	<u>112,828</u>	<u>68,204</u>	<u>(114,573)</u>	<u>48,667</u>
Total fund balances (deficits)	<u>1,000,847</u>	<u>(48,237)</u>	<u>94,247</u>	<u>4,936</u>	<u>112,828</u>	<u>68,204</u>	<u>(114,573)</u>	<u>1,118,252</u>
Total liabilities and fund balances	<u>\$ 4,385,218</u>	<u>\$ 104,090</u>	<u>\$ 113,487</u>	<u>\$ 122,088</u>	<u>\$ 161,850</u>	<u>\$ 78,141</u>	<u>\$ 428,840</u>	<u>\$ 5,393,714</u>

CITY OF PEMBROKE PINES, FLORIDA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES SPECIAL REVENUE FUNDS

FISCAL YEAR ENDED SEPTEMBER 30, 1998

	<u>Road and Bridge</u>	<u>Federal Older Americans Act</u>	<u>State Housing Initiative Program</u>	<u>Community Development Block Grant</u>	<u>Law Enforcement Grant</u>	<u>ADA Paratransit Program</u>	<u>Charter Schools</u>	<u>Total</u>
Revenues:								
Taxes	\$ 1,779,783	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,779,783
Special assessments	32,424	-	-	-	-	-	-	32,424
Intergovernmental revenue	859,024	370,279	569,895	560,775	421,444	242,181	286,117	3,309,715
Charges for services	149,455	-	-	-	-	-	-	149,455
Investment income	65,960	-	-	-	-	-	-	65,960
Other	<u>1,493</u>	<u>54,709</u>	<u>5,817</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>100</u>	<u>62,119</u>
Total revenues	<u>2,888,139</u>	<u>424,988</u>	<u>575,712</u>	<u>560,775</u>	<u>421,444</u>	<u>242,181</u>	<u>286,217</u>	<u>5,399,456</u>
Expenditures:								
Current:								
Public safety	-	-	-	-	581,599	-	-	581,599
Transportation	1,541,629	-	-	76,630	-	146,422	-	1,764,681
Economic development	-	-	613,918	467,220	-	-	-	1,081,138
Human services	-	467,355	-	-	-	-	393,300	860,655
Capital outlay	<u>954,261</u>	<u>-</u>	<u>-</u>	<u>12,246</u>	<u>64,936</u>	<u>799</u>	<u>7,490</u>	<u>1,039,732</u>
Total expenditures	<u>2,495,890</u>	<u>467,355</u>	<u>613,918</u>	<u>556,096</u>	<u>646,535</u>	<u>147,221</u>	<u>400,790</u>	<u>5,327,805</u>
Excess (deficiency) of revenues over expenditures	<u>392,249</u>	<u>(42,367)</u>	<u>(38,206)</u>	<u>4,679</u>	<u>(225,091)</u>	<u>94,960</u>	<u>(114,573)</u>	<u>71,651</u>
Other financing sources:								
Operating transfers in	<u>-</u>	<u>19,227</u>	<u>-</u>	<u>-</u>	<u>258,739</u>	<u>-</u>	<u>-</u>	<u>277,966</u>
Total other financing sources	<u>-</u>	<u>19,227</u>	<u>-</u>	<u>-</u>	<u>258,739</u>	<u>-</u>	<u>-</u>	<u>277,966</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	392,249	(23,140)	(38,206)	4,679	33,648	94,960	(114,573)	349,617
Fund balances (deficit), beginning	<u>608,598</u>	<u>(25,097)</u>	<u>132,453</u>	<u>257</u>	<u>79,180</u>	<u>(26,756)</u>	<u>-</u>	<u>768,635</u>
Fund balances (deficit), ending	<u>\$ 1,000,847</u>	<u>\$ (48,237)</u>	<u>\$ 94,247</u>	<u>\$ 4,936</u>	<u>\$ 112,828</u>	<u>\$ 68,204</u>	<u>\$ (114,573)</u>	<u>\$ 1,118,252</u>

PROPRIETARY FUND TYPES

- ENTERPRISE FUNDS
- INTERNAL SERVICE FUNDS

ENTERPRISE FUNDS

Water and Sewer Fund - To account for all revenues and expenditures related to water and sewer services provided to the residents of the City. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service, billing and collection.

W.C.Y. Resource Center - To account for all the revenue and expenditure activity of this multi-purpose facility. The center was the culmination of the combined efforts of the City of Pembroke Pines, the Broward County School Board and the State of Florida. The City received a fifty percent (50%) construction grant from the State through the School Board in exchange for leasing the facilities to the School Board for the next fifty years at one dollar (\$1.00) per year. The facilities are used by the School Board for a middle school and adult education classes.

In addition, the City provides the following programs:

1. Day care.
2. After school.
3. Racquet ball.
4. Rental to private organization for use such as Judo, aerobics classes or private meetings.

During the current fiscal year, the W.C.Y. Resources Center Enterprise Fund was closed to the general fund. Therefore, no balance sheet is presented for this fund.

CITY OF PEMBROKE PINES, FLORIDA

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS ENTERPRISE FUNDS

FISCAL YEAR ENDED SEPTEMBER 30, 1998

	Water and Sewer	W.C.Y. Resource Center	<u>Total</u>
Operating revenues:			
Charges for services	\$ 17,998,165	\$ 795,597	\$ 18,793,762
Assessment revenue	183,435	-	183,435
Other	<u>178,017</u>	<u>128,570</u>	<u>306,587</u>
Total operating revenues	<u>18,359,617</u>	<u>924,167</u>	<u>19,283,784</u>
Operating expenses:			
Personal services	4,506,346	774,559	5,280,905
Operating expenses	10,998,982	175,713	11,174,695
Depreciation	<u>2,612,528</u>	<u>406,561</u>	<u>3,019,089</u>
Total operating expenses	<u>18,117,856</u>	<u>1,356,833</u>	<u>19,474,689</u>
Operating income (loss)	<u>241,761</u>	<u>(432,666)</u>	<u>(190,905)</u>
Non-operating revenues (expenses):			
Investment income	3,029,826	113	3,029,939
Loss on disposal of fixed assets	(49,337)	-	(49,337)
Other non-operating expenses	<u>-</u>	<u>(1,562)</u>	<u>(1,562)</u>
Total non-operating revenues (expenses)	<u>2,980,489</u>	<u>(1,449)</u>	<u>2,979,040</u>
Net income (loss)	3,222,250	(434,115)	2,788,135
Retained earnings (deficit), beginning	22,726,216	(2,654,456)	20,071,760
Residual equity transfer in	<u>-</u>	<u>3,088,571</u>	<u>3,088,571</u>
Retained earnings, ending	<u>\$ 25,948,466</u>	<u>\$ -</u>	<u>\$ 25,948,466</u>

CITY OF PEMBROKE PINES, FLORIDA

COMBINING STATEMENT OF CASH FLOWS ENTERPRISE FUNDS

FISCAL YEAR ENDED SEPTEMBER 30, 1998

	<u>Water and Sewer</u>	<u>W.C.Y. Resource Center</u>	<u>Total</u>
Cash flows from operating activities:			
Cash received from customers:			
For services	\$ 17,498,357	\$ 730,227	\$ 18,228,584
For deposits	120,278	-	120,278
Cash payments to suppliers for goods and services	(9,092,168)	(213,569)	(9,305,737)
Cash payments to employees for services	(4,315,363)	(768,408)	(5,083,771)
Quasi-external operating payments	(3,975,793)	-	(3,975,793)
Other operating revenues	<u>632,733</u>	<u>128,570</u>	<u>761,303</u>
Net cash provided (used) by operating activities	<u>868,044</u>	<u>(123,180)</u>	<u>744,864</u>
Cash flows from non-capital financing activities:			
Loans from (to) other funds	(10,505,070)	92,288	(10,412,782)
Transfer to general fund	-	(62,177)	(62,177)
Interest received from other funds	<u>577,255</u>	<u>-</u>	<u>577,255</u>
Net cash provided (used) by non-capital financing activities	<u>(9,927,815)</u>	<u>30,111</u>	<u>(9,897,704)</u>
Cash flows from capital and related financing activities:			
Acquisition and construction of capital assets	(3,976,218)	(10,715)	(3,986,933)
Proceeds from sale of equipment	7,650	-	7,650
Capital provided by developers	10,480,034	-	10,480,034
Collection of assessments	841,409	-	841,409
Municipal contributions	<u>-</u>	<u>65,370</u>	<u>65,370</u>
Net cash provided by capital and related financing activities	<u>7,352,875</u>	<u>54,655</u>	<u>7,407,530</u>
Cash flows from investing activities:			
Investment purchases	(6,793,919)	-	(6,793,919)
Interest and dividends received	<u>2,452,571</u>	<u>(1,449)</u>	<u>2,451,122</u>
Net cash used by investing activities	<u>(4,341,348)</u>	<u>(1,449)</u>	<u>(4,342,797)</u>
Net decrease in equity in pooled cash and cash equivalents	(6,048,244)	(39,863)	(6,088,107)
Equity in pooled cash and cash equivalents, beginning	<u>36,951,783</u>	<u>39,863</u>	<u>36,991,646</u>
Equity in pooled cash and cash equivalents, ending	<u>\$30,903,539</u>	<u>\$ -</u>	<u>\$30,903,539</u>

CITY OF PEMBROKE PINES, FLORIDA

COMBINING STATEMENT OF CASH FLOWS ENTERPRISE FUNDS

FISCAL YEAR ENDED SEPTEMBER 30, 1998

	<u>Water and Sewer</u>	<u>W.C.Y. Resource Center</u>	<u>Total</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ 241,761	\$ (432,666)	\$ (190,905)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	2,612,528	406,561	3,019,089
Changes in assets and liabilities:			
Receivables:			
Increase in customer accounts, receivable	(364,417)	-	(364,417)
(Increase) decrease in other receivables	271,281	(65,370)	205,911
(Increase) decrease in accounts payable	240,324	(37,856)	202,468
Increase (decrease) in accrued payroll and taxes	7,605	(1,285)	6,320
Decrease in deferred revenue	(135,391)	-	(135,391)
Increase (decrease) in other liabilities	(2,125,925)	7,436	(2,118,489)
Increase in customer deposits	<u>120,278</u>	<u>-</u>	<u>120,278</u>
Net cash provided (used) by operating activities	<u>\$ 868,044</u>	<u>\$ (123,180)</u>	<u>\$ 744,864</u>
Non-cash investing, capital and financing activities:			
Property contributed by developers	<u>\$ 14,454,340</u>	<u>\$ -</u>	<u>\$ 14,454,340</u>

