

CITY OF PEMBROKE PINES, FLORIDA

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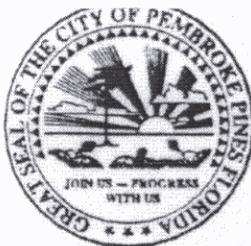
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City of Pembroke Pines

Alex G. Fekete, Mayor
William B. Armstrong, Vice Mayor
Charles F. Dodge, City Manager

April 14, 2000

Ben Fiorendino, Commissioner
Susan B. Katz, Commissioner
Frank C. Ortis, Commissioner

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, 1999 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 three sections: introductory, financial, statistical. 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, 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 and the required reporting for state financial assistance is included in a separate 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 4.7 million and retail sales of \$50 billion projected for 1999. Furthermore, it has access to a superb transportation system, including the superhighway 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	2.7%
Broward County	4.1%
State of Florida	4.1%
United States	4.1%

Ad valorem property values, including new construction, have increased 26.0% 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 for the next three to five years. While having a positive impact, this growth also presents significant challenges for the City.

MAJOR INITIATIVES

For the Year: The City opened a Charter Middle School in August 1999. The school, located at 18500 Pembroke Road, provides classrooms for approximately 672 students, sixth to eighth grades. Students that reside in Broward County are eligible to attend the school. Students are chosen through a random lottery. The charter school offers the small school concept with small class size, 28:1 student-teacher ratio. 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.

In March 1999, the City of Pembroke Pines began construction on a 72 acre Academic Village, which includes a charter high school, a library and a community college. Construction will be completed in June of 2000. The total cost of the project is approximately \$38,400,000, of which Broward County will contribute \$11,900,000 and Broward County Community College will contribute \$3,500,000. The balance of \$23,000,000 was funded by the issuance of the Capital Improvement Revenue Bonds, Series 1999. The high school encompasses 155,000 square feet with a maximum capacity of 1,200 students. The library is 84,000 square feet. The college encompasses 28,000 square feet with a maximum capacity of 2,400 students. There is a Wetland Natural Preserve on the grounds with elevated walkways.

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:

- Construction of the Water Plant Expansion, Phase II project which will provide for state of the art treatment processes.
- Replacement of all substandard water force mains located within the Douglas Road right of way from Pembroke Road to Sheridan Street in conjunction with Broward County's Douglas Road reconstruction project.
- Upgrade of the effluent disposal system at the Wastewater Treatment Plant.
- 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 replacement of the existing 8" PVC force main in N.W. 89th Terrace south of Johnson Street.
- The installation of transmission water main in Pines Boulevard from Hiatus Road to N.W. 106th Avenue.
- The installation of odor control surge tank, treatment unit covers and air scrubbing equipment at the Wastewater Treatment Plant. The water main installation to provide services for Children's Harbour and Frontier Trails project.
- The water main replacement project, Phase I located within the Pines Village community.
- The total replacement of the force main piping system within the Hollybrook community.

The Utility 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 1999, the City's Building Department issued 10,171 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 parks. 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) remains 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 Miami Herald is constructing its new, 2-story, 57,000-sq. ft. headquarters in Pembroke Pines. The location is the southeast corner of I-75 and Sheridan Street.

Additionally, Hampton Inn has located in Pembroke Pines with a 5-story, 150 room, upscaled version of its popular hotel.

The Pembroke Pines Professional Campus is constructing a \$117 million “office campus” with 116,000 square feet of mixed-use space. The “campus” is located in Silver Lakes and faces Pines Boulevard.

Chapel Trail is finishing an (the first of three) office/warehouse facility to house new businesses looking for a location which offers quick accessibility to Palm Beach, Broward and Miami-Dade counties. Each facility is 50,000+ sq. ft.

A new postal facility has been added to Chapel Trail and another is being built at the Bergeron Park of Commerce.

Department Focus: Each year the City selects a department to highlight its service efforts and accomplishments. In 1999, the Charter Schools have been selected for review.

In response to the crowded conditions within Broward County Schools located within City boundaries, Pembroke Pines’ first charter school was established in August 1998, with two charter elementary schools being built. This was followed by a charter middle school in August 1999.

The Schools operate under a charter of the sponsoring school district, the Broward County District School Board. The Charter Elementary School East and West campuses provide classrooms for approximately 1,000 students, K through 5th grades with a small class size, 25:1 student-teacher ratio. The Charter Middle School provides classrooms for approximately 672 students, sixth to eighth grades with a small class size, 28:1 student-teacher ratio. Students that reside in Broward County are eligible to attend the school and are chosen through a random lottery.

The philosophy of the Charter Schools is to provide each child with an opportunity to realize his or her full potential in a setting that is safe, orderly and small enough so that students feel recognized and cared for. The Charter School goal will be accomplished by offering a balanced and flexible curriculum that provides a firm foundation in the core disciplines and insures that students achieve the Florida Sunshine State Standards. Direct emphasis is placed on language arts, math and science, and students will be challenged and focused in positive and nurturing way.

Technology is a key component of the Charter School. A network including at least six state-of-the-art interactive computers is available in each of the classrooms and support areas. In addition, between each two classrooms is a media/research center, which includes two additional computers. Each classroom also has the necessary technology designed to accommodate the latest in educational telecommunications products.

By incorporating these technologies, the student's world expands beyond the boundaries of the school and the neighborhood, and the focus is shifted from the passive acquisition of knowledge through textbooks to the active construction of knowledge based on real life global issues.

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, 1999 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, and Debt Service Fund, are included in the annual appropriated budget. Project length financial plans are adopted for the Capital Projects Fund. The Community Development Block Grant, the ADA/Paratransit Program, 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 \$93,623,426 in the fiscal year ending September 30, 1999 an increase of \$13,340,095 over 1998. Taxes represent the biggest source of revenue, which include ad valorem, franchise and utility service taxes. The increase in tax revenues of 13.8% resulted from an 11.2% increase in taxable values combined with higher revenues generated by the various utility companies on which franchise and public service taxes are collected. The decrease in special assessments of 6.7% is due to less revenue collected as assessments are paid off in full. The increase of 43.0% 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 daycare/preschool fees and administrative fees. The increase in fines and forfeitures was due to non-recurring forfeitures. The increase in other revenues was due to rental - senior housing and rental - City facilities of a non-recurring nature.

The Governmental and Expendable Trust Funds 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 1998</u>	<u>Percentage of Increase (Decrease)</u>
Taxes	\$39,194,548	41.9%	\$ 4,757,148	13.8%
Licenses and permits	10,105,676	10.8	293,694	3.0
Special assessments	10,481,907	11.2	(744,582)	(6.7)
Intergovernmental	14,479,561	15.5	4,352,843	43.0
Charges for services	12,083,151	12.7	3,466,772	40.2
Fines and forfeitures	1,545,253	1.6	706,124	84.1
Investment income	2,529,833	2.7	375,335	17.4
Other revenues	<u>3,203,497</u>	<u>3.6</u>	<u>132,761</u>	<u>4.3</u>
Total	<u>\$93,623,426</u>	<u>100.0%</u>	<u>\$13,340,095</u>	<u>16.6%</u>

Assessed taxable values totaling \$4,430 million represented an increase of 12.07% over the preceding year. New construction and stable market values are the main reason for the increase.

The ratio of total collections (current and delinquent), to the current tax levy was 98.6% as compared to 96.1% during the prior year. All property taxes levied have been used in funding the operations of the General Fund with a 0.4041 millage rate 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>
1995	4.0882
1996	4.0882
1997	3.9034
1998	3.9034
1999	3.9034

Expenditures for general governmental purposes totaled \$124,069,135, including expendable trust funds. This represents an increase of \$22,171,051 or 21.8% as compared to 1998. 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 1998</u>	<u>Percentage of Increase (Decrease)</u>
General government	\$ 12,630,675	10.2%	\$ 892,228	7.6%
Public Safety	38,717,663	31.2	5,342,195	16.0
Physical environment	2,183,408	1.8	477,058	28.0
Transportation	2,212,580	1.8	397,981	21.9
Economic development	3,179,109	2.6	1,923,365	153.2
Human Services	4,267,861	3.4	2,902,206	212.5
Culture/Recreation	9,107,760	7.3	1,124,373	14.1
Capital outlay	37,092,691	29.9	6,306,682	20.5
Debt Service	<u>14,677,388</u>	<u>11.8</u>	<u>2,804,963</u>	<u>23.6</u>
Total	<u>\$124,069,135</u>	<u>100.0%</u>	<u>\$22,171,051</u>	<u>21.8%</u>

The increase in Physical Environment was due to an increase in personnel and operating expenditures in the Grounds Maintenance division. The increase in Transportation was mainly due to an increase in capital outlay in the Road & Bridge Fund. The increase in Human Services was due mainly to increased expenditures to run the preschools. The increase in Debt Service was mainly due to increased principal and interest payments, and due to bond defeasement.

General Fund: The fund balance of the General Fund increased by \$202,725, a result of unspent appropriated capital expenditures that were carried over to the following year. 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 1999 totaled \$9,173,840.

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>1999</u>	<u>1998</u>	<u>1997</u>
Fund Balance (Deficit) – Beginning of year	\$ 3,277,120	\$ (5,510,204)	\$ 5,263,316
Revenues and Transfers In:			
Taxes	2,639,936	2,064,353	2,049,137
Licenses and Permits	1,807,358	543,302	504,691
Special Assessments	-	-	304,576
Investment Income	1,287,196	92,107	258,692
Other	366,820	1,014,142	369,649
Debt Proceeds	<u>30,893,004</u>	<u>31,566,850</u>	<u>-</u>
Total revenues and transfers in	<u>36,994,314</u>	<u>35,280,754</u>	<u>3,486,745</u>
Expenditures and Transfers Out:			
General Government	30,106,085	14,244,954	212,120
Parks & Recreation	3,803,561	12,248,476	7,194,395
Housing	-	-	<u>6,853,750</u>
Total expenditures and transfers out	<u>33,909,646</u>	<u>26,493,430</u>	<u>14,260,265</u>
Excess (Deficiency) of Revenues over Expenditures	<u>3,084,668</u>	<u>8,787,324</u>	<u>(10,773,520)</u>
Fund Balance (Deficit) – End of year	<u>\$ 6,361,788</u>	<u>\$ 3,277,120</u>	<u>\$ (5,510,204)</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 services. This self sustaining fund provides services to our residents. Revenue, expenses, net income and retained earnings for the year ended September 30, 1999 are:

	Retained Earnings <u>10/1/98</u>	Operating Revenues	Operating Expenses	Non- Operating Revenues	Net Income	Retained Earnings <u>9/30/99</u>
Water and Sewer	\$25,948,466	\$19,982,286	\$19,936,723	\$2,012,967	\$2,058,530	\$28,006,996

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, 1999 are:

	Retained Earnings <u>10/1/98</u>	Operating Revenues	Operating Expenses	Non- Operating Revenues	Net Loss	Retained Earnings <u>9/30/99</u>
Public Insurance	\$3,856,750	\$6,404,403	\$7,584,351	\$139,630	\$(1,040,318)	\$2,816,432

Fiduciary Funds: The City maintains two pension trust funds, two expendable trust funds and two agency funds. The General Employees Pension Plan is 78.71% funded as of October 1, 1998 and the Fire and Police Pension Trust Fund is 91.5% funded as of October 1, 1998. 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, 1999, the total overlapping debt applicable to the City was \$37,304,388 or \$310 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. The 1995 Capital Improvement Revenue Bonds were defeased on April 27, 1999.

<u>Defeased Bonds</u>	<u>Rating</u>	<u>Maturing Through</u>	<u>Outstanding September 30, 1999</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
Capital Improvement Revenue Bonds, Series 1995	Aaa (4)	10/01/2011	<u>10,240,000</u>
Defeased Bonds Outstanding			<u>\$38,080,000</u>

The outstanding bonded debt as of September 30, 1999 is as follows:

	<u>Purpose</u>	<u>Rating</u>	<u>Maturing Through</u>	<u>Outstanding September 30, 1999</u>
Public Improvement Refunding Revenue Bonds, Series 1992	Defeasement Series 1985 Bonds	AAA(2)	12/01/2002	\$ 1,815,000
Public Improvement Revenue Bonds, Series 1993	Defeasement Series 1986 Bonds	Aaa(2)	10/01/2002	10,520,000

Capital Improvement Revenue Bonds, Series 1993	Construction of Senior Center	AAA(2) Aaa(3)	12/01/2023	7,210,000
Special Assessment School Improvement Bonds, Series 1995	Funding to School Board	AAA(1)	11/01/2005	7,340,000
Pines Boulevard Landscape Special Assessment Improvement Bonds, Series 1991	Construction of Landscape and Related Road Improvements	Non-Rated	5/15/2001	345,756
Sheridan Street Special Assessment Improvement Bonds, Series 1991	Construction of Sheridan Street	Non-Rated	5/15/2001	153,151
Certificate of Indebtedness Series 1997	Community Center Project	Non-Rated	12/15/2007	9,687,070
Public Improvement Revenue Bonds Series 1998	Construction of Charter Middle School & Academic Village	Aaa(1)	10/01/2022	24,055,000
Capital Improvement Revenue Bonds Series 1999	Construction of Charter High School & Defeasement Series 1995 Bonds	Aaa(2)	6/01/2027	<u>45,240,000</u>
Total Outstanding Bonded Debt				<u>\$106,365,977</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 1998-99 was \$58,210,253, generating \$2,942,364 in interest income at an annual rate of return of 5.05%. The balance administered by external money managers was \$51,911,380, generating

\$727,423 in interest income at an annual rate of return of 1.40%. The total average investment balance was \$68,756,742 and \$81,534,948 for the fiscal year 1998-99 and 1997-98 respectively. The investment income for the same periods was \$3,026,109 and \$4,878,355 respectively. The overall rates of return were 4.40% and 5.98% 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 \$45,099 during the fiscal year ended September 30, 1999 at a rate of return of 2.84% on average available balance.
- (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 \$2,149,264, which generated \$30,917 in interest income at an average yield of 1.20% on average available balance.