FIDUCIARY FUND TYPES

- EXPENDABLE TRUST FUND
- PENSION TRUST FUNDS
- AGENCY FUNDS

CITY OF PEMBROKE PINES, FLORIDA

COMBINING BALANCE SHEET FIDUCIARY FUNDS

SEPTEMBER 30, 1998

	<u>Pension Trust Funds</u>		<u>Expendable Trust Funds</u>			<u>Agency Funds</u>		<u>Total</u>
	<u>General Employees</u>	<u>Firefighters and Police Officers</u>	<u>Law Enforcement Federal</u>	<u>Trust State/Local</u>	<u>Wetland Mitigation Trust</u>	<u>General Trust</u>	<u>Sanitation</u>	
<u>ASSETS</u>								
Assets:								
Equity in pooled cash and cash equivalents	\$ -	\$ -	\$ 226,855	\$ 424,321	\$ 423,060	\$ 1,142,437	\$ 124,434	\$ 2,341,107
Investments	30,070,510	58,621,608	-	-	-	-	-	88,692,118
Receivables:								
Customer accounts	-	-	-	-	-	-	385,845	385,845
Accrued interest	-	467,318	-	-	-	-	-	467,318
Other	-	14,582	-	-	-	-	-	14,582
Due from other funds	<u>74,453</u>	<u>206,579</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>281,032</u>
Total assets	<u>\$ 30,144,963</u>	<u>\$ 59,310,087</u>	<u>\$ 226,855</u>	<u>\$ 424,321</u>	<u>\$ 423,060</u>	<u>\$ 1,142,437</u>	<u>\$ 510,279</u>	<u>\$ 92,182,002</u>
<u>LIABILITIES AND FUND BALANCES</u>								
Liabilities:								
Accounts payable	\$ -	\$ 591,966	\$ -	\$ 48,083	\$ -	\$ -	\$ 510,279	\$ 1,150,328
Accrued payroll and taxes	-	-	-	-	-	861,405	-	861,405
Due to other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>281,032</u>	<u>-</u>	<u>281,032</u>
Total liabilities	<u>-</u>	<u>591,966</u>	<u>-</u>	<u>48,083</u>	<u>-</u>	<u>1,142,437</u>	<u>510,279</u>	<u>2,292,765</u>
Fund balances:								
Reserved for employees pension benefits	30,144,963	58,718,121	-	-	-	-	-	88,863,084
Unreserved:								
Designated for subsequent years' expenditures	<u>-</u>	<u>-</u>	<u>226,855</u>	<u>376,238</u>	<u>423,060</u>	<u>-</u>	<u>-</u>	<u>1,026,153</u>
Total fund balances	<u>30,144,963</u>	<u>58,718,121</u>	<u>226,855</u>	<u>376,238</u>	<u>423,060</u>	<u>-</u>	<u>-</u>	<u>89,889,237</u>
Total liabilities and fund balances	<u>\$ 30,144,963</u>	<u>\$ 59,310,087</u>	<u>\$ 226,855</u>	<u>\$ 424,321</u>	<u>\$ 423,060</u>	<u>\$ 1,142,437</u>	<u>\$ 510,279</u>	<u>\$ 92,182,002</u>

PENSION TRUST FUNDS

Employees Retirement Funds - To account for the accumulation of resources to be used for retirement benefits to City employees. Resources are contributed by employees at rates fixed by law and by the City at amounts determined by annual actuarial valuations.

CITY OF PEMBROKE PINES, FLORIDA

COMBINING STATEMENT OF CHANGES IN PLAN NET ASSETS PENSION TRUST FUNDS

FISCAL YEAR ENDED SEPTEMBER 30, 1998

	<u>General Employees</u>	<u>Firefighters and Police Officers</u>	<u>Total</u>
ADDITIONS			
Contributions:			
Employer	\$ 1,882,862	\$ 1,450,517	\$ 3,333,379
Members	625,092	1,790,908	2,416,000
State of Florida	<u>-</u>	<u>915,599</u>	<u>915,599</u>
Total contributions	<u>2,507,954</u>	<u>4,157,024</u>	<u>6,664,978</u>
Investment income:			
Net appreciation in fair value of investments	1,676,646	2,818,685	4,495,331
Interest	-	1,912,433	1,912,433
Dividends	<u>-</u>	<u>318,580</u>	<u>318,580</u>
	1,676,646	5,049,698	6,726,344
Less investment expenses	<u>10,190</u>	<u>175,930</u>	<u>186,120</u>
Net investment income	<u>1,666,456</u>	<u>4,873,768</u>	<u>6,540,224</u>
Total additions	<u>4,174,410</u>	<u>9,030,792</u>	<u>13,205,202</u>
DEDUCTIONS			
Benefits paid	768,308	1,060,626	1,828,934
Contribution refunds	12,078	82,576	94,654
Administrative expenses	<u>25,888</u>	<u>135,041</u>	<u>160,929</u>
Total deductions	<u>806,274</u>	<u>1,278,243</u>	<u>2,084,517</u>
Net increase	3,368,136	7,752,549	11,120,685
Net assets held in trust for pension benefits:			
Beginning of year	<u>26,776,827</u>	<u>50,965,572</u>	<u>77,742,399</u>
End of year	<u>\$ 30,144,963</u>	<u>\$ 58,718,121</u>	<u>\$ 88,863,084</u>

EXPENDABLE TRUST FUND

Trust funds are used to account for assets held by the government in a trustee capacity.

Law Enforcement Trust Fund - To account for funds and property seized or confiscated by the City's police department in connection with Federal and State forfeiture cases.

The Wetland Mitigation Trust Fund - To account for funds donated by developers which are used to maintain and administer wetlands located in the City.

CITY OF PEMBROKE PINES, FLORIDA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES EXPENDABLE TRUST FUNDS

FISCAL YEAR ENDED SEPTEMBER 30, 1998

	<u>Law Enforcement Trust</u>		Wetland	<u>Total</u>
	<u>Federal</u>	<u>State/Local</u>	Mitigation <u>Trust</u>	
Revenues:				
Charges for services	\$ -	\$ -	\$ 15,250	\$ 15,250
Fines and forfeitures	-	133,785	-	133,785
Investment income	<u>17,621</u>	<u>22,148</u>	<u>26,387</u>	<u>66,156</u>
Total revenues	<u>17,621</u>	<u>155,933</u>	<u>41,637</u>	<u>215,191</u>
Expenditures:				
Current:				
Public safety	-	37,506	-	37,506
Conservation and resource management	-	-	1,390	1,390
Capital outlay	<u>196,961</u>	<u>131,313</u>	<u>-</u>	<u>328,274</u>
Total expenditures	<u>196,961</u>	<u>168,819</u>	<u>1,390</u>	<u>367,170</u>
Excess (deficiency) of revenues over expenditures	(179,340)	(12,886)	40,247	(151,979)
Fund balances, beginning	<u>406,195</u>	<u>389,124</u>	<u>382,813</u>	<u>1,178,132</u>
Fund balances, ending	<u>\$ 226,855</u>	<u>\$ 376,238</u>	<u>\$ 423,060</u>	<u>\$ 1,026,153</u>

AGENCY FUNDS

The **General Trust Fund** is used to account for assets held by the City as an agent for other funds.

The **Sanitation Fund** is used to account for assets held by the City as an agent for a private organization.

CITY OF PEMBROKE PINES, FLORIDA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES AGENCY FUNDS

FISCAL YEAR ENDED SEPTEMBER 30, 1998

	Balance September 30, <u>1997</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1998</u>
<u>GENERAL TRUST FUND</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 1,122,698	\$41,464,889	\$41,445,150	\$ 1,142,437
Liabilities:				
Accrued payroll and taxes	\$ 878,890	\$39,340,100	\$39,357,585	\$ 861,405
Due to other funds	<u>243,808</u>	<u>2,444,457</u>	<u>2,407,233</u>	<u>281,032</u>
Total liabilities	<u>\$ 1,122,698</u>	<u>\$41,784,557</u>	<u>\$41,764,818</u>	<u>\$ 1,142,437</u>
 <u>SANITATION FUND</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 154,973	\$ 5,633,998	\$ 5,664,537	\$ 124,434
Accounts receivable	<u>346,923</u>	<u>5,661,056</u>	<u>5,622,134</u>	<u>385,845</u>
Total assets	<u>\$ 501,896</u>	<u>\$11,295,054</u>	<u>\$11,286,671</u>	<u>\$ 510,279</u>
Liabilities:				
Accounts payable	<u>\$ 501,896</u>	<u>\$ 5,656,827</u>	<u>\$ 5,648,444</u>	<u>\$ 510,279</u>
 <u>TOTAL - ALL AGENCY FUNDS</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 1,277,671	\$47,098,887	\$47,109,687	\$ 1,266,871
Accounts receivable	<u>346,923</u>	<u>5,661,056</u>	<u>5,622,134</u>	<u>385,845</u>
Total assets	<u>\$ 1,624,594</u>	<u>\$52,759,943</u>	<u>\$52,731,821</u>	<u>\$ 1,652,716</u>
Liabilities:				
Accounts payable	\$ 501,896	\$ 5,656,827	\$ 5,648,444	\$ 510,279
Accrued payroll and taxes	878,890	39,340,100	39,357,585	861,405
Due to other funds	<u>243,808</u>	<u>2,444,457</u>	<u>2,407,233</u>	<u>281,032</u>
Total liabilities	<u>\$ 1,624,594</u>	<u>\$47,441,384</u>	<u>\$47,413,262</u>	<u>\$ 1,652,716</u>

ACCOUNT GROUPS

- GENERAL FIXED ASSETS ACCOUNT GROUP
- GENERAL LONG-TERM DEBT ACCOUNT GROUP

GENERAL FIXED ASSETS ACCOUNT GROUP

To account for fixed assets used for general governmental purposes other than those accounted for in proprietary funds.

CITY OF PEMBROKE PINES, FLORIDA

SCHEDULE OF GENERAL FIXED ASSETS BY SOURCE

SEPTEMBER 30, 1998

General fixed assets:	
Land	\$ 39,027,665
Buildings	50,945,761
Improvements other than buildings	8,938,775
Machinery and equipment	22,501,867
Construction in progress	<u>40,876,732</u>
Total general fixed assets	<u>\$ 162,290,800</u>
Investments in general fixed assets by source:	
General fund	\$ 117,807,493
Federal revenue sharing fund	277,081
Federal and state grants	487,650
Law enforcement trust fund	651,973
Gifts and donations	<u>43,066,603</u>
Total investment in general fixed assets	<u>\$ 162,290,800</u>

CITY OF PEMBROKE PINES, FLORIDA

SCHEDULE OF GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY

SEPTEMBER 30, 1998

<u>Function and Activity</u>	<u>Land</u>	<u>Buildings</u>	<u>Improvements Other Than Buildings</u>	<u>Machinery and Equipment</u>	<u>Total</u>
General government:					
Legislative	\$ 2,661,936	\$ 353,778	\$ 3,150	\$ 56,522	\$ 3,075,386
City manager	-	-	-	84,290	84,290
Personnel	-	-	-	30,948	30,948
City clerk	-	-	-	308,968	308,968
City engineer	2,214	-	-	164,344	166,558
City planner	-	-	-	212,607	212,607
Finance	-	-	-	2,047,536	2,047,536
Central stores	-	359,684	-	79,650	439,334
Maintenance compound	-	819,509	2,850	64,092	886,451
General government building	<u>159,417</u>	<u>8,333,119</u>	<u>482,283</u>	<u>363,948</u>	<u>9,338,767</u>
Total general government	<u>2,823,567</u>	<u>9,866,090</u>	<u>488,283</u>	<u>3,412,905</u>	<u>16,590,845</u>
Public safety:					
Code enforcement	-	-	-	103,238	103,238
Building and zoning	-	318	-	996,083	996,401
Police	190,997	3,312,142	53,216	5,539,280	9,095,635
Fire	865,006	3,260,878	12,829	4,208,612	8,347,325
Rescue	<u>-</u>	<u>1,063,323</u>	<u>2,300</u>	<u>1,431,678</u>	<u>2,497,301</u>
Total public safety	<u>1,056,003</u>	<u>7,636,661</u>	<u>68,345</u>	<u>12,278,891</u>	<u>21,039,900</u>
Transportation:					
Streets and sidewalks	922,503	-	3,528,817	1,241,064	5,692,384
Transit system	<u>-</u>	<u>-</u>	<u>-</u>	<u>76,263</u>	<u>76,263</u>
Total transportation	<u>922,503</u>	<u>-</u>	<u>3,528,817</u>	<u>1,317,327</u>	<u>5,768,647</u>
Human services:					
Community services	<u>5,937,832</u>	<u>25,100,153</u>	<u>570,026</u>	<u>1,884,377</u>	<u>33,492,388</u>
Parks and recreation:					
Recreation	26,637,760	6,837,022	4,240,638	2,477,056	40,192,476
Landscaping	<u>1,650,000</u>	<u>1,505,835</u>	<u>42,666</u>	<u>707,088</u>	<u>3,905,589</u>
Total parks and recreation	<u>28,287,760</u>	<u>8,342,857</u>	<u>4,283,304</u>	<u>3,184,144</u>	<u>44,098,065</u>
Intragovernmental services:					
Surplus property	<u>-</u>	<u>-</u>	<u>-</u>	<u>424,223</u>	<u>424,223</u>
Total general fixed assets allocated to functions	<u>\$ 39,027,665</u>	<u>\$ 50,945,761</u>	<u>\$ 8,938,775</u>	<u>\$ 22,501,867</u>	121,414,068
Construction in progress					<u>40,876,732</u>
Total general fixed assets					<u>\$ 162,290,800</u>

CITY OF PEMBROKE PINES, FLORIDA

SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY

FISCAL YEAR ENDED SEPTEMBER 30, 1998

<u>Function and Activity</u>	Balance September 30, <u>1997</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1998</u>
General government:				
Legislative	\$ 3,068,321	\$ 9,671	\$ 2,606	\$ 3,075,386
City manager	75,362	11,568	2,640	84,290
Personnel	22,078	11,414	2,544	30,948
City clerk	301,774	57,272	50,078	308,968
City engineer	178,448	4,568	16,458	166,558
City planner	214,294	33,766	35,453	212,607
Finance	1,498,560	724,790	175,814	2,047,536
Central stores	450,277	-	10,943	439,334
Maintenance compound	891,656	-	5,205	886,451
General government building	<u>9,275,594</u>	<u>77,392</u>	<u>14,219</u>	<u>9,338,767</u>
Total general government	<u>15,976,364</u>	<u>930,441</u>	<u>315,960</u>	<u>16,590,845</u>
Public safety:				
Code enforcement	96,885	9,324	2,971	103,238
Building and zoning	903,140	183,065	89,804	996,401
Police	8,454,786	925,973	285,124	9,095,635
Fire	7,758,259	800,270	211,204	8,347,325
Rescue	<u>2,379,623</u>	<u>168,194</u>	<u>50,516</u>	<u>2,497,301</u>
Total public safety	<u>19,592,693</u>	<u>2,086,826</u>	<u>639,619</u>	<u>21,039,900</u>
Transportation:				
Streets and sidewalks	2,545,804	3,177,829	31,249	5,692,384
Transit system	<u>63,218</u>	<u>13,045</u>	<u>-</u>	<u>76,263</u>
Total transportation	<u>2,609,022</u>	<u>3,190,874</u>	<u>31,249</u>	<u>5,768,647</u>
Human services:				
Community services	<u>8,020,997</u>	<u>25,484,481</u>	<u>13,090</u>	<u>33,492,388</u>
Parks and recreation:				
Recreation	39,480,388	795,623	83,535	40,192,476
Landscaping	<u>3,893,151</u>	<u>50,418</u>	<u>37,980</u>	<u>3,905,589</u>
Total parks and recreation	<u>43,373,539</u>	<u>846,041</u>	<u>121,515</u>	<u>44,098,065</u>
Intragovernmental services:				
Surplus property	<u>608,327</u>	<u>134,336</u>	<u>318,440</u>	<u>424,223</u>
Construction in progress	<u>18,823,663</u>	<u>22,079,243</u>	<u>26,174</u>	<u>40,876,732</u>
Total general fixed assets	<u>\$ 109,004,605</u>	<u>\$ 54,752,242</u>	<u>\$ 1,466,047</u>	<u>\$ 162,290,800</u>

GENERAL LONG-TERM DEBT ACCOUNT GROUP

To account for unmatured principal balances of long-term debt and other long-term obligations other than those accounted for in proprietary funds or trust funds.

CITY OF PEMBROKE PINES, FLORIDA

SCHEDULE OF GENERAL LONG-TERM DEBT

SEPTEMBER 30, 1998

Amount available in debt service fund for bonds payable	<u>\$ 15,805,351</u>
Amount to be provided:	
Compensated absences	3,544,476
Loan payable	10,000,000
Bonds payable	<u>55,970,348</u>
Total to be provided	<u>69,514,824</u>
 Total	 <u>\$ 85,320,175</u>
 General long-term debt payable:	
Compensated absences	\$ 3,544,476
Loan payable	10,000,000
Bonds payable	<u>71,775,699</u>
 Total general long-term debt payable	 <u>\$ 85,320,175</u>

III. Statistical Tables

Note: The City of Pembroke Pines did not have any General Bonded Debt outstanding during the past ten years. Consequently, the following statistical tables have been omitted.

- 1. Ratio of Net General Bonded Debt to Assessed Value and Net Bonded debt per Capita.**
- 2. Ratio of Annual Debt Service expenditures for bonded Debt to Total General Expenditures.**

CITY OF PEMBROKE PINES, FLORIDA

GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTIONS (1) LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>General Government</u>	<u>Public Safety</u>	<u>Physical Environment</u>	<u>Transportation</u>	<u>Economic Development</u>	<u>Human Services</u>	<u>Culture/ Recreation</u>	<u>Capital Outlay</u>	<u>Debt Service</u>	<u>Total</u>
1989	\$3,225,587	\$13,253,695	\$1,054,193	\$671,065	\$-	\$328,290	\$1,556,725	\$4,720,542	\$1,146,680	\$25,956,777
1990	3,976,694	15,016,707	827,083	757,445	-	337,220	1,720,098	8,816,999	1,486,389	32,938,635
1991	4,156,408	17,259,677	943,287	796,653	-	357,801	2,049,280	14,892,366	1,649,852	42,105,324
1992	5,287,923	18,590,170	1,545,049	740,743	-	377,342	2,475,805	10,692,264	2,455,296	42,164,592
1993	5,845,305	20,765,713	1,385,247	947,089	-	390,533	2,888,676	6,297,484	5,450,990	43,971,037
1994	6,942,077	24,282,440	1,570,809	1,234,976	-	376,993	3,329,254	7,599,585	5,856,192	51,192,326
1995	6,956,437	25,638,263	1,659,277	1,423,447	253,653	413,353	3,806,170	7,783,868	5,719,200	53,653,668
1996	8,048,977	28,847,511	1,625,914	1,662,015	700,700	687,553	6,310,444	10,570,470	6,706,278	65,159,862
1997	9,446,857	31,523,940	1,884,668	1,955,506	1,175,189	452,925	6,853,420	18,582,225	8,292,627	80,167,357
1998	11,738,447	33,375,468	1,706,350	1,814,599	1,255,744	1,365,655	7,983,387	30,786,009	11,872,425	101,898,084

(1) Includes all government fund types and expendable trust funds.

CITY OF PEMBROKE PINES, FLORIDA
GENERAL GOVERNMENTAL REVENUE BY SOURCE (1)
LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Ad Valorem Taxes</u>	<u>Non Ad Valorem Taxes</u>	<u>Licenses and Permits</u>	<u>Special Assessments</u>	<u>Inter-Governmental</u>	<u>Charges for Services</u>	<u>Fines and Forfeitures</u>	<u>Investment Income</u>	<u>Other</u>	<u>Total</u>
1989	\$4,284,020	\$ 7,116,116	\$ 2,543,667	\$ 296,094	\$ 5,902,302	\$2,800,963	\$ 396,650	\$ 1,166,471	\$ 587,169	\$25,093,452
1990	5,007,349	7,554,935	3,371,069	545,930	6,433,868	2,620,002	610,165	1,197,991	477,590	27,818,899
1991	6,265,733	7,987,028	3,715,356	615,091	8,756,277	3,087,941	703,467	1,419,745	1,039,688	33,590,326
1992	6,697,434	8,889,368	4,242,147	569,086	7,558,376	4,183,882	705,974	869,708	2,317,638	36,033,613
1993	8,202,909	10,374,276	6,335,263	5,831,733	6,325,023	4,396,191	768,093	564,615	844,952	43,643,055
1994	8,726,812	12,728,439	9,494,707	2,795,814	5,702,519	5,362,721	781,614	873,980	2,192,332	48,658,938
1995	9,974,699	14,462,030	7,606,135	2,815,046	7,002,149	5,535,306	902,936	1,322,472	1,303,679	50,924,452
1996	11,749,703	16,180,080	9,901,958	6,139,334	7,742,998	6,577,532	870,885	1,972,863	2,150,222	63,285,575
1997	12,966,754	18,141,244	8,903,487	11,017,284	8,793,307	7,961,641	1,264,895	1,929,827	1,092,369	72,070,808
1998	14,808,039	19,629,361	9,811,982	11,226,489	10,126,718	8,616,379	839,129	2,154,498	3,070,736	80,283,331

(1) Includes all governmental fund types and expendable trust funds.