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>	Self Insurance Retention Per <u>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 from 1997 through 1999 is as follows:

1997	-	104,143
1998	-	112,692
1999	-	120,091

OTHER INFORMATION

Independent Audit: State statutes require an annual audit by independent certified public accountants. The accounting firm of Rachlin Cohen & Holtz LLP 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 an in-relation to opinion on the 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, 1998. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

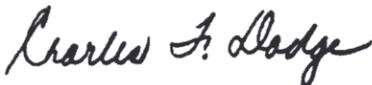
In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such CAFR must satisfy both generally accepted accounting principles and applicable legal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

William B. Armstrong, Vice-Mayor

Ben Fiorendino, Commissioner

Susan B. Katz, Commissioner

Frank C. Ortis, Commissioner

City Manager:

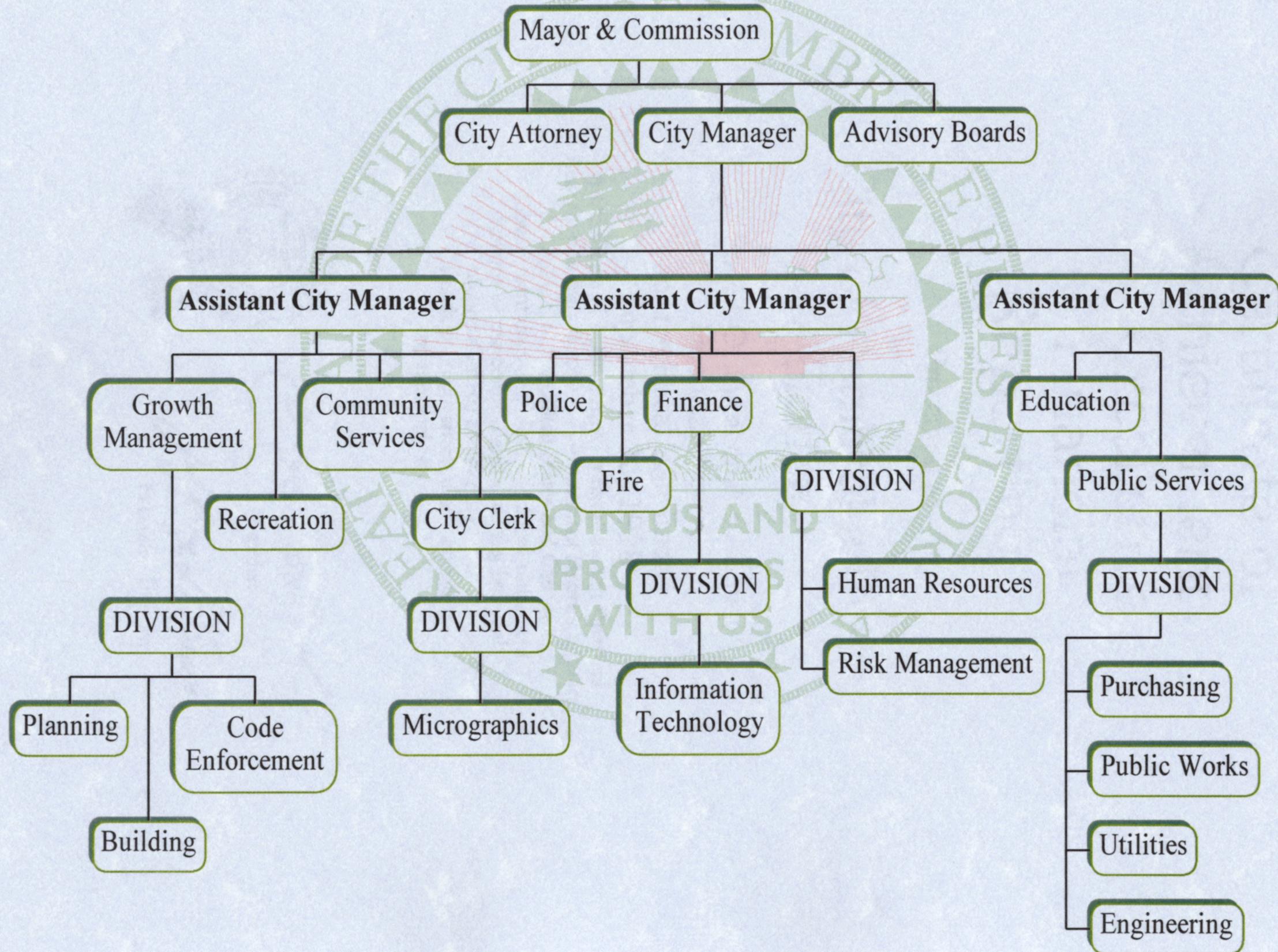
Charles F. Dodge

Director of Finance:

Rene D. Gonzalez



City of Pembroke Pines Organizational 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, 1998

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.



Greg Brink
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





Rachlin Cohen & Holtz LLP
Certified Public Accountants & Consultants

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, 1999, 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 69%, 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.

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 provide a reasonable basis for our opinion.

In our opinion, based on our audit and the report of the other auditors, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Pembroke Pines, Florida, as of September 30, 1999, 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 April 14, 2000 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.



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

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 and the required supplementary information listed in the table of contents are 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, 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.

Rachlin Cohen & Holtz LLP

Fort Lauderdale, Florida
April 14, 2000

General Purpose Financial Statements (combined statements-overview)



CITY OF PEMBROKE PINES, FLORIDA

COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS

SEPTEMBER 30, 1999

	<u>Governmental Fund Types</u>				<u>Proprietary</u>	<u>Fiduciary</u>	<u>Account Groups</u>		<u>Totals</u> (Memorandum Only)	
	<u>General</u>	<u>Special</u> <u>Revenue</u>	<u>Debt</u> <u>Service</u>	<u>Capital</u> <u>Projects</u>	<u>Enterprise</u>	<u>Internal</u> <u>Service</u>	<u>Trust</u> <u>and</u> <u>Agency</u>	<u>General</u> <u>Fixed</u> <u>Assets</u>		<u>General</u> <u>Long-Term</u> <u>Debt</u>
<u>ASSETS AND OTHER DEBITS</u>										
Assets:										
Equity in pooled cash and cash equivalents	\$ 130,851	\$ 3,223,756	\$ 810,062	\$ -	\$ 2,574,680	\$ 2,711,617	\$ 3,869,715	\$ -	\$ -	\$ 13,320,681
Investments	13,600,908	-	-	-	3,420,357	4,276,583	103,817,619	-	-	125,115,467
Receivables:										
Customer accounts, net	-	-	-	-	2,127,516	-	443,513	-	-	2,571,029
Special assessments	-	1,258,507	3,745,659	-	854,608	-	-	-	-	5,858,774
Accrued interest	-	-	-	-	46,026	-	488,762	-	-	534,788
Franchise fees and utility taxes	2,687,259	-	-	-	-	-	-	-	-	2,687,259
Other	368,702	-	-	194,191	14,962	561,721	12,354	-	-	1,151,930
Due from other funds	2,902,733	-	1,852,581	-	2,097,314	-	834,708	-	-	7,687,336
Interfund receivables	-	-	-	-	2,659,283	-	-	-	-	2,659,283
Due from other governments	219,455	376,831	-	2,928,189	39,165	-	-	-	-	3,563,640
Due from assessments	-	-	-	-	6,377	-	-	-	-	6,377
Restricted assets:										
Equity in pooled cash and cash equivalents	-	-	15,039,587	27,628,258	7,186,186	-	-	-	-	49,854,031
Investments	-	-	-	-	30,101,613	-	-	-	-	30,101,613
Advances to other funds	-	-	-	-	15,564,776	-	-	-	-	15,564,776
Fixed assets	-	-	-	-	134,353,202	2,273	-	201,634,821	-	335,990,296
Prepaid costs	-	23,475	-	-	-	-	-	-	-	23,475
Loans receivable	-	-	-	-	1,166,768	-	-	-	-	1,166,768
Other debits:										
Amount available in debt service fund	-	-	-	-	-	-	-	-	17,533,125	17,533,125
Amount to be provided for retirement of general long-term debt	-	-	-	-	-	-	-	-	92,795,030	92,795,030
Total assets and other debits	<u>\$ 19,909,908</u>	<u>\$ 4,882,569</u>	<u>\$ 21,447,889</u>	<u>\$ 30,750,638</u>	<u>\$ 202,212,833</u>	<u>\$ 7,552,194</u>	<u>\$ 109,466,671</u>	<u>\$ 201,634,821</u>	<u>\$ 110,328,155</u>	<u>\$ 708,185,678</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, 1999

	<u>Governmental Fund Types</u>				<u>Proprietary</u>	<u>Fiduciary</u>	<u>Account Groups</u>			<u>Totals</u> <u>(Memorandum</u> <u>Only)</u>
	<u>General</u>	<u>Special</u> <u>Revenue</u>	<u>Debt</u> <u>Service</u>	<u>Capital</u> <u>Projects</u>	<u>Enterprise</u>	<u>Internal</u> <u>Service</u>	<u>Trust</u> <u>and</u> <u>Agency</u>	<u>General</u> <u>Fixed</u> <u>Assets</u>	<u>General</u> <u>Long-Term</u> <u>Debt</u>	
<u>LIABILITIES, EQUITY AND OTHER CREDITS</u>										
Liabilities:										
Accounts payable	\$ 740,020	\$ 208,617	\$ 1,782	\$ -	\$ 780,366	\$ 103,057	\$ 1,878,744	\$ -	\$ -	\$ 3,712,586
Compensated absences	5,346,240	159,759	-	-	383,031	24,449	-	-	-	5,913,479
Accrued liabilities	26,502	-	167,323	-	-	-	1,375,102	-	-	1,568,927
Deferred revenue	1,657,378	1,371,489	3,745,659	-	794,528	-	-	-	-	7,569,054
Deposits	1,394,703	313,614	-	-	-	-	-	-	-	1,708,317
Due to other funds	426,516	1,171,943	-	5,567,087	-	-	408,192	-	-	7,573,738
Interfund payables	750,000	-	-	1,909,283	-	-	-	-	-	2,659,283
Due to other governments	11,477	-	-	-	-	-	-	-	-	11,477
Payable from restricted assets:										
Accounts payable	-	-	-	3,740,627	145,107	-	-	-	-	3,885,734
Customer deposits	-	-	-	-	1,799,724	-	-	-	-	1,799,724
Advances from other funds	2,392,923	-	-	13,171,853	-	-	-	-	-	15,564,776
Claims payable	-	-	-	-	-	4,592,867	-	-	-	4,592,867
Compensated absences	-	-	-	-	345,824	15,389	-	-	3,962,179	4,323,392
Loan payable	-	-	-	-	-	-	-	-	10,185,976	10,185,976
Bonds payable	-	-	-	-	-	-	-	-	96,180,000	96,180,000
Total liabilities	<u>12,745,759</u>	<u>3,225,422</u>	<u>3,914,764</u>	<u>24,388,850</u>	<u>4,248,580</u>	<u>4,735,762</u>	<u>3,662,038</u>	<u>-</u>	<u>110,328,155</u>	<u>167,249,330</u>
Equity and other credits:										
Contributed capital	-	-	-	-	169,957,257	-	-	-	-	169,957,257
Investment in general fixed assets	-	-	-	-	-	-	-	201,634,821	-	201,634,821
Retained earnings	-	-	-	-	28,006,996	2,816,432	-	-	-	30,823,428
Fund balances:										
Reserved for employees pension benefits	-	-	-	-	-	-	104,214,457	-	-	104,214,457
Reserved for capital projects	-	-	-	489,181	-	-	-	-	-	489,181
Reserved for encumbrances	3,347,893	1,775,877	-	5,872,607	-	-	-	-	-	10,996,377
Reserved for debt service	-	-	17,533,125	-	-	-	-	-	-	17,533,125
Reserved for disaster assistance	125,000	-	-	-	-	-	-	-	-	125,000
Reserved for prepaid costs	-	23,475	-	-	-	-	-	-	-	23,475
Unreserved:										
Designated for subsequent years' expenditures	-	-	-	-	-	-	1,590,176	-	-	1,590,176
Undesignated (deficit)	3,691,256	(142,205)	-	-	-	-	-	-	-	3,549,051
Total equity and other credits	<u>7,164,149</u>	<u>1,657,147</u>	<u>17,533,125</u>	<u>6,361,788</u>	<u>197,964,253</u>	<u>2,816,432</u>	<u>105,804,633</u>	<u>201,634,821</u>	<u>-</u>	<u>540,936,348</u>
Total liabilities, equity and other credits	<u>\$ 19,909,908</u>	<u>\$ 4,882,569</u>	<u>\$ 21,447,889</u>	<u>\$ 30,750,638</u>	<u>\$ 202,212,833</u>	<u>\$ 7,552,194</u>	<u>\$ 109,466,671</u>	<u>\$ 201,634,821</u>	<u>\$ 110,328,155</u>	<u>\$ 708,185,678</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, 1999

	Governmental Fund Types				Fiduciary Fund Type	Totals (Memorandum Only)
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	Expendable Trust	
Revenues:						
Taxes	\$ 30,346,188	\$ 1,995,353	\$ 4,213,071	\$ 2,639,936	\$ -	\$ 39,194,548
Licenses and permits	8,298,318	-	-	1,807,358	-	10,105,676
Special assessments	5,370,617	-	5,111,290	-	-	10,481,907
Intergovernmental revenue	7,692,670	6,786,891	-	-	-	14,479,561
Charges for services	11,705,221	163,738	186,532	-	27,660	12,083,151
Fines and forfeitures	862,648	-	-	-	682,605	1,545,253
Investment income	477,639	52,809	645,660	1,287,196	66,529	2,529,833
Other	<u>1,651,947</u>	<u>175,049</u>	<u>1,009,681</u>	<u>366,820</u>	-	<u>3,203,497</u>
Total revenues	<u>66,405,248</u>	<u>9,173,840</u>	<u>11,166,234</u>	<u>6,101,310</u>	<u>776,794</u>	<u>93,623,426</u>
Expenditures:						
Current:						
General government	12,500,185	-	130,490	-	-	12,630,675
Public safety	37,355,013	1,276,260	-	-	86,390	38,717,663
Physical environment	2,183,408	-	-	-	-	2,183,408
Transportation	59,209	2,153,371	-	-	-	2,212,580
Economic development	305,169	1,129,831	-	-	-	1,435,000
Human services	2,049,278	3,769,489	-	193,203	-	6,011,970
Culture/recreation	9,107,760	-	-	-	-	9,107,760
Capital outlay	1,919,413	1,330,454	-	33,716,443	126,381	37,092,691
Debt Service:						
Principal	-	-	10,409,723	-	-	10,409,723
Interest	-	-	4,267,665	-	-	4,267,665
Total expenditures	<u>65,479,435</u>	<u>9,659,405</u>	<u>14,807,878</u>	<u>33,909,646</u>	<u>212,771</u>	<u>124,069,135</u>
Excess (deficiency) of revenues over expenditures	<u>925,813</u>	<u>(485,565)</u>	<u>(3,641,644)</u>	<u>(27,808,336)</u>	<u>564,023</u>	<u>(30,445,709)</u>
Other financing sources (uses):						
Debt proceeds	-	-	3,751,896	30,893,004	-	34,644,900
Debt proceeds of refunding bonds	-	-	10,776,368	-	-	10,776,368
Payment to refunded bond escrow agent	-	-	(10,776,368)	-	-	(10,776,368)
Operating transfers in	-	723,088	1,617,522	-	-	2,340,610
Operating transfers out	(723,088)	(1,617,522)	-	-	-	(2,340,610)
Proceeds from sale of land	-	1,804,322	-	-	-	1,804,322
Total other financing sources (uses)	<u>(723,088)</u>	<u>909,888</u>	<u>5,369,418</u>	<u>30,893,004</u>	<u>-</u>	<u>36,449,222</u>
Excess of revenues over expenditures and other financing sources	202,725	424,323	1,727,774	3,084,668	564,023	6,003,513
Fund balances, beginning	<u>6,961,424</u>	<u>1,232,824</u>	<u>15,805,351</u>	<u>3,277,120</u>	<u>1,026,153</u>	<u>28,302,872</u>
Fund balances, ending	<u>\$ 7,164,149</u>	<u>\$ 1,657,147</u>	<u>\$ 17,533,125</u>	<u>\$ 6,361,788</u>	<u>\$ 1,590,176</u>	<u>\$ 34,306,385</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, 1999