CITY OF PEMBROKE PINES, FLORIDA

PROPERTY TAX LEVIES AND COLLECTIONS LAST TEN FISCAL YEARS

Fiscal Year	Total (1) Tax Levy	Current Tax Collections	Percentage of Levy Collected	Delinquent Tax Collections	Total Tax Collections	Percentage of Total Tax Collections to Tax Levy	Outstanding Delinquent Taxes Receivable
1989	\$4,474,179	\$4,279,701	95.7%	\$ 4,319	\$4,284,020	95.7%	\$ (3)
1990	5,381,571	5,020,897	93.3	(13,549) (2)	5,007,348	93.0	(3)
1991	6,761,030	6,166,371	91.2	99,362	6,265,733	92.7	33,163
1992	7,102,585	6,620,155	93.2	77,279	6,697,434	94.3	42,188
1993	8,510,517	7,854,107	92.3	348,803	8,202,910	96.4	35,941
1994	9,086,334	8,643,149	95.1	83,663	8,726,812	96.0	44,851
1995	10,392,990	9,909,319	95.3	65,380	9,974,699	96.0	26,051
1996	12,312,139	11,627,581	94.4	122,122	11,749,703	95.4	15,694
1997	13,459,086	12,899,885	95.8	66,869	12,966,754	96.3	29,570
1998	15,429,999	14,824,322	96.1	7,701	14,832,023	96.1	19,791

(1) Represents gross taxes before cash discounts for early payment.

(2) Includes a refund of 1988 real estate taxes amounting to \$20,895.

(3) Amounts are not available from Property Appraiser's office.

CITY OF PEMBROKE PINES, FLORIDA

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>City of Pembroke Pines</u>	<u>Broward County</u>	<u>Broward County Schools</u>	<u>South Florida Water Management District</u>	<u>South Broward Hospital District</u>	<u>Port Everglades Authority</u>	<u>Florida Inland Navigational District</u>	<u>Total</u>
Tax Millage Rates (1)								
1989	3.1014	6.0777	8.2500	0.5470	2.1200	-	0.0395	20.1356
1990	3.4153	6.6058	9.1218	0.5470	2.1588	0.5700	0.0370	22.4557
1991	3.7968	6.8329	9.6086	0.5470	2.0935	-	0.0550	22.9338
1992	3.8160	7.2275	9.9258	0.5470	2.1173	-	0.0530	23.6866
1993	4.1588	7.9618	9.8310	0.5470	2.1823	-	0.0520	24.7329
1994	4.0882	8.1327	9.8197	0.5970	2.1823	-	0.0510	24.8709
1995	4.0882	8.1165	10.0366	0.6470	2.1132	-	0.0400	25.0415
1996	4.0882	7.7524	9.9400	0.6720	2.1132	-	0.0380	24.6038
1997	3.9034	7.8380	9.9745	0.6970	2.1132	-	0.0050	24.5311
1998	3.9034	7.5710	9.7256	0.6970	2.1132	-	0.0470	24.0572

(1) Per \$1,000 of Taxable Value.

Source: Certification of Taxable Values (Form DR-420 Line 17, "Total Prior Year Proceeds").

CITY OF PEMBROKE PINES, FLORIDA

SPECIAL ASSESSMENT COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal <u>Year</u>	Assessments	Assessments	Ratio of Collections to Amount				Accrued		<u>Total</u>
	<u>Due</u>	<u>Collected</u>	<u>Due</u>	<u>Current</u>	<u>Delinquent</u>	<u>Deferred</u>	<u>Interest</u>		
1989	\$ 296,094	\$ 329,739	111	\$ 101,053	\$ 22,384	\$ 437,457	\$ 51,385	\$ 612,279	
1990	545,930	497,179	91	105,054	49,766	328,596	68,753	552,169	
1991	615,091	605,701	98	103,103	63,094	216,552	66,766	449,515	
1992	569,087	573,063	101	104,090	59,554	107,963	65,343	336,950	
1993	5,831,733	5,339,029	92	144,165	435,614	8,521,161	141,912	9,242,852	
1994	3,244,824	2,851,101	88	388,827	408,598	8,583,482	317,989	9,698,896	
1995	3,245,747	2,863,631	88	318,958	630,124	7,904,716	548,448	9,402,246	
1996	6,954,283	6,511,740	94	180,053	720,467	21,324,383	1,039,553	23,264,456	
1997	11,850,777	13,276,560	112	284,218	75,973	15,625,642	154,099	16,139,932	
1998	11,409,924	11,507,886	101	231,753	85,140	10,906,851	99,435	11,323,179	

CITY OF PEMBROKE PINES, FLORIDA

COMPUTATION OF LEGAL DEBT MARGIN

SEPTEMBER 30, 1998

Effective taxable value (1998)	\$4,472,610,140
Plus exempt property	<u>1,223,977,429</u>
Total assessed value	<u>\$5,696,587,569</u>
Debt limit	
Amount of debt outstanding:	
Special Assessment School Improvement Bonds, Series 1995	\$ 10,715,000
Occupational License Tax Revenue Certificate dated November 30, 1989	495,870
Pines Boulevard Special Assessment Improvement Bonds, Series 1990	3,043,841
Pines Boulevard Landscape Special Assessment Improvement Bonds, Series 1991	402,493
Sheridan Street Special Assessment Improvement Bonds, Series 1991	248,495
Public Improvement Refunding Revenue Bonds, Series 1992	2,210,000
Public Service Tax Refunding Revenue Bonds, Series 1993	13,005,000
Capital Improvement Revenue Bonds, Series 1993	7,360,000
Capital Improvement Revenue Bonds, Series 1995	10,240,000
Certificate of Indebtedness, Series 1997	10,000,000
Public Improvement Revenue Bonds, Series 1998	<u>24,055,000</u>
	81,775,699
Less reserve for debt service	<u>15,805,351</u>
Net amount of debt outstanding excluding debt listed in (1)	<u>\$ 65,970,348</u>

Legal debt margin (1):

Special Assessment School Improvement Bonds, Series 1995

The City will not, without prior written consent of the holders of the School Improvement Bonds, issue any obligations or evidences of indebtedness of any type or character which are payable from the Bond security, nor voluntarily create or cause to be created any debt, lien, pledge, assignment, encumbrances or other charge, having priority over or being on a parity with the lien hereby created on the bond security, to secure payment of the School Improvement Bonds and debt service thereon.

Occupational License Tax Revenue Certificate Dated November 30, 1989

Additional debt in which the occupational license tax revenue is pledged may be issued only if it is subordinate to this certificate.

Pines Boulevard Special Assessment Improvement Bonds, Series 1990

The City covenants not to issue, without the prior written consent from the holders of this bond, any additional debts which are payable from the Bond Security nor create any debt having priority over or being on a parity with the lien created on the Bond Security, to secure payment of the Bond.

Pines Boulevard Landscape Special Assessment Improvement Bonds, Series 1991

The City covenants not to issue, without the prior written consent from the holders of this bond, any additional debts which are payable from the Bond Security nor create any debt having priority over or being on a parity with the lien created on the Bond Security, to secure payment of the Bond.

CITY OF PEMBROKE PINES, FLORIDA

COMPUTATION OF LEGAL DEBT MARGIN

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Pines Boulevard Landscape Special Assessment Improvement Bonds, Series 1991

The City covenants not to issue, without the prior written consent from the holders of this bond, any additional debts which are payable from the Bond Security nor create any debt having priority over or being on a parity with the lien created on the Bond Security, to secure payment of the Bond.

CITY OF PEMBROKE PINES, FLORIDA

COMPUTATION OF DIRECT AND OVERLAPPING DEBT

SEPTEMBER 30, 1998

	Gross Debt Outstanding <u>(1)</u>	Percent <u>(2)</u>	<u>Amount</u>
City of Pembroke Pines			
Total direct debt	\$ -	- %	\$ -
 Broward County			
Public Improvement Bonds	332,975,139	6.9	22,975,285
 Broward County Board of Public Instruction:			
Special Tax School District Series 1988	14,305,000	6.9	987,045
Special Tax School District Series 1989	19,310,000	6.9	1,332,390
General Obligation Refunding Series 1992	77,522,369	6.9	5,349,043
General Obligation Refunding Series 1993	<u>117,120,000</u>	6.9	<u>8,081,280</u>
 Total overlapping debt	<u>561,232,508</u>		<u>38,725,043</u>
 Total direct and overlapping debt	<u>\$ 561,232,508</u>		<u>\$ 38,725,043</u>

(1) Gross general obligation debt outstanding.

(2) Determined by ratio of 1998 effective taxable value in overlapping unit and the City of Pembroke Pines as shows on the 1998 DR-420.

CITY OF PEMBROKE PINES, FLORIDA

DEBT SERVICE COVERAGE

OCCUPATIONAL LICENSE TAX REVENUE CERTIFICATE

DATED NOVEMBER 30, 1989

<u>Fiscal Year (1)</u>	Occupational License Tax <u>Revenue</u>	<u>Debt Service Requirements</u>			<u>Coverage</u>
		<u>Principal</u>	<u>Interest</u>	<u>Total</u>	
1990	\$ 502,085	\$ 80,814	\$ 97,884	\$ 178,698	2.81
1991	602,170	182,371	207,554	389,925	1.54
1992	667,972	210,934	194,588	405,522	1.65
1993	967,017	242,153	179,590	421,743	2.29
1994	1,167,505	276,240	104,350	380,590	3.07
1995	1,458,112	313,426	88,375	401,801	3.63
1996	1,653,940	353,956	74,578	428,534	3.86
1997	1,894,822	398,098	58,995	457,093	4.15
1998	2,108,179	446,138	41,470	487,608	4.32

(1) No statistics are available prior to fiscal year 1990 since the loan was issued on November 30, 1989.

CITY OF PEMBROKE PINES, FLORIDA

DEBT SERVICE COVERAGE

ELECTRIC PUBLIC SERVICE TAX REVENUE CERTIFICATE OF 1991 AND PUBLIC IMPROVEMENT REVENUES BONDS, SERIES 1993

<u>Fiscal Year</u>	<u>Pledged Revenues (1)</u>	<u>Debt Service Requirements (4)</u>			<u>Total</u>	<u>Coverage</u>
		<u>1991 Electric Public Service Tax Certificate (2)</u>	<u>1993 Public Improvement Revenue Bonds (3)</u>			
1992	\$ 3,588,263	\$ 661,628	\$ -	\$ 661,628	5.4	
1993	4,277,063	688,093	1,389,023 (5)	2,077,116	2.1	
1994	4,516,839	1,308,981	574,059	1,883,040	2.4	
1995	5,049,051	1,725,165	688,871	2,414,036	2.1	
1996	5,547,070	1,861,331	688,871	2,550,202	2.2	
1997	5,984,413	425,020	963,551	1,388,571	4.3	
1998	6,541,977	-	2,554,931	2,554,931	2.6	

- (1) Pledged revenues consist of the Electric Public Service Tax on an even parity for both issues.
- (2) No statistics are available prior to fiscal year 1992 since the certificate was issued on March 21, 1991.
- (3) No statistics are available prior to fiscal year 1993 since the bonds were issued on June 29, 1993.
- (4) Excludes bank service charges.
- (5) Represents the Public Improvement Revenue Bonds, Series 1986 which were defeased by the 1993 Public Improvement Revenue Bonds.

CITY OF PEMBROKE PINES, FLORIDA

DEBT SERVICE COVERAGE

PUBLIC IMPROVEMENT REFUNDING REVENUE BONDS, SERIES 1992, CAPITAL IMPROVEMENT REVENUE BONDS, SERIES 1993 AND CAPITAL IMPROVEMENT REVENUE BONDS, SERIES 1995

Fiscal Year	Pledged Revenues (1)	Debt Service Requirements (5)			Total	Coverage
		1992 Public Improvement Ref. Rev. Bonds (2)	1993 Capital Improvement Revenue Bonds (3)	1995 Capital Improvement Revenue Bonds (4)		
1992 (6)	\$ 1,300,857	\$ 48,343	\$ -	\$ -	\$ 48,343	26.9
1993	2,964,208	197,765	-	-	197,765	15.0
1994	3,242,647	420,673	228,957	-	649,630	5.0
1995	3,394,805	454,303	392,498	-	846,801	4.0
1996	3,885,515	507,700	525,405	262,600	1,295,705	3.0
1997	4,560,358	511,240	525,933	583,555	1,620,728	2.8
1998	4,531,246	513,100	525,906	583,555	1,622,561	2.8

- (1) Pledged revenues consist of the Electric Franchise revenues on an even parity for all issues.
- (2) No statistics are available prior to fiscal year 1992 since the Public Improvement Refunding Revenues Bonds were issued on February 1, 1992.
- (3) No statistics are available prior to fiscal year 1994 since the bonds were issued on November 17, 1993.
- (4) No statistics are available prior to fiscal year 1996 since the bonds were issued on October 19, 1995.
- (5) Excludes bank service charges.
- (6) Represents the available Franchise revenues after meeting the pledge requirements of the Public Improvement Revenue Bonds, Series 1986, which had a prior lien. The Public Improvement Revenue Bonds, Series 1986 were defeased on June 29, 1993.

CITY OF PEMBROKE PINES, FLORIDA

LEGALLY AVAILABLE NON-AD VALOREM REVENUES

	<u>Fiscal Years Ended September 30,</u>				
	<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>	<u>1998</u>
Governmental fund types and expendable trust funds:					
Non-ad valorem taxes	\$ 12,728,439	\$ 14,462,030	\$ 16,180,079	\$ 18,141,243	\$ 19,620,778
Licenses and permits	9,494,707	7,606,135	9,901,958	8,903,487	9,811,982
Assessments	2,795,814	2,815,046	6,139,334	6,311,772	5,938,044
Intergovernmental	5,702,519	7,002,149	7,742,998	8,759,161	10,094,642
Charges for services	5,362,721	5,535,306	6,577,532	7,961,641	8,616,379
Fines and forfeitures	781,614	902,936	870,885	1,264,895	839,129
Interest	873,980	1,322,472	1,972,863	1,929,827	2,154,498
Other	2,192,332	1,303,679	2,150,222	5,664,076	8,382,675
Enterprise funds:					
Charges for services	15,632,221	16,815,612	16,822,032	17,630,388	18,793,762
Investment income	1,618,722	2,910,398	2,844,494	3,166,733	3,028,377
Other	<u>996,899</u>	<u>933,165</u>	<u>1,282,018</u>	<u>1,204,595</u>	<u>490,022</u>
Total revenues	<u>58,179,968</u>	<u>61,608,928</u>	<u>72,484,415</u>	<u>80,937,818</u>	<u>87,770,288</u>
Less restricted revenues:					
From enterprise funds	(18,247,842)	(20,659,175)	(20,948,544)	(22,001,716)	(22,312,161)
From expendable trust funds	<u>(151,531)</u>	<u>(304,957)</u>	<u>(193,624)</u>	<u>(802,367)</u>	<u>(215,191)</u>
Total restricted revenues	<u>(18,399,373)</u>	<u>(20,964,132)</u>	<u>(21,142,168)</u>	<u>(22,804,083)</u>	<u>(22,527,352)</u>
Total sources of legally available non-ad valorem revenues	<u>\$ 39,780,595</u>	<u>\$ 40,644,796</u>	<u>\$ 51,342,247</u>	<u>\$ 58,133,735</u>	<u>\$ 65,242,936</u>

CITY OF PEMBROKE PINES, FLORIDA

LEGALLY AVAILABLE NON-AD VALOREM REVENUES

Fiscal Year Ending September 30th	<u>Governmental Funds</u>											
	Occupational License Tax Revenue Certificate Dated November 30, 1989	Special Assessment Improvement Bonds, Series 1990 (1)	Pines Boulevard Landscape Special Assessment Improvement Bonds, Series 1991 (1)	Sheridan Street Special Assessment Improvement Bonds, Series 1991 (1)	Public Improvement Refunding Revenue Bonds, Series 1992 (2)	Public Improvement Revenue Bonds, Series 1993	Capital Improvement Revenue Bonds, Series 1993	Special Assessment School Improvement Bonds, Series 1995	Capital Improvement Revenue Bonds, Series 1995	Certificate of Indebtedness Series 1997	Public Improvement Revenue Bonds, Series 1998	Subtotal Debt Service Fund
1999	\$ 517,700	\$ 537,185	\$ 19,038	\$ 90,787	\$ 508,133	\$ 3,033,825	\$ 525,335	\$ 607,305	\$ 583,555	\$ 770,609	\$ 661,602	\$ 7,855,074
2000	-	1,423,354	203,087	90,787	511,115	3,039,144	524,310	607,305	583,555	775,832	1,134,175	8,892,664
2001	-	1,423,358	228,776	90,791	507,245	3,034,484	522,850	1,927,752	769,375	775,990	1,134,175	10,414,796
2002	-	-	-	-	506,673	3,027,475	520,943	2,160,188	770,695	776,156	1,134,175	8,896,305
2003	-	-	-	-	504,210	2,424,125	523,457	2,156,431	771,365	776,331	1,134,175	8,290,094
2004	-	-	-	-	-	-	520,357	2,152,069	771,365	776,514	1,889,160	6,109,465
2005	-	-	-	-	-	-	521,683	2,151,669	770,675	776,704	1,893,045	6,113,776
2006	-	-	-	-	-	-	522,295	2,144,944	769,215	776,904	1,890,245	6,103,603
2007	-	-	-	-	-	-	522,170	-	771,772	777,112	1,890,710	3,961,764
2008	-	-	-	-	-	-	521,420	-	768,380	6,900,347	1,883,750	10,073,897
2009	-	-	-	-	-	-	520,055	-	769,070	-	1,884,415	3,173,540
2010	-	-	-	-	-	-	518,070	-	768,685	-	1,888,027	3,174,782
2011	-	-	-	-	-	-	520,256	-	767,195	-	1,883,787	3,171,238
2012	-	-	-	-	-	-	516,606	-	764,570	-	1,881,383	3,162,559
2013	-	-	-	-	-	-	517,300	-	765,292	-	1,880,720	3,163,312
2014	-	-	-	-	-	-	517,206	-	764,347	-	1,881,200	3,162,753
2015	-	-	-	-	-	-	516,131	-	762,222	-	1,877,250	3,155,603
2016	-	-	-	-	-	-	518,931	-	763,770	-	1,874,250	3,156,951
2017	-	-	-	-	-	-	515,791	-	763,733	-	1,878,000	3,157,524
2018	-	-	-	-	-	-	516,709	-	762,107	-	1,873,375	3,152,191
2019	-	-	-	-	-	-	516,553	-	763,845	-	1,870,375	3,150,773
2020	-	-	-	-	-	-	515,322	-	758,946	-	1,868,750	3,143,018
2021	-	-	-	-	-	-	513,016	-	762,262	-	1,863,375	3,138,653
2022	-	-	-	-	-	-	514,500	-	758,500	-	1,864,000	3,137,000
2023	-	-	-	-	-	-	514,641	-	757,650	-	1,860,375	3,132,666
2024	-	-	-	-	-	-	513,438	-	754,700	-	-	1,268,138
2025	-	-	-	-	-	-	-	-	754,500	-	-	754,500
2026	-	-	-	-	-	-	-	-	751,904	-	-	751,904
Total debt service	<u>\$ 517,700</u>	<u>\$ 3,383,897</u>	<u>\$ 450,901</u>	<u>\$ 272,365</u>	<u>\$ 2,537,376</u>	<u>\$ 14,559,053</u>	<u>\$ 13,489,345</u>	<u>\$ 13,907,663</u>	<u>\$ 21,043,250</u>	<u>\$ 13,882,499</u>	<u>\$ 42,774,494</u>	<u>\$ 126,818,543</u>

(1) The bonds have a covenant to budget and appropriate Non-Ad Valorem revenue.
(2) The primary pledge on these bonds are the net revenues of specific Enterprise Funds.