	General Fund			Annually Budgeted Special Revenue Fund			Debt Service Fund		
	Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	Variance
			Favorable (Unfavorable)			Favorable (Unfavorable)			Favorable (Unfavorable)
Revenues:									
Taxes	\$ 30,610,281	\$ 30,346,188	\$ (264,093)	\$ 1,773,210	\$ 1,995,353	\$ 222,143	\$ 4,588,575	\$ 4,213,071	\$ (375,504)
Licenses and permits	9,332,900	8,298,318	(1,034,582)	-	-	-	-	-	-
Special assessments	5,313,857	5,370,617	56,760	234,915	-	(234,915)	7,135,062	5,111,290	(2,023,772)
Intergovernmental revenue	7,162,221	7,692,670	530,449	811,452	887,633	76,181	-	-	-
Charges for services	15,323,078	11,705,221	(3,617,857)	163,738	163,738	-	186,532	186,532	-
Fines and forfeitures	769,995	862,648	92,653	-	-	-	-	-	-
Investment income	1,483,807	477,639	(1,006,168)	54,400	31,747	(22,653)	135,468	645,660	510,192
Other	1,537,632	1,651,947	114,315	18,200	55,652	37,452	1,185,692	1,009,681	(176,011)
Total revenues	<u>71,533,771</u>	<u>66,405,248</u>	<u>(5,128,523)</u>	<u>3,055,915</u>	<u>3,134,123</u>	<u>78,208</u>	<u>13,231,329</u>	<u>11,166,234</u>	<u>(2,065,095)</u>
Expenditures:									
Current:									
General government	14,883,317	12,500,185	2,383,132	-	-	-	130,490	130,490	-
Public safety	38,382,139	37,355,013	1,027,126	-	-	-	-	-	-
Physical environment	3,107,532	2,183,408	924,124	-	-	-	-	-	-
Transportation	88,131	59,209	28,922	2,399,698	1,902,110	497,588	-	-	-
Economic development	510,957	305,169	205,788	-	-	-	-	-	-
Human services	3,849,735	2,049,278	1,800,457	-	-	-	-	-	-
Culture/recreation	9,706,763	9,107,760	599,003	-	-	-	-	-	-
Capital outlay	5,875,550	1,919,413	3,956,137	1,541,636	1,277,899	263,737	-	-	-
Debt Service:									
Principal	-	-	-	-	-	-	10,409,723	10,409,723	-
Interest	-	-	-	-	-	-	4,267,665	4,267,665	-
Total expenditures	<u>76,404,124</u>	<u>65,479,435</u>	<u>10,924,689</u>	<u>3,941,334</u>	<u>3,180,009</u>	<u>761,325</u>	<u>14,807,878</u>	<u>14,807,878</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(4,870,353)</u>	<u>925,813</u>	<u>5,796,166</u>	<u>(885,419)</u>	<u>(45,886)</u>	<u>839,533</u>	<u>(1,576,549)</u>	<u>(3,641,644)</u>	<u>(2,065,095)</u>
Other financing sources (uses):									
Debt proceeds	-	-	-	-	-	-	14,597,575	14,528,264	(69,311)
Payment to refunded bond escrow agent	-	-	-	-	-	-	(10,776,368)	(10,776,368)	-
Appropriation of prior years fund balance	5,600,079	-	(5,600,079)	600,185	-	(600,185)	(2,244,658)	-	2,244,658
Operating transfers in	115,281	-	(115,281)	285,234	-	(285,234)	-	-	-
Operating transfers out	(845,007)	(723,088)	121,919	-	(1,617,522)	(1,617,522)	-	1,617,522	1,617,522
Proceeds from sale of land	-	-	-	-	1,804,322	1,804,322	-	-	-
Total other financing sources (uses)	<u>4,870,353</u>	<u>(723,088)</u>	<u>(5,593,441)</u>	<u>885,419</u>	<u>186,800</u>	<u>(698,619)</u>	<u>1,576,549</u>	<u>5,369,418</u>	<u>3,792,869</u>
Excess of revenues and other financing sources over expenditures and other financing uses	<u>\$ -</u>	<u>202,725</u>	<u>\$ 202,725</u>	<u>\$ -</u>	<u>140,914</u>	<u>\$ 140,914</u>	<u>\$ -</u>	<u>1,727,774</u>	<u>\$ 1,727,774</u>
Fund balances, beginning		<u>6,961,424</u>			<u>1,000,847</u>			<u>15,805,351</u>	
Fund balances, ending		<u>\$ 7,164,149</u>			<u>\$ 1,141,761</u>			<u>\$ 17,533,125</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, 1999

	<u>Proprietary Fund Types</u>		Totals
	<u>Enterprise</u>	<u>Internal Service</u>	(Memorandum Only)
Operating revenues:			
Charges for services	\$ 19,402,050	\$ 6,104,958	\$ 25,507,008
Assessment revenue	336,309	-	336,309
Other	<u>243,927</u>	<u>299,445</u>	<u>543,372</u>
Total operating revenues	<u>19,982,286</u>	<u>6,404,403</u>	<u>26,386,689</u>
Operating expenses:			
Personal services	5,080,085	150,827	5,230,912
Operating expenses	11,905,404	7,432,602	19,338,006
Depreciation	<u>2,951,234</u>	<u>922</u>	<u>2,952,156</u>
Total operating expenses	<u>19,936,723</u>	<u>7,584,351</u>	<u>27,521,074</u>
Operating income (loss)	45,563	(1,179,948)	(1,134,385)
Non-operating revenues:			
Investment income	<u>2,012,967</u>	<u>139,630</u>	<u>2,152,597</u>
Net income (loss)	2,058,530	(1,040,318)	1,018,212
Retained earnings, beginning	<u>25,948,466</u>	<u>3,856,750</u>	<u>29,805,216</u>
Retained earnings, ending	<u>\$ 28,006,996</u>	<u>\$ 2,816,432</u>	<u>\$ 30,823,428</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, 1999

	<u>Proprietary Fund Types</u>		Totals
	<u>Enterprise</u>		(Memorandum
	<u>Enterprise</u>	<u>Service</u>	<u>Only)</u>
Cash flows from operating activities:			
Cash received from customers:			
For services	\$ 18,966,783	\$ -	\$ 18,966,783
For deposits	130,877	-	130,877
Quasi-external operating receipts	-	6,104,958	6,104,958
Cash payments to suppliers for goods and services	(7,374,100)	(5,068,228)	(12,442,328)
Cash payments to employees for services	(4,391,954)	(142,825)	(4,534,779)
Quasi-external operating transactions	(5,236,780)	-	(5,236,780)
Other operating revenues	<u>564,029</u>	<u>299,445</u>	<u>863,474</u>
Net cash provided by operating activities	<u>2,658,855</u>	<u>1,193,350</u>	<u>3,852,205</u>
Cash flows from non-capital financing activities:			
Loans to other funds	(751,964)	-	(751,964)
Interest received from other funds	<u>836,496</u>	<u>-</u>	<u>836,496</u>
Net cash provided by non-capital financing activities	<u>84,532</u>	<u>-</u>	<u>84,532</u>
Cash flows from capital and related financing activities:			
Acquisition and construction of capital assets	(14,481,884)	(1,590)	(14,483,474)
Capital provided by developers	15,801,700	-	15,801,700
Collection of assessments	381,873	-	381,873
Loans to other entities	<u>(36,169)</u>	<u>-</u>	<u>(36,169)</u>
Net cash provided (used) by capital and related financing activities	<u>1,665,520</u>	<u>(1,590)</u>	<u>1,663,930</u>
Cash flows from investing activities:			
Investment purchases	(26,728,051)	(3,002,724)	(29,730,775)
Interest and dividends received	<u>1,176,471</u>	<u>139,630</u>	<u>1,316,101</u>
Net cash used by investing activities	<u>(25,551,580)</u>	<u>(2,863,094)</u>	<u>(28,414,674)</u>
Net decrease in equity in pooled cash and cash equivalents	(21,142,673)	(1,671,334)	(22,814,007)
Equity in pooled cash and cash equivalents, beginning	<u>30,903,539</u>	<u>4,382,952</u>	<u>35,286,491</u>
Equity in pooled cash and cash equivalents, ending	<u>\$ 9,760,866</u>	<u>\$ 2,711,618</u>	<u>\$ 12,472,484</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, 1999

	<u>Enterprise</u>	<u>Internal Service</u>	<u>Totals (Memorandum Only)</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ 45,563	\$(1,179,948)	\$ (1,134,385)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	2,951,234	922	2,952,156
Changes in operating assets and liabilities:			
(Increase) decrease in:			
Customer accounts receivable	(84,237)	-	(84,237)
Accrued interest	11,348	-	11,348
Other receivables	17,987	(561,720)	(543,733)
Due from other governments	(39,165)	-	(39,165)
Due from assessments	(6,377)	-	(6,377)
Increase (decrease) in:			
Accounts payable	(44,650)	83,270	38,620
Compensated absences	27,305	8,002	35,307
Deferred revenue	(351,030)	-	(351,030)
Claims payable	-	2,842,824	2,842,824
Customer deposits	130,877	-	130,877
Total adjustments	<u>2,613,292</u>	<u>2,373,298</u>	<u>4,986,590</u>
Net cash provided by operating activities	<u>\$ 2,658,855</u>	<u>\$ 1,193,350</u>	<u>\$ 3,852,205</u>
Non-cash investing, capital and financing activities:			
Property contributed by developers	<u>\$ 15,801,700</u>	<u>\$ -</u>	<u>\$ 15,801,700</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, 1999

ADDITIONS

Contributions:

Employer	\$ 4,098,469
State of Florida	988,366
Members	<u>3,443,223</u>
Total contributions	<u>8,530,058</u>

Investment income:

Net appreciation in fair value of investments	6,999,719
Interest	1,990,887
Dividends	<u>348,341</u>

9,338,947

Less investment expenses

220,418

Net investment income

9,118,529

Total additions

17,648,587

DEDUCTIONS

Benefits paid	1,971,983
Refunds of contributions	118,349
Administrative expenses	<u>206,882</u>
Total deductions	<u>2,297,214</u>

Net increase

15,351,373

Net assets held in trust for pension benefits:

Beginning of year 88,863,084

End of year

\$ 104,214,457

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, 1999

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 is 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 fees and utility 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 City created a new special revenue fund to account for and report the operations of their charter elementary schools. The charter schools, which are not separate legal entities, utilize a fiscal year end of June 30. The charter elementary schools, which completed their first school year in June 1999, are presented as of and for the fiscal year ended June 30, 1999. In addition, the City opened a new charter middle school, which began operations in August 1999.

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)

Governmental Fund Types (Continued)

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.

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 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.

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)

Fiduciary Fund Types (Continued)

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.

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 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, Florida Municipal Investment Trust, First Union National Bank and Trusco (a subsidiary of SunTrust).

2. Investments

Investments are reported at fair value as determined by quoted market prices. Investments with the State Board Investment Pool (2A-7 Pool) are reported at its fair value of its position in the pool, which is the same as its value of the pool shares.

3. Interfund Transactions

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

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "interfund receivables/payables" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from 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)

3. *Interfund Transactions* (Continued)

Advances from other funds are offset by a fund balance reserve account in the applicable governmental funds to indicate they are not available for appropriation and are not expendable available financial resources.

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.

4. *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 date 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 calculated on the general fixed assets.

5. *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 operations.

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

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. *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.

7. *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, 1999, there was \$15,489 in delinquent personal property taxes.

8. *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.

9. *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 No. 16, which requires 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.

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)

10. Rebatable 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, 1999, there was no rebatable arbitrage.

11. 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.

12. 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.

13. 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 accompanying 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.

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)

- 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
 - 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 of accuracy and proper form. A budget package is then prepared for the City Manager and related Department Heads.
4. The City Manager, the Department Heads, and the Finance Department, review the proposed budget and make any necessary revisions.
5. No later than 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. Section 30.30(F) of the Code of Ordinances requires an affirmative vote of a majority of the quorum to adopt the budget, which prior to October 1, is legally enacted through passage of an ordinance. The City's budget is approved at the Departmental level in accordance with section 6.06 of the City Charter.
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 additional appropriations of revenues and expenditures.

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)

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, 1999.

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 and Bridge Fund (a Special Revenue 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 capital projects fund is adopted on a project length basis.
3. 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., continuing appropriations, project appropriations);
 - ◆ **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.

The budgets of governmental fund types (for example, the General Fund and the Road and Bridge Fund) are prepared on a modified accrual basis of accounting. This means revenues must be both measurable and available to liquidate liabilities of the current period. Likewise, expenditures generally are recognized when an event or transaction is expected to draw upon current spendable resources. In addition, 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. Also, 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. The accrual basis means transactions and events are recognized as revenues/gains or expenditures/losses when they occur, regardless of the timing of related cash flows.

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:

4. The hierarchy for reporting and budgetary control is as follows:
 - a. Fund
 - b. Function
 - c. Division
 - d. Project
 - e. Object code

5. 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 and unencumbered appropriations 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 and unencumbered appropriations for operating expenditures lapse at the end of the fiscal year. Encumbrances are reported in governmental fund types.

6. 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, 1999 as follows:

Fund balances (budgetary basis)	\$1,141,761
Unbudgeted funds	<u>515,386</u>
Fund balances (GAAP)	<u>\$1,657,147</u>

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. 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 give 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 counterparty's trust department or agent in the City's name. Category 3 includes uninsured and unregistered investments with securities held by the counterparty or by its trust department or agent but not in the City's name.

Investments also consist of the State Board of Administration and Florida Municipal League investment pools, First Union National Bank and Trusco. 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 classified as follows:

	<u>Category 1</u>	<u>Carrying Value</u>
U.S. Government and agencies	\$ 40,870,370	\$ 40,870,370
Commercial paper	12,937,855	12,937,855
Corporate bonds	17,184,976	17,184,976
Foreign bonds	100,000	100,000
Common stocks	<u>38,254,268</u>	<u>38,254,268</u>
Total investments	<u>\$109,347,469</u>	109,347,469
Investments not subject to risk categorization:		
Investment Pools		73,484,660
Mutual funds		<u>35,170,366</u>
		<u>\$218,002,495</u>

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

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

a. Deposits and Investments (Continued)

<u>Per combined balance sheet:</u>	<u>By category:</u>	
Equity in pooled cash and cash equivalents	\$ 13,320,681	Deposits \$ 389,297
Investments	125,115,467	Investments <u>218,002,495</u>
Restricted assets:		<u>\$218,391,792</u>
Equity in pooled cash and cash equivalents	49,854,031	
Investments	<u>30,101,613</u>	
Total	<u>\$218,391,792</u>	

b. Receivables/Payables

Customer Accounts Receivable - Customer accounts receivable and the related allowance for doubtful accounts by fund type as of September 30, 1999 are as follows:

	<u>Enterprise</u>	<u>Trust and Agency</u>	<u>Total</u>
Customer accounts receivable	\$2,136,516	\$443,513	\$2,580,029
Less allowance for doubtful accounts	<u>9,000</u>	<u>-</u>	<u>9,000</u>
	<u>\$2,127,516</u>	<u>\$443,513</u>	<u>\$2,571,029</u>

Loans Receivable - Represents loans receivable in the Water and Sewer fund totaling \$1,166,768. 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

<u>Fund</u>	<u>Receivables</u>	<u>Payables</u>
General fund	\$2,902,733	\$ 426,516
Special revenue funds:		
Road and bridge	-	890,281
Federal Older Americans Act	-	104,391
Community Development Block Grant	-	177,271
Capital projects fund - municipal construction fund	-	5,567,087

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

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

b. Receivables/Payables (Continued)

Due to/from Other Funds (Continued)

<u>Fund</u>	<u>Receivables</u>	<u>Payables</u>
Enterprise fund - water and sewer fund	\$2,087,314	-
Fiduciary funds:		
General employees pension trust	174,990	-
Firefighters and police officers pension trust	659,718	-
General trust	-	408,192
Debt Service fund	<u>1,852,581</u>	-
	7,687,336	<u>7,573,738</u>
Charter Middle School*	<u>-</u>	<u>113,598</u>
	<u>\$7,687,336</u>	<u>\$7,687,336</u>

*The amount due to the general fund of \$113,598 from the Charter Middle School as of September 30, 1999 is not reflected in the City's general purpose financial statements since the Charter Middle School began operations in August 1999 and the Charter Schools are reported as of June 30. The due to amount represents interfund transactions for the three months from July 1, 1999 to September 30, 1999.