CITY OF PEMBROKE PINES, FLORIDA

DEMOGRAPHIC STATISTICS LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Income Per Capita (2)</u>	<u>Grade School Enrollment (3)</u>	<u>Commercial Bank Deposits (4)</u>	<u>Unemployment Rate Expressed As a Percentage (5)</u>			
					<u>United States</u>	<u>Florida</u>	<u>Broward County</u>	<u>Pembroke Pines</u>
1989	60,838	\$ 21,898	3,673	\$ 195,280,000	5.2	5.6	5.1	3.5
1990	65,452	22,478	3,497	233,945,000	5.5	5.9	5.6	3.9
1991	68,305	22,620	3,909	259,320,000	6.5*	8.0	8.1	5.6
1992	70,909	23,107	4,027	296,703,000	7.3*	8.3	8.3	5.7
1993	75,014	23,840	5,194	319,301,000	7.4*	8.2	8.1	5.4
1994	81,374	25,494	5,995	453,702,000	6.3*	6.7*	6.5*	4.3*
1995	87,948	26,192	6,804	681,363,000	5.6*	5.5*	5.6*	3.7*
1996	89,753	27,129	7,858	715,055,000	5.5*	5.4*	5.5*	3.6*
1997	104,143	(2a)	8,058	1,863,205,000	5.0*	4.9*	4.9*	3.2*
1998	112,692	(2a)	9,404	808,844,000	4.1	4.5	4.8	3.1

Source:

(1) University of Florida's Statistical Abstract as of April 1st.

(2) Represents income per capita for the County as provided by the U.S. Department of Commerce, Bureau of Economic Analysis:

(a) The last two years are not available because the U.S. Department of Commerce, Bureau of Economic Analysis is still compiling the data.

(3) Broward County School Board, Office of Property Management.

(4) Florida Bankers Association as of September 30th.

(5) Florida Department of Labor, Bureau of Labor Market Information.

*The unemployment rates noted with an asterisk represent the average for the twelve months ended September 30th. All others represent the average for the calendar year.

CITY OF PEMBROKE PINES, FLORIDA

SCHOOL ENROLLMENT

	<u>1989</u>	<u>1990</u>	<u>1991</u>	<u>1992</u>	<u>1993</u>	<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>	<u>1998</u>
Community college:										
Broward Community College										
South Campus (1)	<u>6,763</u>	<u>7,306</u>	<u>7,152</u>	<u>7,655</u>	<u>7,074</u>	<u>7,674</u>	<u>7,388</u>	<u>7,332</u>	<u>7,603</u>	<u>7,726</u>
High school:										
Flanagan	<u>-</u>	<u>2,248</u>	<u>3,311</u>	<u>4,158</u>						
Middle school:										
Pines Middle School (2)	1,450	1,374	1,311	1,415	1,466	1,554	1,571	1,598	1,646	1,665
Silver Trail Middle	-	-	-	-	-	-	-	-	1,881	2,085
Walter C. Young	<u>727</u>	<u>779</u>	<u>1,253</u>	<u>1,449</u>	<u>1,731</u>	<u>2,149</u>	<u>2,150</u>	<u>2,006</u>	<u>1,772</u>	<u>1,897</u>
Total middle school enrollment	<u>2,177</u>	<u>2,153</u>	<u>2,564</u>	<u>2,864</u>	<u>3,197</u>	<u>3,703</u>	<u>3,721</u>	<u>3,604</u>	<u>5,299</u>	<u>5,647</u>
Elementary schools (2):										
Pembroke Pines	847	729	816	847	885	878	914	949	918	893
Pembroke Lakes	1,228	1,063	1,061	1,104	1,125	1,093	1,056	1,043	1,009	935
Pines Lakes	884	898	1,063	1,308	1,605	2,272	998	810	969	814
Pasadena Lakes	714	807	969	768	833	905	842	899	876	907
Palm Cove	-	-	-	-	746	847	910	1,065	1,134	1,114
Chapel Trail	-	-	-	-	-	-	1,428	1,498	1,602	1,311
Silver Palms	-	-	-	-	-	-	656	1,594	1,550	1,010
Charter Panther Run	-	-	-	-	-	-	-	-	-	986
New Lakeside K-6	-	-	-	-	-	-	-	-	-	730
Pembroke Pines Charter Elementary	<u>-</u>	<u>704</u>								
Total elementary school enrollment	<u>3,673</u>	<u>3,497</u>	<u>3,909</u>	<u>4,027</u>	<u>5,194</u>	<u>5,995</u>	<u>6,804</u>	<u>7,858</u>	<u>8,058</u>	<u>9,404</u>

(1) Source: Broward Community College - Registrar's Office

(2) Source: Broward County School Board, Department of Property Management.

CITY OF PEMBROKE PINES, FLORIDA
 LEVEL OF EDUCATION FOR PEMBROKE PINES RESIDENTS
 1990 CENSUS

White Residents

0 - 8 years	4.9%
1 - 3 years high school	12.9%
4 years high school	31.9%
1 - 3 years college	29.8%
4 or more years college	20.5%
Education level in years of formal schooling	13.0 years

Black Residents

0 - 8 years	5.2%
1 - 3 years high school	17.8%
4 years high school	20.3%
1 - 3 years college	31.6%
4 or more years college	25.1%
Education level in years of formal schooling	13.5 years

Source: Broward County Office of Planning

CITY OF PEMBROKE PINES, FLORIDA

PROPERTY VALUE AND CONSTRUCTION (1) LAST TEN FISCAL YEARS

<u>Year</u>	<u>Total Permits Issued</u>	<u>Miscellaneous</u>		<u>Residential</u>		<u>Commercial</u>		<u>Total Value of Construction</u>	<u>Assessed Value (3)</u>
		<u>Permits Issued</u>	<u>Valuation</u>	<u>Number Units</u>	<u>Valuation</u>	<u>Number Units (2)</u>	<u>Valuation</u>		
1989	12,974	12,411	\$ 17,663,625	1,607	\$ 91,159,798	65	\$ 6,629,583	\$ 115,453,006	\$ 2,164,566,850
1990	9,788	9,332	11,830,000	1,477	89,348,946	56	34,587,822	135,766,768	2,320,847,363
1991	27,274	25,961	78,105,000	1,271	113,509,012	123	28,878,004	220,492,016	2,502,280,966
1992	4,602	4,068	13,434,045	1,723	167,709,475	124	38,854,374	219,997,894	2,630,669,601
1993	8,822	5,738	17,508,513	3,489	335,827,290	114	18,592,987	371,928,790	2,923,526,065
1994	8,603	6,579	23,094,842	4,765	429,869,156	158	28,765,818	481,729,816	3,293,348,816
1995	10,205	6,395	19,492,223	2,333	218,452,602	138	17,541,902	255,486,727	3,893,606,915
1996	10,957	8,512	39,062,785	3,916	318,070,814	94	24,132,924	381,266,523	4,503,625,967
1997	11,004	7,361	31,169,956	3,546	275,652,523	97	30,100,323	336,922,802	5,093,162,673
1998	9,268	6,508	29,661,890	2,669	260,529,339	91	58,544,338	348,735,567	5,470,069,790

(1) Source: City of Pembroke Pines Building Department.

(2) Commercial permits include remodeling and partitioning.

(3) Assessed value certified by Broward County Property Appraiser at 100% of estimated actual value as required by the State Statute.

CITY OF PEMBROKE PINES, FLORIDA

PRINCIPAL TAXPAYERS

SEPTEMBER 30, 1998

<u>Taxpayer</u>	<u>Type of Business</u>	<u>Taxable Valuation</u>	<u>Percentage of Total Taxable Valuation</u>
Pasadena Place Associates	Apartments and condominiums	\$ 56,946,820	1.27%
Pembroke Lakes Mall LTD	Shopping center	52,963,860	1.18
Marry Land Investment Co., Inc.	Land	23,030,000	0.51
DIM - Pembroke, Ltd.	Stores	21,370,600	0.48
McVay W. Cassidy P. Pratt C. Trs.	Land	19,034,200	0.43
Dim-Pines Power Center, Ltd.	Stores	17,606,790	0.39
Engle Homes Pembroke, Inc.	Homes	17,277,990	0.39
Zell Samuel Trust	Land	15,921,160	0.36
Prudential Life Insurance Co.	Insurance	15,740,110	0.35
Pennsylvania Real Estate Investment	Apartments	<u>15,557,690</u>	<u>0.35</u>
		<u>\$255,449,220</u>	<u>5.71%</u>

CITY OF PEMBROKE PINES, FLORIDA

MISCELLANEOUS STATISTICAL DATA

SEPTEMBER 30, 1998

Date of Incorporation	1960
Form of Government	Commission/Manager
Area	35.4 square miles
Miles of Streets	429.5
Number of fire stations	6
Firemen and support staff	191
Number of police stations	1
Full time sworn officers and support staff	262
Number of elementary schools	10
Number of students	9,404
Number of middle schools	3
Number of students	5,647
Number of high schools	1
Number of students	4,158
Number of water accounts	35,362
Average daily consumption	10.7 million gallons per day
Miles of water mains	444.35
Sanitary sewers	375.66 miles
Number of lift stations	153
Storm sewers	208.8 miles
Fire hydrants	3,568
Building permits issued	11,004
Number of parks including 1 operated by the county	24 parks with 1,082 acres
Number of golf courses	4 private courses 1 owned by City
Number of libraries	1 operated by City
Number of full time civil service employees	941
Number of part time and temporary employees	<u>264</u>
Total number of employees	<u>1,205</u>

CITY OF PEMBROKE PINES, FLORIDA

SCHEDULE OF INSURANCE IN FORCE

FISCAL YEAR ENDED SEPTEMBER 30, 1998

<u>Company</u>	<u>Policy Number</u>	<u>Effective Date</u>	<u>Coverage</u>	<u>Limits</u>	<u>Premium</u>
Hartford Life and Accident Ins. Co.	ETB 12917	10/1/97-10/1/00	Police & Fire Accident Ins. (Per state statute)	\$25,000/person	\$ 7,165
American Manufacturers Ins. Co.	3XN02633-02	10/1/97-10/1/98	Boiler and machinery	\$50,000,000	\$ 6,763
American Manufacturers Inc. Co.	3XN026332-02	10/1/97-10/1/98	Boiler and machinery W.C. Young Resource Center	\$50,000,000	\$ 1,120
American Alternative	AAIC23-A2-GP000000	10/1/97-10/1/98	Comp. package program includes GL, AL, WCA, Floor, Public Employees Bonds, Crime/Fidelity	\$150,000 SIR per person, AL & GL, \$200,000 SIR W/C, \$25,000 crime. Loss fund of \$1,126,000	\$ 195,000
Florida Municipal Insurance Trust	FMIT470	10/1/97-10/1/98	Property, physical damage	\$25,000 deductible	\$ 315,065
Gallagher Bassett Ins. Service		10/1/97-10/1/98	Service fee		\$ 44,702
National Union Fire	485-16-90	4/1/98-4/1/99	Public officials and employees liability	\$2,000,000 with \$50,000 deductible	\$ 51,931
Western World Ins. Company	NGL43143	9/3/98-9/30/99	EMT malpractice	\$1,000,000	\$ 15,522
National Union Fire	415-77-06	10/1/97-10/1/98	Excess workers comp.	Statutory	\$ 27,775
Hartford Ins. Co. of the Southeast	PEBKX4530	10/1/97-10/1/00	Faithful performance	\$75,000 XS \$25,000	\$ 238
	PEBKX4531	10/1/97-10/1/00	Employee honesty	\$75,000 XS \$25,000	\$ 1,174
Hartford Ins. Co.	RN4587579	10/1/97-10/1/98	Public official bond	\$100,000	\$ 750
Monticello Ins. Co.	MCL313086	9/22/97-9/22/98	Rental facilities	\$1,000,000	\$ 5,975
Neighborhood Health Partnership	300001	10/1/97-9/30/98	Group insurance limit per employee	\$2,000,000	\$2,469,653
Neighborhood Health Partnership	200133	10/1/97-9/30/98	HMO	Unlimited	\$ 746,494
Medical Life Ins. Co.	G12351 00001	10/1/97-9/30/98	Life insurance	1 x yearly basic salary	\$ 151,683

CITY OF PEMBROKE PINES, FLORIDA

GENERAL INFORMATION

Introduction

The City of Pembroke Pines is located about 15 miles southwest of Fort Lauderdale in Broward County. Pembroke Pines has an area of approximately 35 square miles and is bordered on the east by the City of Hollywood and extends westerly to the Conservation District. With a mean annual temperature of 75 degrees, residents and visitors enjoy a relaxed lifestyle geared to the outdoors.

The general terrain of this residential city is similar to that of other western Broward County communities. Elevations range from 7 to 8 feet above mean sea level. Commercial support includes 49 neighborhood and community shopping centers which are capable of supplying needed goods and services for the area. Fort Lauderdale, 30 minutes northwest and Miami, 45 minutes south of Pembroke Pines, provide numerous cultural advantages of a larger metropolitan area.

City Government

The City of Pembroke Pines has a commission/manager form of government. The City is governed by a City Commission consisting of a mayor and four members. The mayor serves a four-year term and the vice-mayor and three commissioners serve four year staggered terms. The position of mayor is a separate elected office, and the vice-mayor is determined annually by a vote of the City Commission. The vice-mayor and three commissioners are elected from single-member districts. The Commission is presently composed of Alex G. Fekete, Mayor; Frank C. Ortiz, Vice-Mayor; William B. Armstrong, Ben Fiorendino and Susan B. Katz, Commissioners.

The daily operation of the City is administered by the City Manager who is appointed by the City Commission. Charles F. Dodge is City Manager and has served in that capacity since 1989. Mr. Dodge holds a Bachelor of Arts Degree from St. Vincent de Paul Seminary and has more than 21 years of administrative experience in Pembroke Pines. Before becoming City Manager, Mr. Dodge previously served the City as Assistant City Manager, Acting City Manager and City Clerk.

City financial operations, recordkeeping and internal auditing are under the City's Director of Finance, Rene Gonzalez, CPA.

Police

The Pembroke Pines Police Department is dedicated to providing the highest level of professional, caring police service to our community. We will focus our resources on prevention of crime, by working in a partnership with the community and by addressing the root causes of crime. These efforts will result in maintaining a high level of "Quality of life and safety" for our citizens.

The employees of the Pembroke Pines Police Department in partnership with the residents and business owners reduced FBI Index crime by more than 11%. Violent crimes, which consist of murder, rape, robbery, and aggravated assault decreased by 19%, whereas property crimes, burglary, larceny, auto theft and arson, decrease almost 11%. The victimization rate, the likelihood of becoming a victim, was also reduced from 41.6 per 1,000 in 1997 to 35.6 per 1,000 in 1998. The phenomena of actual numbers of crimes decreasing significantly continues even with the City's significant, sustained growth in population and commercial establishments.

CITY OF PEMBROKE PINES, FLORIDA

GENERAL INFORMATION

(Continued)

Police (Continued)

The City's Police Department employs 204 sworn officers and 72 civilian personnel. Martin Rahinsky, Chief of Police, is at the top of the hierarchy, accompanied by three Commanders. Commander Ewing - Investigative Services, Commander Nasta - Operational Services, and Commander Lynn - Administrative Services.

This division includes the Detective Bureau, Special Investigations Unit, Street Crimes/Gang Unit, Auto Theft Task Force, Crime Analysis, and Youth Services, which is comprised of Juvenile Detectives, Family Crisis Coordinator, Victim Advocate, School Resource Officers, D.A.R.E. Officers, PAL-Police Athletic League.

Three new positions were added to the Investigative Services Division. General Investigations has a new position, which will help in reducing caseloads. Street Crimes/Gang Unit received an additional position, which allows detectives to provide extended coverage as well as to focus strictly on gang prevention activities. An additional DARE/GREAT officer was added to Youth Services due to the increase in new schools and student population. A police officer continues to be assigned to the suspension abeyance program, which is funded through a grant from the Broward County School Board. This program, which targets suspended students, allows the student to attend a designated class under the direction of a teacher who is assisted by a police officer. The department's Family Crisis Coordinator also participates in this function and provides parenting classes for at-risk families that are referred through a variety of sources.

A "Stop Violence Against Women" grant provided funding for an Assistant Victim Advocate and two part-time Clerical Assistants for the Youth Services Unit.

The Police Athletic League (P.A.L.) has over 700 youth enrolled from our community. PAL now includes basketball, karate, velodrome cycling, and boxing. New programs such as computer training, and G.E.D. classes will begin in the upcoming year.

The Crime Analyst continues as a full-time position, so that department personnel are kept apprised, in a timely manner, on crime patterns and the trends. This agency is regional host to crime analysts from our contiguous cities (Miramar, Davie and Cooper City).

The Investigative Service Division has three detectives trained in voice stress analysis, and another detective is scheduled to be trained during the upcoming budget year.

The members of this division perform many of the patrol functions generally associated with police agency - Patrol, Police Service Aides, Traffic Unit, Bicycle Unit, Mounted Patrol, K-9 Unit, Dive Team, and Honor Guard. These separate units operate in a unified manner, however each brings its unique expertise and capabilities to Police Department Operations.

To be responsive to the City's growth and to provide timely response to calls for service, the City has been sub-divided into 15 zones, four of which have been added since March 1995. An additional zone was designed and will be instituted in 1999.

CITY OF PEMBROKE PINES, FLORIDA

GENERAL INFORMATION

(Continued)

Police (Continued)

The Pembroke Pines Traffic Unit consists of one Sergeant and eight officers. There are four Offices assigned to the motorcycle squad. All the officers are traffic homicide trained, some has advanced training and several have completed Advanced Accident Reconstruction class. The primary responsibilities of the unit are selective enforcement of traffic laws, follow up investigations on hit and run crashes, investigations of traffic crashes and investigation of traffic fatalities. Traffic enforcement has been increased in an effort to reduce crashes and injuries. Traffic fatalities for 1998 were down 9% from 1997. The unit participates in many city functions and can be seen at various community-policing events. Their goal is to reduce crashes, injuries and save lives.

The Unit participates in traffic operations targeting under the influence (DUI) enforcement through multi-agency sobriety checkpoints. Safety checkpoints are periodically conducted to check driver licenses and equipment violations. High crash intersections are identified through analysis and targeted for enforcement in an effort to reduce crashes. The unit also participates in various statewide and National safety campaigns.

Public Service messages have been placed on bus benches to reinforce safe driving behavior. The messages are short and include references to red light violations, driving under the influence and seat belt usage.

The Traffic Unit participated in a project sponsored by Harley Davidson whereby police motorcycles are traded in for new models on a yearly basis at no cost, which reduces maintenance costs as the motorcycles remain under factory warranty. Under this program, we received five new motorcycles for the unit.

A Child Safety Program was instituted with elementary school principals to coordinate distributing safety announcements weekly in a newsletter given to the children to take home and review with their parents. Officers go into the schools and make safety announcements via closed circuit television within the school. Issues that are addressed through this program are stranger danger, bicycle helmets, walking to school safety, and use of vehicle seat belts.

The Pembroke Pines K-9 Unit consists of three Police Officers and their K-9 partners. The K-9 unit provides backup for officers, which includes interior building searches, when the possibility of a suspect is inside the residence or business or tracks for suspect(s) that have fled the scene on foot. The K-9 Units also search fields and open areas, assisting in the search for missing juveniles. Trained K-9 units are able to detect illegal drugs hidden in homes/businesses and vehicles.

The Mounted Patrol Unit consists of 3 horses and their riders, certified law enforcement officers. The Mounted Patrol unit is a highly visible, proactive, community police component.

These officers patrol the parking lots of shopping centers. The Mount is trained for all circumstances that could arise, from loitering in a busy shopping center to crowd control during concerts held throughout the year.

Pembroke Pines Police Dive Team is composed of fifteen certified law enforcement officers, also certified as divers with specialty certifications in Rescue, Search and Recovery Diving. The Officers have their dive equipment with them at all times, available immediately for reports of drowning and vehicles that have just entered the water as a result of a traffic accident.

CITY OF PEMBROKE PINES, FLORIDA

GENERAL INFORMATION

(Continued)

Police (Continued)

Three certified law enforcement officers patrolling on highly visible full suspension mountain bikes throughout the City make up the bicycle unit. These officers vigorously patrol the streets of the city both high visibility bike patrol and plainclothes surveillance. The members also participate in Bike Rodeos throughout the City and teach bicycle safety and the importance of wearing a helmet.

The Honor Guard is made up a certified officers who represent the City of Pembroke Pines at special functions such as Pines Day Parade, Open House, and the opening of the City's Charter School. The Honor Guard also attended the police memorial service at the Criminal Justice Institute for fallen officers in Broward County.

Pembroke Pines Police Department utilizes Police Service Aides, "PSA" to relieve police officers from various types of non-emergency calls. Police Service Aides are non-sworn civilian members of the Pembroke Pines Police Department who perform non-criminal police functions, including traffic accident investigation.

The Administrative Services Division is comprised of a Crime Scene Unit, Property Unit, Records Unit, Court Liaison, Payroll, Computer Services, Community Oriented Policing and Problem Solving Unit - C.O.P.P.S., and the Professional Compliance Bureau - Training, Backgrounds and Selections, Planning and Research, and Internal Affairs.