Interfund Receivables/Payables

<u>Fund</u>	<u>Receivables</u>	<u>Payables</u>
General fund	\$ -	\$ 750,000
Capital project fund - municipal construction fund	-	1,909,283
Water and sewer fund	<u>2,659,283</u>	-
	<u>\$ 2,659,283</u>	<u>\$ 2,659,283</u>

Advances to/from Other Funds

<u>Fund</u>	<u>Receivables</u>	<u>Payables</u>
General fund	\$ -	\$ 2,392,923
Capital project fund - municipal construction fund	-	13,171,853
Water and sewer fund	<u>15,564,776</u>	-
	<u>\$15,564,776</u>	<u>\$15,564,776</u>

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE 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. Amounts segregated and restricted related to these ordinances and related reserves at September 30, 1999 are as follows:

	Improvement Revenue Bonds Series <u>1993</u>	School Improvement Revenue Bonds Series <u>1995</u>	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>	Capital Improvement Revenue Bonds Series <u>1999</u>	<u>Totals</u>
Investments held for:									
Sinking fund for payment of principal and interest	\$ 258,875	\$ 380,695	\$ 384,222	\$ 2,848,009	\$ -	\$ 646,527	\$ 874,959	\$ 160,200	\$ 5,553,487
Reserve fund for payment of principal and interest	528,553	1,660,000	383,777	1,508,058	817,683	-	1,912,000	112,694	6,922,765
Surplus redemption	-	2,547,136	-	-	-	-	-	-	2,547,136
Closing costs	-	-	-	-	-	-	-	16,199	16,199
Total restricted assets related to debt	<u>\$ 787,428</u>	<u>\$ 4,587,831</u>	<u>\$ 767,999</u>	<u>\$ 4,356,067</u>	<u>\$ 817,683</u>	<u>\$ 646,527</u>	<u>\$ 2,786,959</u>	<u>\$ 289,093</u>	<u>15,039,587</u>
Wetland Mitigation Bank									2,193,939
Construction funds									<u>25,434,319</u>
Total restricted assets - capital projects									<u>27,628,258</u>
Utility Supported Equivalent Residential Connections (ERC's)									377,731
Customer deposits									1,799,724
Water Sewer Connections									<u>35,110,344</u>
Total restricted assets - enterprise funds									<u>37,287,799</u>
Total restricted assets									<u>\$ 79,955,644</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, 1999 is as follows:

	Balance September 30, <u>1998</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1999</u>
Land	\$ 39,027,665	\$ 4,079,349	\$ 720,000	\$ 42,387,014
Buildings	50,945,761	29,693,989	-	80,639,750
Improvements other than buildings	8,938,775	20,092,980	-	29,031,755
Machinery and equipment	22,501,867	3,285,042	432,063	25,354,846
Construction in progress	<u>40,876,732</u>	<u>29,175,164</u>	<u>45,830,440</u>	<u>24,221,456</u>
	<u>\$162,290,800</u>	<u>\$86,326,524</u>	<u>\$46,982,503</u>	<u>\$201,634,821</u>

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

	<u>Enterprise Funds</u> September 30,		<u>Internal Service Funds</u> September 30,	
	<u>1998</u>	<u>1999</u>	<u>1998</u>	<u>1999</u>
Land	\$ 1,167,639	\$ 3,006,562	\$ -	\$ -
Buildings	6,751,879	6,851,879	-	-
Improvements other than buildings	112,132,337	119,171,360	-	-
Machinery and equipment	3,346,292	3,565,104	9,140	10,730
Construction in progress	<u>20,912,515</u>	<u>26,186,159</u>	<u>-</u>	<u>-</u>
	144,310,662	158,781,063	9,140	10,730
Less accumulated depreciation	<u>21,488,110</u>	<u>24,427,862</u>	<u>7,535</u>	<u>8,457</u>
Totals	<u>\$122,822,552</u>	<u>\$134,353,202</u>	<u>\$1,605</u>	<u>\$ 2,273</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 Public Services 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, 1999, 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 of the buildings as of September 30, 1999, if these assets were depreciated, would have been \$61,045 and \$223,732, 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 approximate minimum future rentals to be received on non-cancelable operating leases as of September 30, 1999 are:

Fiscal year ending September 30:	
2000	\$103,000
2001	57,000
2002	13,000
2003	<u>9,000</u>
Total minimum future rentals*	<u>\$182,000</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 or constructed assets or specific revenue sources. The outstanding revenue bonds include the following:

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, 1999 is \$1,815,000. 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.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Fiscal year ending September 30:			
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>\$1,815,000</u>	<u>\$214,243</u>	<u>\$2,029,243</u>

Public Improvement Revenue Bonds, Series 1993 - On June 29, 1993, the City issued \$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 \$10,520,000 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 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.

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>Principal</u>	<u>Interest</u>	<u>Total</u>
Fiscal year ending September 30:			
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>\$10,520,000</u>	<u>\$1,005,228</u>	<u>\$11,525,228</u>

Capital Improvement Revenue Bonds, Series 1993 - On November 17, 1993, the City issued \$7,780,000 for the purpose of constructing the Senior Citizen Multipurpose Center component. These bonds have an outstanding balance of \$7,210,000 and are due in varying installments through December 1, 2023. These bonds bear interest which range from 3.90% to 5.375% with interest paid semi-annually on June 1 and December 1. The 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:

<u>Redemption Dates</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>Principal</u>	<u>Interest</u>	<u>Total</u>
Fiscal year ending September 30:			
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	180,000	340,357	520,357
2005-2009	1,050,000	1,557,623	2,607,623
2010-2014	1,335,000	1,254,439	2,589,439
2015-2019	1,735,000	849,116	2,584,116
2020-2024	<u>2,255,000</u>	<u>315,916</u>	<u>2,570,916</u>
	<u>\$7,210,000</u>	<u>\$5,754,011</u>	<u>\$12,964,011</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)

Public Improvement Revenue Bonds, Series 1998 - On September 1, 1998, the City issued \$24,055,000 for the purpose of constructing of the Charter Middle School and an Academic Village which will include the Charter High School, a County Library and Broward Community College classrooms. These bonds have an outstanding balance of \$24,055,000 and are due in varying installments of principal beginning October 1, 2004, 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 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.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Fiscal year ending September 30:			
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	770,000	1,119,160	1,889,160
2005-2009	4,350,000	5,092,165	9,442,165
2010-2014	5,375,000	4,040,118	9,415,118
2015-2019	6,800,000	2,573,250	9,373,250
2020-2023	<u>6,760,000</u>	<u>696,500</u>	<u>7,456,500</u>
	<u>\$24,055,000</u>	<u>\$18,057,893</u>	<u>\$42,112,893</u>

Capital Improvement Revenue Bonds, Series 1999 – On April 27, 1999, the City issued \$45,240,000 for the purpose of providing funds to finance the construction and equipping of a Charter High School and certain other City projects. In addition, the City used \$10,985,000 of these bonds to refund the City's outstanding Series 1995 Capital Improvement Revenue Bonds. The 1999 bonds have an outstanding balance of \$45,240,000 and are due in varying installments through June 1, 2027 and bear interest at rates which range from 3.10% to 4.90%, with interest on these bonds paid semi-annually on June 1 and December 1. The principal and interest on these bonds are payable from a pledge of and lien upon the electric franchise revenues. The series 1999 Bonds were issued on parity with the Series 1992 Bonds and the Series 1993 Bonds. Those bonds maturing on or prior to December 1, 2008 are not subject to redemption prior to maturity. The bonds maturing on or after December 1, 2009 are subject to redemption at the option of the City, on or after December 1, 2008, in such order of maturity as the City selects, at the redemption prices set forth below, plus accrued interest to the redemption date:

<u>Redemption Dates</u>	<u>Redemption Price</u>
December 1, 2008 and thereafter	100%

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>Principal</u>	<u>Interest</u>	<u>Total</u>
Fiscal year ending September 30:			
2000	\$ -	\$ 2,519,215	\$ 2,519,215
2001	570,000	2,150,493	2,720,493
2002	455,000	2,133,922	2,588,922
2003	470,000	2,117,728	2,587,728
2004	1,005,000	2,090,926	3,095,926
2005-2009	5,640,000	9,840,395	15,480,395
2010-2014	6,970,000	8,527,206	15,497,206
2015-2019	8,805,000	6,695,746	15,500,746
2020-2024	11,355,000	4,167,131	15,522,131
2025-2027	<u>9,970,000</u>	<u>803,513</u>	<u>10,773,513</u>
	<u>\$45,240,000</u>	<u>\$41,046,275</u>	<u>\$86,286,275</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, 1999 is \$345,756. 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 of 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>Principal</u>	<u>Interest</u>	<u>Total</u>
Fiscal year ending September 30:			
2000	\$127,312	\$16,354	\$143,666
2001	<u>218,444</u>	<u>10,332</u>	<u>228,776</u>
	<u>\$345,756</u>	<u>\$26,686</u>	<u>\$372,442</u>

Sheridan Street Special Assessment Improvement Bonds, Series 1991 - On December 30, 1991, the City issued \$647,410 for the purpose of constructing certain landscape and road improvements. The balance outstanding at September 30, 1999 is \$153,150. 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 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.

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>Principal</u>	<u>Interest</u>	<u>Total</u>
Fiscal year ending September 30:			
2000	\$ 66,459	\$ 7,244	\$ 73,703
2001	<u>86,691</u>	<u>4,100</u>	<u>90,791</u>
	<u>\$153,150</u>	<u>\$11,344</u>	<u>\$164,494</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 \$7,340,000 and are due in varying installments of principal beginning in 2003, 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 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.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Fiscal year ending September 30:			
2000	\$ -	\$ 422,050	\$ 422,050
2001	-	422,050	422,050
2002	-	422,050	422,050
2003	1,415,000	381,369	1,796,369
2004	1,865,000	287,069	2,152,069
2005-2006	<u>4,060,000</u>	<u>236,612</u>	<u>4,296,612</u>
	<u>\$7,340,000</u>	<u>\$2,171,200</u>	<u>\$9,511,200</u>

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 \$9,687,070 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.

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>Principal</u>	<u>Interest</u>	<u>Total</u>
Fiscal year ending September 30:			
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	393,263	383,251	776,514
2005-2008	<u>7,888,758</u>	<u>1,342,309</u>	<u>9,231,067</u>
	<u>\$9,687,070</u>	<u>\$3,424,820</u>	<u>\$13,111,890</u>

Advanced and Current Refunded Bonds – The following 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.

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 these bonds were refunded by the Consolidated Utility Systems Revenue Bonds, Series 1992. The escrow funds are held in a 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.

Capital Improvement Revenue Bonds, Series 1995 – The outstanding balance is \$10,240,000. These bonds were defeased on April 27, 1999. The escrow funds are held in a trust with assets sufficient to pay scheduled debt service requirements to maturity. This advance refunding resulted in an economic gain of approximately \$400,000.

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, 1999, the following changes occurred in liabilities reported in the general long-term debt account group:

	Balance September 30, <u>1998</u>	<u>Additions</u>	<u>Payments</u>	Balance September 30, <u>1999</u>
Revenue Bonds				
Occupational License Tax Revenue Certificate, 11/30/89	\$ 495,870	\$ -	\$ 495,870	\$ -
Public Improvement Refunding Revenue Bonds, Series 1992	2,210,000	-	395,000	1,815,000
Public Improvement Revenue Bonds, Series 1993	13,005,000	-	2,485,000	10,520,000
Capital Improvement Revenue Bonds, Series 1993	7,360,000	-	150,000	7,210,000
Capital Improvement Revenue Bonds, Series 1995	10,240,000	-	10,240,000	-
Public Improvement Revenue Bonds, Series 1998	24,055,000	-	-	24,055,000
Capital Improvement Revenue Bonds, Series 1999	-	45,240,000	-	45,240,000
Special Assessment Bonds				
Special Assessment Improvement Bonds, Series 1990	3,043,841	-	3,043,841	-
Pines Boulevard Landscape Special Assessment Improvement Bonds, Series 1991	402,493	-	56,737	345,756
Sheridan Street Special Assessment Improvement Bonds, Series 1991	248,495	-	95,345	153,150
Special Assessment Improvement Bonds, Series 1995	<u>10,715,000</u>	<u>-</u>	<u>3,375,000</u>	<u>7,340,000</u>
Subtotal bonds payable	71,775,699	45,240,000	20,336,793	96,678,906
Loan				
Certificate of Indebtedness 1997	10,000,000	-	312,930	9,687,070
Compensated Absences				
Total	<u>3,544,476</u>	<u>417,703</u>	<u>-</u>	<u>3,962,179</u>
	<u>\$85,320,175</u>	<u>\$45,657,703</u>	<u>\$20,649,723</u>	<u>\$110,328,155</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, 1999:

	<u>Water and Sewer</u>
Balance, September 30, 1998	\$154,155,557
Water system development fees	4,245,337
Sewer system extension fees	4,517,309
Property contributed by developers and property owners	<u>7,039,054</u>
Balance, September 30, 1999	<u>\$169,957,257</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 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 coverages 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. The estimated claims liability of \$4,592,867 reported in the fund at September 30, 1999 is 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 and 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:

	<u>Beginning of Year Liability</u>	<u>Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>End of Year Liability</u>
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
1998-1999	1,750,043	12,321,021	(9,478,197)	4,592,867

b. Contingent Liabilities

The City has two underground storage tanks, which are undergoing remedial action for fuel leaks. In management's opinion, the aggregate effect of these matters would not have a material adverse effect on the financial condition of the City.

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. During 1999, a judgment invalidating the City's Fire Assessment was reversed in the City's favor by the Seventh Judicial Circuit Court of Broward County.

The City is 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.

c. 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 \$3,274,313 during the year ended September 30, 1999. 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.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

NOTE 4. OTHER INFORMATION (Continued)

c. Commitments (Continued)

In 1986, the City entered into a lease with the Broward County School Board and Walter C. Young Resource Center for 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 a \$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, 1999:

<u>Vendor</u>	<u>Description</u>	<u>Original Amount</u>	<u>Balance September 30, 1999</u>
The Haskell Company	Design/Building-Charter Middle School	\$ 6,442,000	\$ 698,839
All Stars Builders Corporation	Pembroke Falls Park	4,744,000	2,881,034
Widell, Inc.	Water Plant Expansion Phase II	4,444,000	2,833,871
The Haskell Company	Design/Building-Academic Village	44,780,226	28,849,026

d. 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 as 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 expenditures as monthly premiums are paid by the City. For the fiscal year ended September 30, 1999, those costs totaled \$278,216. As of September 30, 1999, there were 75 eligible retirees receiving this benefit.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

NOTE 4. OTHER INFORMATION (Continued)

d. Post-Retirement Health and Life Insurance Benefits (Continued)

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 covered individual.

e. Municipal Employees Retirement Plans

The City is the sponsor of two single-employer Public Employee Retirement Systems (PERS) which are administered by the City to provide pension benefits to its employees. The City contributes to the General Employees Pension Plan (GEPP) and the City Pension Fund for Firefighters and Police Officers (CPFFPO), which are both defined benefit pension plans.