The court liaison specialist duty hours were increased from 35 to 40 hours per week. There has been a significant increase in work for this unit from 1997. There were 1,361 more citations, 342 more accidents, 820 more subpoenas processed. Another area of increase is the amount of phone calls from residents for information on citations, accidents and court information.

Backgrounds and Selection - A new polygraph instrument was purchased at a cost of \$5,700. This automated device is the latest polygraph technology available on the market, which allows a more comprehensive, accurate examination while reducing the amount of time to administer the exam.

The Computer Services Unit wrote a program to assist the payroll clerk in automating the employee time sheets. This time saving program has increased the efficiency of the payroll clerk. All division personnel were trained in the use of laptop computers. The laptops are in current use throughout all three shifts. The computer services unit has coordinated the installation of 154 laptop computer mounts, the rewiring of the headquarters building, and the upgrading of all department desktop computer hardware and software.

Crime Scene Unit - The unit was expanded in 1998 to include a certified latent print examiner. This position, along with the addition of the latest digital photographic technology, resulted in the Unit's almost 300% increase in latent print matches. Over 2,400 crime scenes in 1998 were processed for evidentiary purposes.

Our efforts to automate our records system are continuing. 125 laptop computers are not in use. We are moving onto the next phase, which will be to report entries directly into the system from the field. The Records Unit collected \$17,604 in administrative costs in 1998; additionally, 17,293 reports were processed. Our enhanced case filing methods facilitated the filing of 2,912 arrest files with the Broward County State Attorney's Office.

CITY OF PEMBROKE PINES, FLORIDA

GENERAL INFORMATION

(Continued)

Police (Continued)

The COPPS unit continued to focus on safety programs for area youths. Seven “Bike Rodeos” were conducted; the focus of this event was to promote general bicycle skills and safety. This program was taught to over 800 children. Prevention and Safety programs were also presented to children through the “Safety Town” presentations, in which over 5,500 children attended. Other programs such as: Career Day, Gun Safety, Drown prevention, Stranger Danger, Safety Puppet shows, Police Department tours and Drug Awareness, were just some of the many programs presented to the youth of Pembroke Pines. All the members of the COPPS Unit attended, and were certified by the Attorney Generals Office to conduct Convenience Store Security Checks. This program is to insure that all convenience stores open after 11:00 p.m. comply with all safety standards by Florida State Statutes.

Renewal of a Federal “COPS UNIVERSAL HIRING PROGRAM” was received and will fund five additional police officer positions totaling thirteen grant funded officer positions for our Community Policing effort. A “Cops More” grant in the amount of \$529,375 was awarded and is being used for a laptop computer reporting system, an in-car data communications system, and records management software.

For the third year in a row, the Local Enforcement Block Grant was awarded. This award will fund a Police Service Aide for the Youth Services Unit as well as funds for the Community on Patrol (C.O.P.) which is comprised of thirty-six graduates of the Civilian Police Academy. These residents are equipped with cellular phones and volunteer their time and vehicles to patrol various areas of the community to act as additional “eyes and ears” for the department. The Citizens Police Academy has over two hundred graduates from its six classes.

A Florida Motor Vehicle Theft Prevention Authority Grant was received in the amount of \$35,708 to fund an anti-auto theft campaign. The funding provided 1,100 “Club” anti-theft devices, 1,000 VIN etchings, as well as funding for public education.

A completely revised General Orders book was prepared for all departmental employees, representing a significant departure from the past in that all policies, general and special orders, and memorandum, have been incorporated into one comprehensive manual.

Fire Protection

The City has five fire stations with five engine companies, two ladder companies and three reserve engines, one command truck, one pick-up truck, one airport crash truck, fifteen cars and a staff of 192 firefighters, officers and support personnel rendering excellent fire protection service in an I.S.O. class one (1) City. The department has five paramedic rescue vehicles with three reserve vehicles equipped with advanced life-support systems which are monitored by paramedics and emergency medical technicians. The Fire Department also has one non-emergency transport unit. Fire prevention services are performed by a staff of eight full-time and three part-time employees who are responsible for inspection of all commercial properties, pre-construction plans approval, issuance of certificates of occupancy and arson investigations. The Fire Department dispatches its own fire and rescue vehicles via a staff of fourteen communications employees utilizing Broward County’s emergency telephone number 911.

CITY OF PEMBROKE PINES, FLORIDA

GENERAL INFORMATION

(Continued)

Recreation

The City of Pembroke Pines operates a year round comprehensive community recreation program. The hub of the City's athletic, cultural, institutional and social programs for adults and youth are the four recreation centers. These activities include such diverse activities as art, baseball, football, swimming, tennis, soccer and roller hockey, karate, gymnastics, preschool for tots, oil painting and dancing. Over 10,000 individuals participate in the supervised recreation programs in Pembroke Pines. Located through the City are 28 neighborhood, community and regional parks totaling approximately 909 acres. In addition, five golf courses are located within the City including a municipal course and club facilities. Several new parks are planned for the future including a 12 acre aquatic center. Likewise, a number of the residential development in the community are served by their own private recreational facilities.

Education

Education opportunities in the Pembroke Pines area, complete with preschool to post-graduate programs are available. The public schools in the Pembroke Pines area are part of the Broward County School Board. Located in Pembroke Pines are seven public elementary schools (grades K-5), three middle schools (grades 6-8) and one high school. Four additional high schools are located in neighboring communities. In addition, the Walter C. Young Resource Center houses a community school and adult education center as well as a preschool child development program. The Broward Community College South Campus is located in Pembroke Pines. Located nearby in Miami-Dade County, higher educational facilities are offered by the South Campus of Florida International University, which is part of the State University system, offering graduate and undergraduate programs. A private college, Nova University, located in nearby Davie, provides undergraduate and graduate programs to the doctorate level. Vocational and other specialized occupational training is offered at the Sheridan Vocational Educational Center located in nearby Hollywood. This center provides part and full time curriculum in numerous fields of training.

The City opened the first city-operated charter school in the State of Florida in August 1998. The school is housed on two separate campuses. The West Campus at 1680 S.W. 184th Avenue provides classrooms for 500 students, kindergarten-fifth grades. The East Campus at 10801 Pembroke Road provides classroom space for 250 children in kindergarten-second grade. The East Campus will become a full elementary school by adding the remaining three grades, 3-5, in the next school year. Students from the Broward County community are eligible to attend the school and are accepted on a first-come, first served basis. If the number of applicants exceeds the number of available positions, the students are then chosen through a random lottery. The Charter School offers the small school concept with small class size, 25:1 student-teacher ratio. It is a high technology school with emphasis on reading, mathematics, character education and parental involvement. Transportation is provided to the school for students who live within the radius of greater than two miles, but less than three and one-half miles, from either site. The school receives State education funds for the operation of the school.

CITY OF PEMBROKE PINES, FLORIDA

GENERAL INFORMATION

(Continued)

Transportation

The City has the benefit of being served by a number of airlines as the Fort Lauderdale-Hollywood International Airport is only 25 miles northeast and Miami International Airport, located south of Pembroke Pines, is a little over a 45 minute drive. Perry Airport, located in the City of Pembroke Pines, is a general aviation facility open to any non-commercial, non-jet aircraft, and facilities include charter service, rental aircraft, flying school, and repair and fuel facilities for small aircraft.

Road and Highway Facilities

Road and highway facilities are also excellent. Pines Boulevard is the main east-west corridor that connects into beaches at the east end and into the Everglades at the west end. The City has a complete and adequate network of paved and signalized roadways, bike paths and sidewalks that meet the latest national standards. The Florida Turnpike passes through the eastern section of the City and provides transportation to the north central part of the State and as far south as the entrance to the Florida Keys. Interstate 95, which is about 5 miles east of the community, provides alternative north-south transportation to the City and other areas of the southeastern section of Florida. Interstate 75, a north-south controlled access highway located in the geographic center of the City, provides north-south transportation from Miami to Tampa.

Medical Facilities

Health care services for the City of Pembroke Pines residents are provided through Memorial Hospital West (located at the northeast corner of Pines Boulevard and Flamingo Road) and Memorial Hospital Pembroke (located on the southeast corner of University Drive and Sheridan Street).

Memorial Hospital West is a 110 bed, not-for-profit community hospital operated by the Memorial Health Care System. A state-of-the-art facility, Memorial Hospital West is designed to meet each patient's specific needs. It features a fully equipped Emergency Department, the Family Birthplace, general medical/surgical services and one of the most high-tech intensive/coronary care units available today. The Memorial Hospital West Fitness and Rehabilitation Center is a 27,000 square foot facility that houses vital outpatient rehabilitative services as well as a comprehensive health and fitness center. The hospital employs approximately 940 people and has an 892 member medical staff.

Memorial Hospital Pembroke (formerly Pembroke Pines Hospital) was added to the Memorial Health Care System in July 1995. This 301 bed facility provides state-of-the-art emergency, outpatient, chronic ventilator and pediatric services to residents of South Central Broward County. A Senior Resource Center is also located on the campus of Memorial Hospital Pembroke. Thousands of area seniors participate in a comprehensive seniors program, called Memorial Senior Partners. This popular membership program features regularly scheduled programs geared toward the unique needs and wishes of seniors. Memorial Hospital Pembroke employs approximately 300 individuals and has a medical staff in excess of 600 physicians.

CITY OF PEMBROKE PINES, FLORIDA

GENERAL INFORMATION

(Continued)

Medical Facilities (Continued)

The Memorial Walk-In Medical Center is located on the eastern side of Douglas Road between Pines Boulevard and Pembroke Road. The center treats people with minor emergency medical problems.

Memorial Manor is Broward County's first public, skilled nursing facility. The 120 bed nursing home, located adjacent to the Memorial Walk-In Medical Center on Douglas road, provides state-of-the-art, long-term nursing home care and short-term rehabilitative care.

Memorial Hospital West, Memorial Hospital Pembroke, the Memorial Walk-In Medical Center and Memorial Manor are facilities under the Memorial Health Care System.

Communications

All principal television networks are received within the City with broadcast stations in Miami, Fort Lauderdale and West Palm Beach. Cable television is provided to the entire City by TCI of South Florida, Inc. and by Tele-Media, Inc. for the area west of Flamingo Road. The daily newspaper serving this area is the Sun Sentinel. The Miami Herald, a morning paper with a Broward County edition, is available in Pembroke Pines and the Broward County area. Also available is the Community News, a weekly newspaper, published every Wednesday.