Summary of Significant Accounting Policies

Method Used to Value Investments - Investments are reported at fair value in the financial statements based on the quoted market prices 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, 1998 (date of the latest actuarial evaluation), the Plan's membership consisted of:

	<u>General Employees</u>	<u>Firefighters and Police Officers</u>
Retirees and beneficiaries currently receiving benefits	78	-
Terminated employees entitled to benefits, but not yet receiving them	126	-
Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits, but not yet receiving them	-	55
Current employees:		
Vested	239	162
Non-vested	<u>187</u>	<u>192</u>
Total	<u>630</u>	<u>409</u>

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

NOTE 4. OTHER INFORMATION (Continued)

e. Municipal Employees Retirement Plans (Continued)

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") as restated October 1, 1989, as amended by Ordinance 992 dated April 15, 1992, Ordinance 1058 dated December 15, 1993 and Ordinance 1297 dated December 18, 1998. 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. The Plan does not issue a stand-alone financial report but is included in the reporting entity of the City as a pension trust fund.

Eligibility

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

Service Retirement Benefits

Upon normal retirement, a participant will receive a monthly pension amount equal to 2.75% of average yearly earnings for the highest two years of continuous service multiplied by years of service (not to exceed 29.09 years).

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 – Ten years of Vesting Service is required for a non-service related disability benefit to be payable. If not vested, the benefit payment is based on the accrued benefit on the date of disability.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

NOTE 4. OTHER INFORMATION (Continued)

e. Municipal Employees Retirement Plans (Continued)

General Employees Pension Plan (Continued)

Disability Benefits (Continued)

Service connected - Benefits will be the greater of (i) earned pension as of the date of disability or (ii) 40% of the current 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. The funding policy can only be amended by authorization of the City Commission.

Participants are required to contribute 8.5% of regular wages, while the City's contribution of \$2,336,109 or 14.9% of annual covered payroll, 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.

Investments

As of September 30, 1999, the Plan held no single investment which exceeded 5% of plan net assets. See Note 3 (Part a.) for risk categorization of investments.

Annual Pension Cost and Net Pension Obligation

The annual pension cost and net pension obligation for the current year is as follows:

Annual required contribution	\$ 2,336,107
Interest on net pension obligation	-
Adjustment to annual required contribution	-
Annual pension cost	<u>2,336,107</u>
Contributions made	<u>(2,336,107)</u>
Increase in net pension obligation	-
Net pension obligation, beginning of year	-
Net pension obligation, end of year	<u>\$ -</u>

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

NOTE 4. OTHER INFORMATION (Continued)

e. Municipal Employees Retirement Plans (Continued)

General Employees Pension Plan (Continued)

Annual Pension Cost and Net Pension Obligation (Continued)

The annual required contribution for the current year was determined as part of the October 1, 1998 actuarial valuation using the frozen initial liability actuarial cost method. The actuarial assumptions included an 8% investment rate of return, net of administrative expenses and projected salary increases of 7%, which include an inflation component of 3%.

<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>	
9/30/97	\$1,516,854	100%	\$ -
9/30/98	1,882,862	100	-
9/30/99	2,336,107	100	-

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 of 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.

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.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

NOTE 4. OTHER INFORMATION (Continued)

e. Municipal Employees Retirement Plans (Continued)

City Pension Fund for Firefighters and Police Officers (Continued)

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.

Disability Benefits

A participant who incurs a service connected disability is entitled to a monthly benefit equal to 2.65% 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. The City's contribution, including amounts from the state, was \$2,750,728.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

NOTE 4. OTHER INFORMATION (Continued)

e. Municipal Employees Retirement Plans (Continued)

City Pension Fund for Firefighters and Police Officers (Continued)

Funding Policy (Continued)

Members of the Plan who are certified firefighters and police officers make regular contributions to the Plan at a rate equal to 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 has reached the age of 62, whichever occurs earlier, at which time payments stop.

Investments

As of September 30, 1999, the Plan held no single investment which exceeded 5% of plan net assets. See Note 3 (Part a.) for risk categorization of investments.

Annual Pension Cost and Net Pension Obligation

The annual pension cost and net pension obligation for the current year is as follows:

Annual required contribution	\$ 2,677,961
Interest on net pension obligation	-
Adjustment to annual required contribution	-
Annual pension cost	<u>2,677,961</u>
Contributions made	<u>(2,677,961)</u>
Increase in net pension obligation	-
Net pension obligation, beginning of year	-
Net pension obligation, end of year	<u><u>\$ -</u></u>

The annual required contribution for the current year was determined as part of the October 1, 1998 actuarial valuation using the frozen initial liability actuarial cost method. The actuarial assumptions included an 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</u>		<u>Net Pension Obligation</u>
	<u>Annual Pension Cost (APC)</u>	<u>Percentage Of APC Contributed</u>	
9/30/97	\$2,467,000	100%	\$ -
9/30/98	2,366,116	100	-
9/30/99	2,677,961	100	-

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

NOTE 4. OTHER INFORMATION (Continued)

e. Municipal Employees Retirement Plans (Continued)

City Pension Fund for Firefighters and Police Officers (Continued)

DROP Plan

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 interest at the same rate and frequency as in the Pension Fund, less reasonable and necessary administrative expenses. For the year ended September 30, 1999 interest income in the financial statements of the Plan included interest earned on DROP accounts totaling \$69,719.

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, 1999, there were 9 plan members. Plan members are required to contribute 5% of their annual covered payroll to the Plan. The City is required to contribute based on the same criteria as that established for the General Employees Pension Plan (14.9% of annual covered payroll). The City contributed \$162,721 to the Plan for the year ended September 30, 1999. 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.

NOTE 5. SUBSEQUENT EVENT

In January 2000, the City received approximately \$1,000,000 as part of a \$7,000,000 settlement between several municipalities and Broward County relating to the underpayment of taxes under the Interlocal Agreements between the cities and the County for the provision of emergency medical services.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF PEMBROKE PINES, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF FUNDING PROGRESS

SEPTEMBER 30, 1999

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						
10/1/98	\$ 30,441,656	\$ 38,673,221	\$ 8,231,565	78.7 %	\$ 13,037,087	63.1%
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
FIREFIGHTERS AND POLICE OFFICERS						
10/1/98	\$ 58,718,000	\$ 64,162,000	\$ 5,444,000	91.5	\$ 17,676,000	30.8
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

CITY OF PEMBROKE PINES, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CONTRIBUTIONS FROM THE EMPLOYER AND OTHER CONTRIBUTING ENTITIES

SEPTEMBER 30, 1999

Fiscal Year	(A) Annual Required Contributions	Employer Contributions	State Contributions	Total	(B) Percentage Contributed
GENERAL EMPLOYEES					
1999	\$ 2,336,107	\$ 2,336,107	\$ -	\$ 2,336,107	100.0%
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
FIREFIGHTERS AND POLICE OFFICERS					
1999	\$ 2,677,961	\$ 1,762,362	\$ 988,366	\$ 2,750,728	102.7%
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

(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	10/1/98	10/1/98
Actuarial cost method	Frozen initial liability	Frozen initial liability
Amortization method	Level dollar, closed	Level dollar, open
Remaining amortization period	15 years	18 years
Asset valuation method	Fair value	Fair value
Actuarial assumptions:		
Investment rate of return	8.0%	8.0%
Projected salary increases*	7.0%	6.0%
Cost of living adjustments	None	None
*Includes inflation at	3.0%	4.0%

Combining and Individual Fund and Account Group Statements and Schedules



GOVERNMENTAL FUND TYPES

- GENERAL FUND
- SPECIAL REVENUE FUNDS

CITY OF PEMBROKE PINES, FLORIDA

GENERAL FUND SCHEDULE OF REVENUES - BUDGET AND ACTUAL FISCAL YEAR ENDED SEPTEMBER 30, 1999

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Taxes:			
Ad valorem taxes	\$ 14,868,454	\$ 14,870,560	\$ 2,106
Franchise taxes	7,391,108	6,712,302	(678,806)
Utility services taxes	7,362,352	7,774,959	412,607
Premium taxes	988,367	988,367	-
	<u>30,610,281</u>	<u>30,346,188</u>	<u>(264,093)</u>
Licenses and permits:			
Occupational licenses	2,300,000	2,348,972	48,972
Building permits	7,032,900	5,949,346	(1,083,554)
	<u>9,332,900</u>	<u>8,298,318</u>	<u>(1,034,582)</u>
Special assessments	<u>5,313,857</u>	<u>5,370,617</u>	<u>56,760</u>
Intergovernmental revenue:			
Federal grants	3,500	202,550	199,050
State shared revenue	6,970,721	7,260,580	289,859
State grants	18,000	39,391	21,391
Grants - local units	35,000	61,556	26,556
Shared revenue - local units	135,000	128,593	(6,407)
	<u>7,162,221</u>	<u>7,692,670</u>	<u>530,449</u>
Charges for services:			
General government	7,370,134	5,531,690	(1,838,444)
Public safety	1,786,750	1,919,219	132,469
Physical environment	1,000	1,443	443
Transportation	6,000	2,950	(3,050)
Culture and recreation	6,149,194	4,249,919	(1,899,275)
Other	10,000	-	(10,000)
	<u>15,323,078</u>	<u>11,705,221</u>	<u>(3,617,857)</u>
Fines and forfeitures	<u>769,995</u>	<u>862,648</u>	<u>92,653</u>
Investment income	<u>1,483,807</u>	<u>477,639</u>	<u>(1,006,168)</u>
Other:			
Rents and royalties	1,441,950	1,577,027	135,077
Sale of equipment	20,000	13,076	(6,924)
Other	75,682	61,844	(13,838)
	<u>1,537,632</u>	<u>1,651,947</u>	<u>114,315</u>
Total revenues	<u>\$ 71,533,771</u>	<u>\$ 66,405,248</u>	<u>\$ (5,128,523)</u>

CITY OF PEMBROKE PINES, FLORIDA

GENERAL FUND SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL FISCAL YEAR ENDED SEPTEMBER 30, 1999

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Current:			
General government:			
Legislative	\$ 286,904	\$ 297,990	\$ (11,086)
Executive	662,317	691,866	(29,549)
Financial and administrative	4,109,071	3,525,620	583,451
Legal counsel	471,675	436,819	34,856
Comprehensive planning	855,196	801,765	53,431
Other general government	<u>8,498,154</u>	<u>6,746,125</u>	<u>1,752,029</u>
	<u>14,883,317</u>	<u>12,500,185</u>	<u>2,383,132</u>
Public safety:			
Law enforcement	18,206,409	17,686,949	519,460
Fire control	7,344,271	7,242,255	102,016
Protective inspections	5,339,696	5,311,521	28,175
Rescue service	7,098,323	6,726,169	372,154
Other public safety	<u>393,440</u>	<u>388,119</u>	<u>5,321</u>
	<u>38,382,139</u>	<u>37,355,013</u>	<u>1,027,126</u>
Physical environment	<u>3,107,532</u>	<u>2,183,408</u>	<u>924,124</u>
Transportation	<u>88,131</u>	<u>59,209</u>	<u>28,922</u>
Economic development	<u>510,957</u>	<u>305,169</u>	<u>205,788</u>
Human services	<u>3,849,735</u>	<u>2,049,278</u>	<u>1,800,457</u>
Culture/recreation	<u>9,706,763</u>	<u>9,107,760</u>	<u>599,003</u>
Capital outlay	<u>5,875,550</u>	<u>1,919,413</u>	<u>3,956,137</u>
Total expenditures	<u>\$76,404,124</u>	<u>\$65,479,435</u>	<u>\$ 10,924,689</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 (F.O.A.A.) - 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 (C.D.B.G.) - To account for Federal funds received from the U.S. Department of Housing and Urban Development (HUD). These funds are 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 aide
 - 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 Broward County School Board for the operation of a pre-kindergarten and elementary schools owned and operated by the City. The charter schools have a fiscal year end of June 30th.

CITY OF PEMBROKE PINES, FLORIDA

COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS

SEPTEMBER 30, 1999

	<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(*) Elementary Schools</u>	<u>Total</u>
<u>ASSETS</u>								
Equity in pooled cash and cash equivalents	\$ 2,355,082	\$ 57,923	\$ 531,243	\$ -	\$ 67,827	\$ 134,424	\$ 77,257	\$ 3,223,756
Receivables:								
Special assessments:								
Current	24,776	-	-	-	-	-	-	24,776
Delinquent	44,831	-	-	-	-	-	-	44,831
Deferred	1,137,884	-	-	-	-	-	-	1,137,884
Accrued interest	51,016	-	-	-	-	-	-	51,016
Total receivables	<u>1,258,507</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,258,507</u>
Due from other governments	-	68,717	5,781	178,009	124,324	-	-	376,831
Prepaid costs	-	-	7,710	15,765	-	-	-	23,475
Total assets	<u>\$ 3,613,589</u>	<u>\$ 126,640</u>	<u>\$ 544,734</u>	<u>\$ 193,774</u>	<u>\$ 192,151</u>	<u>\$ 134,424</u>	<u>\$ 77,257</u>	<u>\$ 4,882,569</u>
<u>LIABILITIES AND FUND BALANCES</u>								
Liabilities:								
Accounts payable	\$ 116,296	\$ 1,716	\$ 13,733	\$ 5,861	\$ 8,688	\$ 95	\$ 62,228	\$ 208,617
Compensated absences	28,782	20,533	-	10,642	88,161	11,641	-	159,759
Deferred revenue	1,137,884	-	185,586	-	48,019	-	-	1,371,489
Deposits	298,585	-	-	-	-	-	15,029	313,614
Due to other funds	890,281	104,391	-	177,271	-	-	-	1,171,943
Total liabilities	<u>2,471,828</u>	<u>126,640</u>	<u>199,319</u>	<u>193,774</u>	<u>144,868</u>	<u>11,736</u>	<u>77,257</u>	<u>3,225,422</u>
Fund balances:								
Reserved for prepaid costs	-	-	7,710	15,765	-	-	-	23,475
Reserved for encumbrances	1,444,595	-	19,692	209,067	65,451	37,072	-	1,775,877
Unreserved:								
Undesignated (deficit)	(302,834)	-	318,013	(224,832)	(18,168)	85,616	-	(142,205)
Total fund balances	<u>1,141,761</u>	<u>-</u>	<u>345,415</u>	<u>-</u>	<u>47,283</u>	<u>122,688</u>	<u>-</u>	<u>1,657,147</u>
Total liabilities and fund balances	<u>\$ 3,613,589</u>	<u>\$ 126,640</u>	<u>\$ 544,734</u>	<u>\$ 193,774</u>	<u>\$ 192,151</u>	<u>\$ 134,424</u>	<u>\$ 77,257</u>	<u>\$ 4,882,569</u>

(*) As of June 30, 1999.

CITY OF PEMBROKE PINES, FLORIDA

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

FISCAL YEAR ENDED SEPTEMBER 30, 1999

	<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(*) Elementary Schools</u>	<u>Total</u>
Revenues:								
Taxes	\$ 1,995,353	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,995,353
Intergovernmental revenue	887,633	527,780	865,238	573,999	780,901	269,335	2,882,005	6,786,891
Charges for services	163,738	-	-	-	-	-	-	163,738
Investment income	31,747	-	15,626	-	-	5,436	-	52,809
Other	<u>55,652</u>	<u>54,309</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>65,088</u>	<u>175,049</u>
Total revenues	<u>3,134,123</u>	<u>582,089</u>	<u>880,864</u>	<u>573,999</u>	<u>780,901</u>	<u>274,771</u>	<u>2,947,093</u>	<u>9,173,840</u>
Expenditures:								
Current:								
Public safety	-	-	-	-	1,276,260	-	-	1,276,260
Transportation	1,902,110	-	-	78,799	-	172,462	-	2,153,371
Economic development	-	-	629,695	500,136	-	-	-	1,129,831
Human services	-	589,504	-	-	-	-	3,179,985	3,769,489
Capital outlay	<u>1,277,899</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,730</u>	<u>47,825</u>	<u>-</u>	<u>1,330,454</u>
Total expenditures	<u>3,180,009</u>	<u>589,504</u>	<u>629,695</u>	<u>578,935</u>	<u>1,280,990</u>	<u>220,287</u>	<u>3,179,985</u>	<u>9,659,405</u>
Excess (deficiency) of revenues over expenditures	<u>(45,886)</u>	<u>(7,415)</u>	<u>251,169</u>	<u>(4,936)</u>	<u>(500,089)</u>	<u>54,484</u>	<u>(232,892)</u>	<u>(485,565)</u>
Other financing sources:								
Operating transfers in	-	55,652	-	-	434,544	-	232,892	723,088
Operating transfers out	(1,617,522)	-	-	-	-	-	-	(1,617,522)
Proceeds from sale of land	<u>1,804,322</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,804,322</u>
Total other financing sources	<u>186,800</u>	<u>55,652</u>	<u>-</u>	<u>-</u>	<u>434,544</u>	<u>-</u>	<u>232,892</u>	<u>909,888</u>
Excess (deficiency) of revenues and other financing sources over expenditures	140,914	48,237	251,169	(4,936)	(65,545)	54,484	-	424,323
Fund balances (deficit), beginning	<u>1,000,847</u>	<u>(48,237)</u>	<u>94,246</u>	<u>4,936</u>	<u>112,828</u>	<u>68,204</u>	<u>-</u>	<u>1,232,824</u>
Fund balances, ending	<u>\$ 1,141,761</u>	<u>\$ -</u>	<u>\$ 345,415</u>	<u>\$ -</u>	<u>\$ 47,283</u>	<u>\$ 122,688</u>	<u>\$ -</u>	<u>\$ 1,657,147</u>

(*) For fiscal year ended June 30, 1999.

FIDUCIARY FUND TYPES

- EXPENDABLE TRUST FUND
- PENSION TRUST FUNDS
- AGENCY FUNDS

CITY OF PEMBROKE PINES, FLORIDA

COMBINING BALANCE SHEET
FIDUCIARY FUNDS

SEPTEMBER 30, 1999

	<u>Pension Trust Funds</u>		<u>Expendable Trust Funds</u>				<u>Wetland Mitigation Trust</u>	<u>Agency Funds</u>		<u>Total</u>
	<u>General Employees</u>	<u>Firefighters and Police Officers</u>	<u>Law Enforcement Trust</u>					<u>General Trust</u>	<u>Sanitation</u>	
			<u>Confiscated Treasury</u>	<u>Confiscated Justice</u>	<u>\$2 Police Assessment</u>	<u>FDLE</u>				
<u>ASSETS</u>										
Assets:										
Equity in pooled cash and cash equivalents	\$ -	\$ -	\$ 82,671	\$ 317,412	\$ 52,148	\$ 715,976	\$ 475,429	\$ 1,783,294	\$ 442,785	\$ 3,869,715
Investments	35,170,366	68,647,253	-	-	-	-	-	-	-	103,817,619
Receivables:										
Customer accounts	-	-	-	-	-	-	-	-	443,513	443,513
Accrued interest	-	488,762	-	-	-	-	-	-	-	488,762
Other	-	12,354	-	-	-	-	-	-	-	12,354
Due from other funds	174,990	659,718	-	-	-	-	-	-	-	834,708
Total assets	<u>\$ 35,345,356</u>	<u>\$ 69,808,087</u>	<u>\$ 82,671</u>	<u>\$ 317,412</u>	<u>\$ 52,148</u>	<u>\$ 715,976</u>	<u>\$ 475,429</u>	<u>\$ 1,783,294</u>	<u>\$ 886,298</u>	<u>\$ 109,466,671</u>
<u>LIABILITIES AND FUND BALANCES</u>										
Liabilities:										
Accounts payable	\$ -	\$ 938,986	\$ -	\$ -	\$ -	\$ 53,460	\$ -	\$ -	\$ 886,298	\$ 1,878,744
Accrued payroll and taxes	-	-	-	-	-	-	-	1,375,102	-	1,375,102
Due to other funds	-	-	-	-	-	-	-	408,192	-	408,192
Total liabilities	-	938,986	-	-	-	53,460	-	1,783,294	886,298	3,662,038
Fund balances:										
Reserved for employees pension benefits	35,345,356	68,869,101	-	-	-	-	-	-	-	104,214,457
Unreserved:										
Designated for subsequent years' expenditures	-	-	82,671	317,412	52,148	662,516	475,429	-	-	1,590,176
Total fund balances	<u>35,345,356</u>	<u>68,869,101</u>	<u>82,671</u>	<u>317,412</u>	<u>52,148</u>	<u>662,516</u>	<u>475,429</u>	<u>-</u>	<u>-</u>	<u>105,804,633</u>
Total liabilities and fund balances	<u>\$ 35,345,356</u>	<u>\$ 69,808,087</u>	<u>\$ 82,671</u>	<u>\$ 317,412</u>	<u>\$ 52,148</u>	<u>\$ 715,976</u>	<u>\$ 475,429</u>	<u>\$ 1,783,294</u>	<u>\$ 886,298</u>	<u>\$ 109,466,671</u>

PENSION TRUST FUNDS

Employees Retirement Funds - To account for the accumulation of resources to be used for retirement benefits to City's General Employees and Firefighters and Police Officers. 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, 1999

	<u>General Employees</u>	<u>Firefighters and Police Officers</u>	<u>Total</u>
ADDITIONS			
Contributions:			
Employer	\$ 2,336,107	\$ 1,762,362	\$ 4,098,469
State of Florida	-	988,366	988,366
Members	<u>1,471,367</u>	<u>1,971,856</u>	<u>3,443,223</u>
Total contributions	<u>3,807,474</u>	<u>4,722,584</u>	<u>8,530,058</u>
Investment income:			
Net appreciation in fair value of investments	2,332,097	4,667,622	6,999,719
Interest	-	1,990,887	1,990,887
Dividends	<u>-</u>	<u>348,341</u>	<u>348,341</u>
	2,332,097	7,006,850	9,338,947
Less investment expenses	<u>14,084</u>	<u>206,334</u>	<u>220,418</u>
Net investment income	<u>2,318,013</u>	<u>6,800,516</u>	<u>9,118,529</u>
Total additions	<u>6,125,487</u>	<u>11,523,100</u>	<u>17,648,587</u>
DEDUCTIONS			
Benefits paid	891,455	1,080,528	1,971,983
Refunds of contributions	-	118,349	118,349
Administrative expenses	<u>33,639</u>	<u>173,243</u>	<u>206,882</u>
Total deductions	<u>925,094</u>	<u>1,372,120</u>	<u>2,297,214</u>
Net increase	5,200,393	10,150,980	15,351,373
Net assets held in trust for pension benefits:			
Beginning of year	<u>30,144,963</u>	<u>58,718,121</u>	<u>88,863,084</u>
End of year	<u>\$35,345,356</u>	<u>\$68,869,101</u>	<u>\$104,214,457</u>

EXPENDABLE TRUST FUNDS

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

Law Enforcement Trust Funds - To account for funds and property seized or confiscated by the City's police department in connection with Federal (Treasury and Justice), State (Florida Department of Law Enforcement (FDLE)) and local (\$2 police assessment) 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, 1999

	<u>Law Enforcement Trust</u>			<u>Wetland</u>		
	<u>Confiscated</u>	<u>Confiscated</u>	<u>\$2 Police</u>		<u>Mitigation</u>	
	<u>Treasury</u>	<u>Justice</u>	<u>Assessment</u>	<u>FDLE</u>	<u>Trust</u>	<u>Total</u>
Revenues:						
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ 27,660	\$ 27,660
Fines and forfeitures	43,053	133,176	43,189	463,187	-	682,605
Investment income	<u>2,533</u>	<u>9,466</u>	<u>1,373</u>	<u>28,448</u>	<u>24,709</u>	<u>66,529</u>
Total revenues	<u>45,586</u>	<u>142,642</u>	<u>44,562</u>	<u>491,635</u>	<u>52,369</u>	<u>776,794</u>
Expenditures:						
Current:						
Public safety	-	15,000	-	71,390	-	86,390
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>126,381</u>	<u>-</u>	<u>126,381</u>
Total expenditures	<u>-</u>	<u>15,000</u>	<u>-</u>	<u>197,771</u>	<u>-</u>	<u>212,771</u>
Excess of revenues over expenditures	45,586	127,642	44,562	293,864	52,369	564,023
Fund balances, beginning	<u>37,085</u>	<u>189,770</u>	<u>7,586</u>	<u>368,652</u>	<u>423,060</u>	<u>1,026,153</u>
Fund balances, ending	<u>\$ 82,671</u>	<u>\$ 317,412</u>	<u>\$ 52,148</u>	<u>\$ 662,516</u>	<u>\$ 475,429</u>	<u>\$ 1,590,176</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, 1999

	Balance September 30, <u>1998</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1999</u>
<u>GENERAL TRUST FUND</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 1,142,437	\$44,137,749	\$43,496,892	\$ 1,783,294
Liabilities:				
Accrued liabilities	\$ 861,405	\$45,175,986	\$44,662,289	\$ 1,375,102
Due to other funds	<u>281,032</u>	<u>4,183,286</u>	<u>4,056,126</u>	<u>408,192</u>
Total liabilities	<u>\$ 1,142,437</u>	<u>\$49,359,272</u>	<u>\$48,718,415</u>	<u>\$ 1,783,294</u>
 <u>SANITATION FUND</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 124,434	\$ 6,127,970	\$ 5,809,619	\$ 442,785
Customer accounts receivable	<u>385,845</u>	<u>5,439,765</u>	<u>5,382,097</u>	<u>443,513</u>
Total assets	<u>\$ 510,279</u>	<u>\$11,567,735</u>	<u>\$11,191,716</u>	<u>\$ 886,298</u>
Liabilities:				
Accounts payable	<u>\$ 510,279</u>	<u>\$10,841,456</u>	<u>\$10,465,437</u>	<u>\$ 886,298</u>
 <u>TOTAL - ALL AGENCY FUNDS</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 1,266,871	\$50,265,719	\$49,306,511	\$ 2,226,079
Customer accounts receivable	<u>385,845</u>	<u>5,439,765</u>	<u>5,382,097</u>	<u>443,513</u>
Total assets	<u>\$ 1,652,716</u>	<u>\$55,705,484</u>	<u>\$54,688,608</u>	<u>\$ 2,669,592</u>
Liabilities:				
Accounts payable	\$ 510,279	\$10,841,456	\$10,465,437	\$ 886,298
Accrued liabilities	861,405	45,175,986	44,662,289	1,375,102
Due to other funds	<u>281,032</u>	<u>4,183,286</u>	<u>4,056,126</u>	<u>408,192</u>
Total liabilities	<u>\$ 1,652,716</u>	<u>\$60,200,728</u>	<u>\$59,183,852</u>	<u>\$ 2,669,592</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, 1999

General fixed assets:	
Land	\$ 42,387,014
Buildings	80,639,750
Improvements other than buildings	29,031,755
Machinery and equipment	25,354,846
Construction in progress	<u>24,221,456</u>
 Total general fixed assets	 <u>\$ 201,634,821</u>
 Investments in general fixed assets by source:	
General government	\$ 152,388,808
Federal revenue sharing fund	277,081
Federal and state grants	1,150,590
Law enforcement trust fund	774,354
Gifts and donations	<u>47,043,988</u>
 Total investment in general fixed assets	 <u>\$ 201,634,821</u>

CITY OF PEMBROKE PINES, FLORIDA

SCHEDULE OF GENERAL FIXED ASSETS - BY FUNCTION AND ACTIVITY

SEPTEMBER 30, 1999

<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	\$ 50,024	\$ 3,068,888
City manager	-	-	-	87,668	87,668
Personnel	-	-	-	32,331	32,331
City clerk	-	-	-	148,631	148,631
City engineer	2,215	-	-	196,240	198,455
City planner	-	-	-	138,949	138,949
Finance	-	-	-	2,205,558	2,205,558
Central stores	-	359,685	-	107,155	466,840
Maintenance compound	-	819,509	2,850	64,092	886,451
General government building	<u>159,417</u>	<u>8,342,956</u>	<u>490,735</u>	<u>583,081</u>	<u>9,576,189</u>
Total general government	<u>2,823,568</u>	<u>9,875,928</u>	<u>496,735</u>	<u>3,613,729</u>	<u>16,809,960</u>
Public safety:					
Code enforcement	-	-	-	98,018	98,018
Building and zoning	-	318	-	1,159,342	1,159,660
Police	190,997	3,312,142	69,191	6,346,133	9,918,463
Fire	915,006	3,306,878	12,829	4,368,567	8,603,280
Rescue	<u>50,000</u>	<u>1,081,323</u>	<u>2,300</u>	<u>1,540,441</u>	<u>2,674,064</u>
Total public safety	<u>1,156,003</u>	<u>7,700,661</u>	<u>84,320</u>	<u>13,512,501</u>	<u>22,453,485</u>
Transportation:					
Streets and sidewalks	202,504	-	6,890,174	1,369,349	8,462,027
Transit system	<u>-</u>	<u>-</u>	<u>-</u>	<u>124,088</u>	<u>124,088</u>
Total transportation	<u>202,504</u>	<u>-</u>	<u>6,890,174</u>	<u>1,493,437</u>	<u>8,586,115</u>
Human services:					
Community services	<u>9,822,178</u>	<u>54,626,219</u>	<u>643,123</u>	<u>2,827,911</u>	<u>67,919,431</u>
Parks and recreation:					
Recreation	26,732,761	6,923,554	20,874,737	2,743,237	57,274,289
Landscaping	<u>1,650,000</u>	<u>1,513,388</u>	<u>42,666</u>	<u>726,356</u>	<u>3,932,410</u>
Total parks and recreation	<u>28,382,761</u>	<u>8,436,942</u>	<u>20,917,403</u>	<u>3,469,593</u>	<u>61,206,699</u>
Intragovernmental services:					
Surplus property	<u>-</u>	<u>-</u>	<u>-</u>	<u>437,675</u>	<u>437,675</u>
Total general fixed assets allocated to functions	<u>\$ 42,387,014</u>	<u>\$ 80,639,750</u>	<u>\$ 29,031,755</u>	<u>\$ 25,354,846</u>	177,413,365
Construction in progress					<u>24,221,456</u>
Total general fixed assets					<u>\$ 201,634,821</u>

CITY OF PEMBROKE PINES, FLORIDA

SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS - BY FUNCTION AND ACTIVITY

FISCAL YEAR ENDED SEPTEMBER 30, 1999

<u>Function and Activity</u>	Balance September 30, <u>1998</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1999</u>
General government:				
Legislative	\$ 3,068,887	\$ -	\$ -	\$ 3,068,887
City manager	84,290	3,378	-	87,668
Personnel	30,948	1,383	-	32,331
City clerk	146,502	2,129	-	148,631
City engineer	166,558	31,896	-	198,454
City planner	132,029	6,920	-	138,949
Finance	2,047,536	158,022	-	2,205,558
Central stores	439,334	27,505	-	466,839
Maintenance compound	886,451	-	-	886,451
General government building	<u>9,507,734</u>	<u>68,457</u>	<u>-</u>	<u>9,576,191</u>
Total general government	<u>16,510,269</u>	<u>299,690</u>	<u>-</u>	<u>16,809,959</u>
Public safety:				
Code enforcement	103,238	-	5,219	98,019
Building and zoning	996,401	163,258	-	1,159,659
Police	9,109,929	1,000,490	191,956	9,918,463
Fire	8,347,325	292,207	36,252	8,603,280
Rescue	<u>2,497,301</u>	<u>205,722</u>	<u>28,958</u>	<u>2,674,065</u>
Total public safety	<u>21,054,194</u>	<u>1,661,677</u>	<u>262,385</u>	<u>22,453,486</u>
Transportation:				
Streets and sidewalks	5,692,384	3,499,060	729,418	8,462,026
Transit system	<u>76,263</u>	<u>47,825</u>	<u>-</u>	<u>124,088</u>
Total transportation	<u>5,768,647</u>	<u>3,546,885</u>	<u>729,418</u>	<u>8,586,114</u>
Human services:				
Community services	<u>33,558,670</u>	<u>34,360,763</u>	<u>-</u>	<u>67,919,433</u>
Parks and recreation:				
Recreation	40,192,476	17,109,039	27,226	57,274,289
Landscaping	<u>3,905,589</u>	<u>64,257</u>	<u>37,436</u>	<u>3,932,410</u>
Total parks and recreation	<u>44,098,065</u>	<u>17,173,296</u>	<u>64,662</u>	<u>61,206,699</u>
Intragovernmental services:				
Surplus property	<u>424,223</u>	<u>109,049</u>	<u>95,598</u>	<u>437,674</u>
Construction in progress	<u>40,876,732</u>	<u>29,175,164</u>	<u>45,830,440</u>	<u>24,221,456</u>
Total general fixed assets	<u>\$ 162,290,800</u>	<u>\$ 86,326,524</u>	<u>\$ 46,982,503</u>	<u>\$ 201,634,821</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, 1999

Amount available in debt service fund for bonds payable	<u>\$ 17,533,125</u>
Amount to be provided for retirement of general long-term debt:	
Compensated absences	3,962,179
Loan payable	10,185,976
Bonds payable	<u>78,646,875</u>
Total to be provided	<u>92,795,030</u>
 Total	 <u>\$ 110,328,155</u>
General long-term debt payable:	
Compensated absences	\$ 3,962,179
Loan payable	10,185,976
Bonds payable	<u>96,180,000</u>
 Total general long-term debt payable	 <u>\$ 110,328,155</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>
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
1999	12,630,675	38,717,663	2,183,408	2,212,580	3,179,109	4,267,861	9,107,760	37,092,691	14,677,388	124,069,135

(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>
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
1999	16,587,817	22,606,731	10,105,676	10,481,907	14,479,561	12,083,151	1,545,253	2,529,833	3,203,497	93,623,426

(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 Tax Levy (1)	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
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
1999	17,293,027	17,026,647	98.4	39,792	17,066,439	98.6	38,157

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

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

(3) Amount is 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)								
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
1999	3.9034	7.5710	9.7256	0.6970	2.1132	-	0.0470	24.0572

(1) Per \$1,000 of Taxable Assessed 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

<u>Fiscal Year</u>	<u>Assessments Due</u>	<u>Assessments Collected</u>	Ratio of Collections to Amount Due	<u>Current</u>	<u>Delinquent</u>	<u>Deferred</u>	<u>Accrued Interest</u>	<u>Total</u>
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
1999	10,801,585	10,993,389	102	41,005	88,682	6,434,679	94,838	6,659,204

CITY OF PEMBROKE PINES, FLORIDA

COMPUTATION OF LEGAL DEBT MARGIN

SEPTEMBER 30, 1999

Effective taxable value (1999)	\$4,973,451,684
Plus exempt property	<u>753,016,925</u>
Total assessed value	<u>\$5,726,468,609</u>
Debt limit	(1)
Amount of debt outstanding:	
Special Assessment School Improvement Bonds, Series 1995	\$ 7,340,000
Pines Boulevard Landscape Special Assessment Improvement Bonds, Series 1991	345,756
Sheridan Street Special Assessment Improvement Bonds, Series 1991	153,150
Public Improvement Refunding Revenue Bonds, Series 1992	1,815,000
Public Improvement Revenue Bonds, Series 1993	10,520,000
Capital Improvement Revenue Bonds, Series 1993	7,210,000
Certificate of Indebtedness, Series 1997	9,687,070
Public Improvement Revenue Bonds, Series 1998	24,055,000
Capital Improvement Revenue Bonds, Series 1999	<u>45,240,000</u>
	106,365,976
Less reserve for debt service	<u>17,516,495</u>
Net amount of debt outstanding	<u>\$ 88,849,481</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.

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.

Sheridan Street 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.

Public Improvement Refunding Revenue Bonds, Series 1992

Additional bonds payable from pledged revenues may be issued only for construction or acquisition of additions or improvements to the facility and the Franchise Revenues for the preceding fiscal year equal 125% of the maximum bond service requirement on all existing and proposed bonds.

CITY OF PEMBROKE PINES, FLORIDA

COMPUTATION OF LEGAL DEBT MARGIN

(Continued)

Public Improvement Revenue Bonds, Series 1993

Additional bonds payable from pledged revenues may be issued only for construction or acquisition of additions or improvements to the facility if the pledged revenues for the preceding fiscal year equal 125% of the maximum bond service requirement on all existing and proposed bonds.

Capital Improvement Revenue Bonds, Series 1993

Additional bonds payable from pledged revenues may be issued only for construction or acquisition of additions or improvements to the facility if the franchise revenues for the preceding fiscal year equal 125% of the maximum bond service requirement on all existing and proposed bonds.

Certificate of Indebtedness, Series 1997

City shall not create or cause or permit to be created any debt, lien, pledge, assignment, encumbrance or other charge, having priority to or being on a parity with the lien of the Bonds upon said water, gas or propane public service tax revenues.

Public Improvement Revenue Bonds, Series 1998

Additional bonds payable from pledged revenues may be issued only for construction or acquisition of additions or improvements to the facility if the electric public service tax revenue for the preceding fiscal year equals 125% of the maximum bond service requirement on all existing and proposed bonds.

Capital Improvement Revenue Bonds, Series 1999

Additional bonds payable from pledged revenues may be issued only for acquisitions or construction of additions, extensions or improvements to the facility if the pledged revenues for the preceding fiscal year equal 125% of the maximum bond service requirement on all existing proposed bonds.

CITY OF PEMBROKE PINES, FLORIDA

COMPUTATION OF DIRECT AND OVERLAPPING DEBT

SEPTEMBER 30, 1999

	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	314,655,000	7.1%	22,340,505
Broward County Board of Public Instruction:			
Special Tax School District Series 1988	7,395,000	7.1%	525,045
Special Tax School District Series 1989	9,970,000	7.1%	707,870
General Obligation Refunding Series 1992	77,543,911	7.1%	5,505,618
General Obligation Refunding Series 1993	<u>115,850,000</u>	7.1%	<u>8,225,350</u>
Total overlapping debt	<u>525,413,911</u>		<u>37,304,388</u>
Total direct and overlapping debt	<u>\$525,413,911</u>		<u>\$37,304,388</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 shown on the 1998 DR-420.

CITY OF PEMBROKE PINES, FLORIDA

DEBT SERVICE COVERAGE

OCCUPATIONAL LICENSE TAX REVENUE CERTIFICATE (1)

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
1999	2,348,972	495,870	21,945	517,815	4.54

(1) Certificate paid in full May 31, 1999.

CITY OF PEMBROKE PINES, FLORIDA

DEBT SERVICE COVERAGE

ELECTRIC PUBLIC SERVICE TAX REVENUE CERTIFICATE OF 1991,
PUBLIC IMPROVEMENT REVENUE BONDS, SERIES 1993, AND
PUBLIC IMPROVEMENT REVENUE BONDS, SERIES 1998

Fiscal Year	Pledged Revenues (1)	Debt Service Requirements (4)			Total	Coverage
		1991 Electric Public Service Tax Certificate (2)	1993 Public Improvement Revenue Bonds (3)	1998 Public Improvement Revenue Bonds (6)		
1992	\$ 3,588,263	\$ 661,628	\$ -	\$ -	\$ 661,628	5.4
1993	4,277,063	688,093	1,389,023 (5)	1,389,023	3,466,139	2.1
1994	4,516,839	1,308,981	574,059	574,059	2,457,099	2.4
1995	5,049,051	1,725,165	688,871	688,871	3,102,907	2.1
1996	5,547,070	1,861,331	688,871	688,871	3,239,073	2.2
1997	5,984,413	425,020	963,551	963,551	2,352,122	4.3
1998	6,541,977	-	2,554,931	2,554,931	5,109,862	2.6
1999	6,760,447	-	3,033,825	661,602	3,695,427	1.8

- (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.
- (6) No statistics are available prior to fiscal year 1999 since the bonds were issued on September 1, 1998.

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
1999	4,850,760	508,133	291,778	522,850	1,322,761	3.7

- (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.
- (7) 1995 Capital Improvement Revenue Bonds defeased by the 1999 Capital Improvement Revenues Bonds.

CITY OF PEMBROKE PINES, FLORIDA

LEGALLY AVAILABLE NON-AD VALOREM REVENUES

	<u>1995</u>	<u>1996</u>	<u>1997</u>	<u>1998</u>	<u>1999</u>
Governmental fund types and expendable trust funds:					
Non-ad valorem taxes	\$14,462,030	\$16,180,079	\$18,141,243	\$19,620,778	\$22,606,731
Licenses and permits	7,606,135	9,901,958	8,903,487	9,811,982	8,616,286
Assessments	2,815,046	6,139,334	6,311,772	5,938,044	5,094,660
Intergovernmental	7,002,149	7,742,998	8,759,161	10,094,642	12,676,644
Charges for services	5,535,306	6,577,532	7,961,641	8,616,379	12,119,268
Fines and forfeitures	902,936	870,885	1,264,895	839,129	1,545,253
Interest	1,322,472	1,972,863	1,929,827	2,154,498	1,534,274
Other	1,303,679	2,150,222	5,664,076	8,382,675	10,427,172
Enterprise funds:					
Charges for services	16,815,612	16,822,032	17,630,388	18,793,762	19,402,050
Investment income	2,910,398	2,844,494	3,166,733	3,028,377	2,162,731
Other	<u>933,165</u>	<u>1,282,018</u>	<u>1,204,595</u>	<u>490,022</u>	<u>539,178</u>
Total revenues	<u>61,608,928</u>	<u>72,484,415</u>	<u>80,937,818</u>	<u>87,770,288</u>	<u>96,724,247</u>
Less restricted revenues:					
From enterprise funds	(20,659,175)	(20,948,544)	(22,001,716)	(22,312,161)	(22,103,959)
From expendable trust funds	<u>(304,957)</u>	<u>(193,624)</u>	<u>(802,367)</u>	<u>(215,191)</u>	<u>(52,369)</u>
Total restricted revenues	<u>(20,964,132)</u>	<u>(21,142,168)</u>	<u>(22,804,083)</u>	<u>(22,527,352)</u>	<u>(22,156,328)</u>
Total sources of legally available non-ad valorem revenues	<u>\$40,644,796</u>	<u>\$51,342,247</u>	<u>\$58,133,735</u>	<u>\$65,242,936</u>	<u>\$74,567,919</u>

CITY OF PEMBROKE PINES, FLORIDA

SCHEDULE OF DEBT SERVICE ON OUTSTANDING BONDS AS OF SEPTEMBER 30, 1999

Fiscal Year Ending September 30th	Pines Boulevard Landscape	Sheridan Street Assessment	Golf Course	(2)	Senior Center	School Assessment	Community Center Projects	Charter School and Academic Village	Charter High School and Other Capital Projects	Total Debt Service
	\$1,631,401	\$647,410	\$3,855,000	\$15,200,000	\$7,780,000	\$16,600,000	\$10,000,000	\$24,055,000	\$45,240,000	
	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	Public Improvement Revenue Bonds, Series 1993	Capital Improvement Revenue Bonds, Series 1993	Special Assessment School Improvement Bonds, Series 1995	Certificate of Indebtedness Series 1997	Public Improvement Revenue Bonds, Series 1998	Capital Improvement Revenue Bonds, Series 1999	
2000	\$ 143,666	\$ 73,704	\$ 511,115	\$ 3,039,144	\$ 524,310	\$ 422,050	\$ 775,832	\$ 1,134,175	\$ 2,519,215	\$ 9,143,211
2001	228,776	90,791	507,245	3,034,484	522,850	422,050	775,990	1,134,175	2,720,493	9,436,854
2002	-	-	506,673	3,027,475	520,943	422,050	776,156	1,134,175	2,588,923	8,976,395
2003	-	-	504,210	2,424,125	523,457	1,796,369	776,331	1,134,175	2,587,728	9,746,395
2004	-	-	-	-	520,357	2,152,069	776,514	1,889,160	3,095,926	8,434,026
2005	-	-	-	-	521,683	2,151,669	776,704	1,893,045	3,098,253	8,441,354
2006	-	-	-	-	522,295	2,144,944	776,904	1,890,245	3,093,400	8,427,788
2007	-	-	-	-	522,170	-	777,112	1,890,710	3,095,943	6,285,935
2008	-	-	-	-	521,420	-	6,900,347	1,883,750	3,095,605	12,401,122
2009	-	-	-	-	520,055	-	-	1,884,415	3,097,195	5,501,665
2010	-	-	-	-	518,070	-	-	1,888,027	3,100,410	5,506,507
2011	-	-	-	-	520,256	-	-	1,883,787	3,094,651	5,498,694
2012	-	-	-	-	516,606	-	-	1,881,383	3,099,391	5,497,380
2013	-	-	-	-	517,300	-	-	1,880,720	3,100,379	5,498,399
2014	-	-	-	-	517,206	-	-	1,881,200	3,102,376	5,500,782
2015	-	-	-	-	516,131	-	-	1,877,250	3,099,628	5,493,009
2016	-	-	-	-	518,931	-	-	1,874,250	3,097,065	5,490,246
2017	-	-	-	-	515,791	-	-	1,878,000	3,099,426	5,493,217
2018	-	-	-	-	516,709	-	-	1,873,375	3,101,665	5,491,749
2019	-	-	-	-	516,553	-	-	1,870,375	3,102,963	5,489,891
2020	-	-	-	-	515,472	-	-	1,868,750	3,103,463	5,487,685
2021	-	-	-	-	513,166	-	-	1,863,375	3,106,025	5,482,566
2022	-	-	-	-	514,500	-	-	1,864,000	3,105,131	5,483,631
2023	-	-	-	-	514,641	-	-	1,860,375	3,103,069	5,478,085
2024	-	-	-	-	513,438	-	-	-	3,104,444	3,617,882
2025	-	-	-	-	-	-	-	-	3,590,738	3,590,738
2026	-	-	-	-	-	-	-	-	3,590,900	3,590,900
2027	-	-	-	-	-	-	-	-	3,591,875	3,591,875
Total debt service	<u>\$ 372,442</u>	<u>\$ 164,495</u>	<u>\$ 2,029,243</u>	<u>\$ 11,525,228</u>	<u>\$ 12,964,310</u>	<u>\$ 9,511,201</u>	<u>\$ 13,111,890</u>	<u>\$ 42,112,892</u>	<u>\$ 86,286,280</u>	<u>\$ 178,077,981</u>
Principal outstanding	<u>\$ 345,756</u>	<u>\$ 153,151</u>	<u>\$ 1,815,000</u>	<u>\$ 10,520,000</u>	<u>\$ 7,210,000</u>	<u>\$ 7,340,000</u>	<u>\$ 9,687,070</u>	<u>\$ 24,055,000</u>	<u>\$ 45,240,000</u>	<u>\$ 106,365,977</u>

(1) The bonds have a covenant to budget and appropriate Non-Ad Valorem revenue.

(2) This bond issue funded (a) Improvement to Senior Community Center, (b) Fire Station, (c) Walter C. Young Resource Center and various capital improvements.

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>
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
1999	120,091	(2a)	10,924	1,329,275,000 (4a)	4.1	4.1	4.1	2.7

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 three 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.

(a) The Commercial Bank deposits are as of June 30, 1999. Due to the FL Bankers Association delay in updating records.

(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>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>	<u>1999</u>
Community college:										
Broward Community College										
South Campus (1)	<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>	<u>7,427</u>
High school:										
Flanagan	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,248</u>	<u>3,311</u>	<u>4,158</u>	<u>4,857</u>
Middle school:										
Pines Middle School (2)	1,374	1,311	1,415	1,466	1,554	1,571	1,598	1,646	1,665	1,606
Silver Trail Middle	-	-	-	-	-	-	-	1,881	2,085	1,873
Walter C. Young	<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>	<u>2,554</u>
Total middle school enrollment	<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>	<u>6,033</u>
Elementary schools (2):										
Pembroke Pines	729	816	847	885	878	914	949	918	893	843
Pembroke Lakes	1,063	1,061	1,104	1,125	1,093	1,056	1,043	1,009	935	899
Pines Lakes	898	1,063	1,308	1,605	2,272	998	810	969	814	843
Pasadena Lakes	807	969	768	833	905	842	899	876	907	924
Palm Cove	-	-	-	746	847	910	1,065	1,134	1,114	1,149
Chapel Trail	-	-	-	-	-	1,428	1,498	1,602	1,311	1,365
Silver Palms	-	-	-	-	-	656	1,594	1,550	1,010	1,379
Charter Panther Run	-	-	-	-	-	-	-	-	986	1,335
New Lakeside K-6	-	-	-	-	-	-	-	-	730	1,187
Pembroke Pines Charter Elementary	-	-	-	-	-	-	-	-	704	1,000
Total elementary school enrollment	<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>	<u>10,924</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>		
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
1999	10,171	8,764	40,339,436	1,828	177,081,893	51	25,844,899	243,266,228	5,726,468,609

(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, 1999

<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	\$ 60,116,000	1.21%
Pembroke Lakes Mall LTD	Shopping center	50,891,320	1.02%
Marry Land Investment Co., Inc.	Land	25,802,540	0.52%
Pennsylvania Real Estate Investment	Apartments	24,560,460	0.49%
Portofino Place, Inc.	Apartments	24,488,570	0.49%
Taplin Falls, Ltd.	Apartments	23,398,240	0.47%
KLS Flamingo Land Trust	Shopping center	20,730,390	0.42%
McVay W. Cassiday P. Pratt C. Trs.	Land	19,768,770	0.40%
Dim-Pines Power Center, Ltd.	Stores	17,543,760	0.35%
Zell Samuel Trust	Land	<u>17,513,280</u>	<u>0.35%</u>
		<u>\$284,813,330</u>	<u>5.72%</u>

CITY OF PEMBROKE PINES, FLORIDA

MISCELLANEOUS STATISTICAL DATA

SEPTEMBER 30, 1999

Date of Incorporation	1960
Form of Government	Commission/Manager
Area	35.4 square miles
Miles of Streets	4333.5
Number of fire stations	5
Firemen and support staff	192
Number of police stations	1
Full time sworn officers and support staff	250
Number of elementary schools	10
Number of students	10,924
Number of middle schools	4
Number of students	6,033
Number of high schools	1
Number of students	4,857
Number of water accounts	35,362
Average daily consumption	11.26 million gallons per day
Miles of water mains	458
Sanitary sewers	375.66 miles
Number of lift stations	149
Storm sewers	381 miles
Fire hydrants	3,685
Building permits issued	10,171
Number of parks including 1 operated by the county	28 parks with 909 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	1,001
Number of part-time and temporary employees	<u>127</u>
Total number of employees	<u>1,128</u>

CITY OF PEMBROKE PINES, FLORIDA

SCHEDULE OF INSURANCE IN FORCE

FISCAL YEAR ENDED SEPTEMBER 30, 1999

<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	10/1/98-10/1/99	Boiler and machinery	\$50,000,000	\$ 6,763
American Manufacturers Inc. Co.	3XN026332-02	10/1/98-10/1/99	Boiler and machinery W.C. Young Resource Center	\$50,000,000	\$ 1,120
American Alternative	AAIC23-A2-GP0000002	10/1/98-10/1/99	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	\$ 190,000
Florida Municipal Insurance Trust	FMIT470	10/1/98-10/1/99	Property, physical damage	\$25,000 deductible	\$ 299,649
Gallagher Bassett Ins. Service		10/1/98-10/1/99	Service fee		\$ 44,024
National Union Fire	867-34-89	4/1/99-4/1/00	Public officials and employees liability	\$2,000,000 with \$50,000 deductible	\$ 68,240
Western World Ins. Company	NGL53523	9/3/98-9/30/99	EMT malpractice	\$1,000,000	\$ 15,359
National Union Fire	415-93-61	10/1/98-10/1/99	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	10/1/98-10/1/99	Public official bond	\$100,000	\$ 750
Monticello Ins. Co.	MCL313238	9/22/98-9/22/99	Rental facilities	\$1,000,000	\$ 5,629
TPA Admin. Fees	100001	10/1/98-9/30/99	Administrative fees		\$ 200,000
United Excess Health Premium		10/1/98-9/30/99	OPE / PPO	Unlimited	\$ 500,000
Medical Life Ins. Co.	G12351 00001	10/1/98-9/30/99	Life insurance	1 x yearly basic salary	\$ 172,920

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 northeast 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 3 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; William B. Armstrong, Vice-Mayor; Ben Fiorendino, Susan B. Katz, and Frank C. Ortis, 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 served the City as Assistant City Manager, Acting City Manager and City Clerk.

City financial operations, record keeping and internal auditing are under the City's Director of Finance, René González, CPA.

Police

The Pembroke Pines Police Department is dedicated to providing the highest level of professional and 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 Pembroke Pines Police Department, through partnership with the City's residents and business owners, experienced a modest increase in FBI Index crime of only 2.3% between 1998 and 1999. Violent crimes, which consist of murder, rape, robbery, and aggravated assault decreased by 3.3%, whereas property crimes; burglary, larceny, auto theft, and arson increased slightly, by 2.7%. The victimization rate (the likelihood of becoming a victim) was also reduced from 35.6 per 1,000 in 1998 to 35.5 per 1,000 in 1999. The phenomena of decreasing criminal activity continues even as the City continued to experience unprecedented population and commercial growth.

CITY OF PEMBROKE PINES, FLORIDA

GENERAL INFORMATION

(Continued)

Police (Continued)

The City's Police Department employs 202 sworn officers and 48 civilian personnel. Gary S. Ewing is the Chief of Police and is accompanied by two Majors; Major John Nasta – Operational Services and Major Patrick Lynn – Support Services.

Operational Services

The members of this division perform many of the patrol functions generally associated with a 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, as each brings its unique expertise and capabilities to Police Department operations.

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

The Mounted Patrol Unit consists of Police Officers and their horses. This unit is a highly visible, proactive, community policing component. The Mounted unit patrols parking lots of shopping centers and school campuses as well as residential neighborhoods. The unit is trained for all circumstances that could arise, from loitering in a busy shopping center to crowd control during concerts that are held throughout the year at CB Smith Park.

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

Three officers patrol on highly visible full suspension mountain bikes throughout the City and comprise the Bicycle Unit. These officers vigorously patrol the streets of the city both by high visibility bike patrol and plainclothes surveillance. The members also participate in Bike Rodeos, which are held throughout the City and instruct on bicycle safety and the importance of wearing a helmet.

The Honor Guard is made up of officers who represent the City of Pembroke Pines at special functions such as the Pines Day Parade, Open House, and special events. The Honor Guard also attends the Police Memorial Service held annually at the Criminal Justice Institute for fallen officers in Broward County.

Pembroke Pines Police Department utilizes Police Service Aides (PSA's) 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 Pembroke Pines Police Traffic Unit currently consists of one Sergeant and nine officers, of which, five are assigned to the motorcycle squad. All Traffic Unit officers are trained in traffic homicide. The primary responsibilities of the Unit are selective enforcement of traffic laws, follow-up investigations on

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GENERAL INFORMATION

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Police (Continued)

hit and run crashes, investigation of traffic crashes and investigation of traffic fatalities. Selective enforcement has been increased in an effort to reduce crashes and injuries. Traffic fatalities for 1999 fell by 20% from 1998. The Unit participates in traffic operations targeting Driving 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 participates in many national and statewide safety campaigns. They also appear at many city functions and can be seen at various community policing events. Their goal is to reduce crashes and injuries involving residents of the community.

The Traffic Unit continues to participate in a program sponsored by Harley Davidson whereby police motorcycles are traded in for new models on a yearly basis at virtually no cost. This reduces the maintenance costs as the motorcycles remain under factory warranty.

The Operations Division also includes the Investigative Services Bureau, which includes the Special Investigations/Street Crimes/Gang Unit, Auto Theft Unit, Youth and Family Services and General Investigations. In order to enhance investigative capability, four (4) detectives have been trained in Computerized Voice Stress Analysis.

Support Services

The Support Services Division is comprised of two bureaus, the Professional Compliance Bureau and the Support Services Bureau. Professional Compliance includes Training, Backgrounds and Selections, Payroll, Accounts Payable, Planning and Research, and Professional Standards. Support Services includes the Crime Scene Unit, Property Unit, Records Unit, Court Liaison and the Community Affairs Unit.

The Court Liaison processed 31,000 uniform traffic citations and 14,600 subpoenas during 1999. This office also serves as an important informational resource for citizens.

The Computer Services Unit and Records Unit have been extremely busy in implementing the Department's new mobile reporting and records management programs. Over 140 laptop computers are now in use by officers in the field, so reports are entered directly into the system from the field.

The Records Unit collected \$90,150.73 in administrative costs in 1999 and is responsible for maintaining all reports generated by officers.

The Crime Scene Unit processed 2,383 crime scenes for evidentiary purposes during 1999.

The Crime Analyst continues as a full-time position, so that department personnel are kept apprised, in a timely manner, on crime patterns and trends.

The Community Affairs Unit includes six Community Affairs Officers (each assigned to an area of the City), a Public Service Aide (PSA), the DARE/GREAT Officers, and the Police Athletic League. The Community Affairs Officers continue to focus on safety programs for area residents. Three "Bike Rodeos" were conducted, focusing on general bicycle skills and safety. Three hundred and thirty nine prevention and safety meetings and presentations were conducted on such topics as auto theft prevention, personal safety, gun safety, stranger danger, convenience store security, and drowning prevention.

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Police (Continued)

The Police Athletic League (PAL) has over 700 youth enrolled from our community. PAL activities now include basketball, karate, velodrome cycling and boxing. Grant funding was obtained to establish a computer learning center at the PAL Center.

Department Achievements

The Department underwent a significant restructuring during 1999, slimming from three Divisions to two as well as adding the rank of Captain. These changes not only saved the City money, but also increased the accountability of Department members.

To be responsive to the City's growth and to provide timely response to calls for service, the Police Department has revamped its zoning system. This new system, comprised of 6 areas and 14 zones, will allow for increased officer accountability and enhanced community policing efforts.

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 classes 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. This year, the program is being hosted at the P.A.L. Center.

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

The Department continues to coordinate a Child Safety Program 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. Issues addressed through this program are Stranger Danger, Bicycle Helmets, Walking to School Safety and seat belts.

Several grants have been obtained and maintained by the Police Department:

- A STOP Violence Against Women Grant provided for an Assistant Victim Advocate and two clerical positions to increase the quality and quantity of victim services.
- Renewal of a federal COPS Universal Hiring Program was received and will fund one additional police officer position. This brings us to fourteen funded officer positions for our Community Policing efforts.
- A COPS MORE grant in the amount of \$184,500 was awarded and is being used for additional laptop computers and an automated fingerprint identification system.
- A COPS In Schools grant was obtained in order to fund two new School Resource Officer positions.

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Police (Continued)

- The Local Law Enforcement Block Grant was awarded for the fourth year in a row. This award will fund the salary of the Police Service Aide for the Police Athletic League, as well as pay overtime for crime prevention efforts involving juveniles.
- For the second consecutive year, a Florida Motor Vehicle Theft Prevention Authority Grant was received in the amount of \$25,973 to fund an anti-auto theft campaign. The funding provided 1,500 CLUB anti-theft devices as well as public education efforts on auto theft prevention.
- The Police Department participated in the first year of the Bulletproof Vest Partnership Program from the Bureau of Justice Assistance. This program reimbursed over \$6,500 of the cost of body armor for officers.

Fire Protection

The City has five stations with five engine companies, two ladder companies and two reserve engines, one reserve ladder, two Incident command trucks, one Rescue Lieutenant response truck, one reserve truck, one airport crash truck, one tactical support vehicle, 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 medical transport unit. Of the 192 paid professionals, 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 communication employees utilizing Broward County's emergency telephone number 911.

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 six recreation centers. These activities include such diverse activities as art, baseball, football, swimming, tennis, soccer, 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 throughout the City are 28 neighborhood and community parks totaling approximately 909 acres. In addition, five golf courses are located within the City including a municipal course with club facilities. Several new parks are planned for the future including a 12-acre aquatic center. A number of the residential developments in the community are served by their own private recreational facilities.

Education

Education opportunities in the Pembroke Pines area are complete with preschool to post-graduate programs available. The public schools in the Pembroke Pines area are part of the Broward County School Board. Located in Pembroke Pines are ten (10) elementary schools (grades K-5), three (3) middle schools (grades 6-8) and one (1) 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

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Education (Continued)

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 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 three separate campuses. The West Campus at 1680 SW 184 Avenue provides classrooms for 500 students (grades K-5). The East Campus at 10801 Pembroke Road provides classroom space for 500 children (K-5). The middle school at 18500 Pembroke Road provides classroom space for 672 students (grades 6-8). The high school located at Sheridan Street and 172 Avenue will open in August 2000. This campus will house a Charter High School, a Broward County Community College Campus and a regional library. Students from the Broward County community are eligible to attend the schools and are accepted on a first-come, first-served basis. If the number of applications exceeds the number of available spaces, the students are then chosen through random lottery. The Charter Schools offer the small school concept with small class size. They are high technology schools with emphasis on reading, mathematics, character education and parental involvement. Transportation is provided to the schools for students who live within the radius of greater than two miles, but less than three and one-half miles from each site. The Charter Schools receive State Education Funds for school operations.

Transportation

The City of Pembroke Pines 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.

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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 174-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 1,000 people and has a 989 member medical staff.

Memorial Hospital Pembroke (formerly Pembroke Pines Hospital) was added to the Memorial Health Care System in July of 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 525 individuals and has a medical staff in excess of 595 physicians.

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 of 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 AT&T Cable Services, 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.