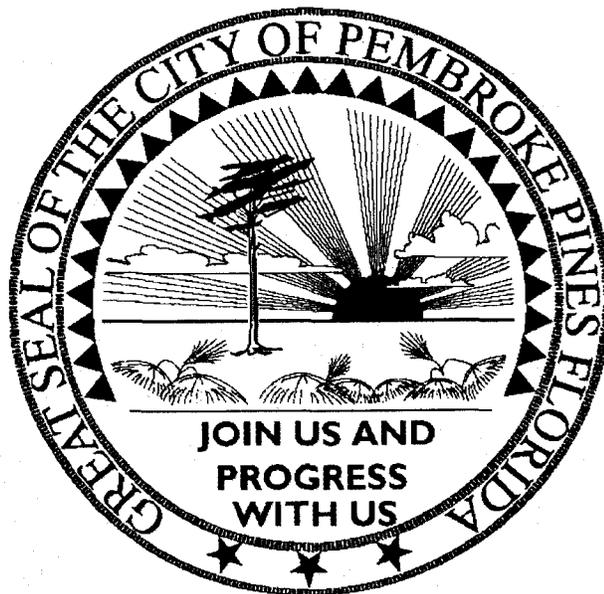


Comprehensive Annual Financial Report

**of the
City of Pembroke Pines, Florida**



**For the
Fiscal Year Ended
September 30, 2001**

City of Pembroke Pines

**Comprehensive Annual Financial Report
For the fiscal year ended September 30, 2001**



**Prepared by
The Finance Department**

I. INTRODUCTORY SECTION

- . Table of Contents**
- . Letter of Transmittal**
- . List of City Officials**
- . Organizational Chart**
- . Certificate of Achievement**



CITY OF PEMBROKE PINES, FLORIDA

TABLE OF CONTENTS

	<u>PAGE</u>
I. INTRODUCTORY SECTION	
Table of Contents	
Letter of Transmittal	i
List of City Officials	xv
Organization Chart	xvi
Certificate of Achievement for Excellence in Financial Reporting	xvii
II. FINANCIAL SECTION	
REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS	1
GENERAL PURPOSE FINANCIAL STATEMENTS (Combined Statements – Overview):	
Combined Balance Sheet - All Fund Types and Account Groups	3
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types and Expendable Trust Funds	5
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - All Budgeted Governmental Funds	6
Combined Statement of Revenues, Expenses and Changes in Retained Earnings - All Proprietary Fund Types	7
Combined Statement of Cash Flows - All Proprietary Fund Types	8
Combined Statement of Changes in Plan Net Assets - Pension Trust Funds	10
Notes to General Purpose Financial Statements	11
Required Supplementary Information	44
COMBINING, INDIVIDUAL FUND AND ACCOUNT GROUP STATEMENTS AND SCHEDULES	
Governmental Fund Types:	
General Fund:	
Schedule of Revenues - Budget and Actual	46
Schedule of Expenditures - Budget and Actual	47
Special Revenue Funds:	
Combining Balance Sheet	48
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	49
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	50

CITY OF PEMBROKE PINES, FLORIDA

TABLE OF CONTENTS

(Continued)

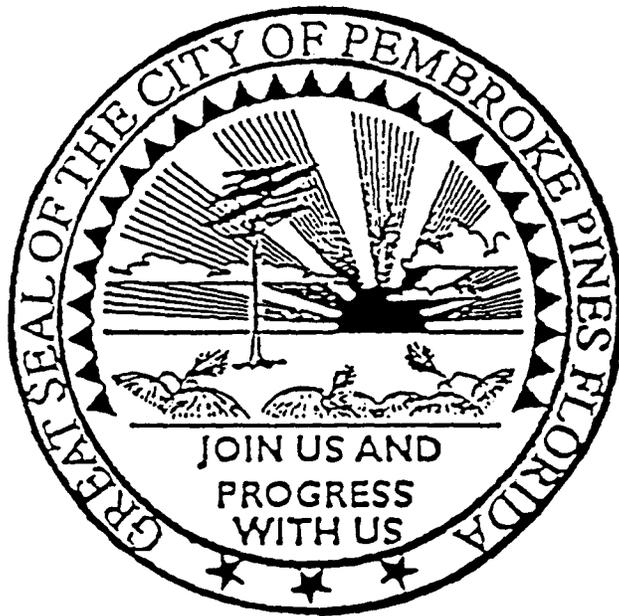
	<u>PAGE</u>
II. FINANCIAL SECTION (Continued)	
Fiduciary Fund Type:	
Trust and Agency Funds:	
Combining Balance Sheet	54
Combining Statement of Changes in Plan Net Assets - Pension Trust Funds	55
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Expendable Trust Funds	56
Combining Statement of Changes in Assets and Liabilities - Agency Funds	57
Account Groups:	
General Fixed Assets Account Group:	
Schedule of General Fixed Assets - By Source	58
Schedule of General Fixed Assets - By Function and Activity	59
Schedule of Changes in General Fixed Assets - By Function and Activity (City)	60
Schedule of Changes in General Fixed Assets - By Function and Activity (Charter Schools)	61
General Long-Term Debt Account Group:	
Schedule of General Long-Term Debt	62
III. STATISTICAL SECTION	
Revenues and Expenditures	
General Governmental Expenditures by Functions	63
General Governmental Revenues by Sources	64
Taxes and Assessments	
Property Tax Levies and Collections	65
Property Tax Rates - Direct and Overlapping Governments	66
Special Assessment Collections	67
Debt	
Computation of Legal Debt Margin	68
Computation of Direct and Overlapping Debt	70
Debt Service Coverage - Electric Public Service Tax Revenue Certificate of 1991, Public Improvement Revenue Bonds, Series 1993, and Public Improvement Revenue Bonds, Series 1998	71
Debt Service Coverage - Public Improvement Refunding Revenue Bonds, Series 1992, Capital Improvement Revenue Bonds, Series 1993, Capital Improvement Revenue Bonds, Series 1995 and Capital Improvement Revenue Bonds, Series 1999	72
Legally Available Non-Ad Valorem Revenues	73
Schedule of Debt Service on Outstanding Bonds	74

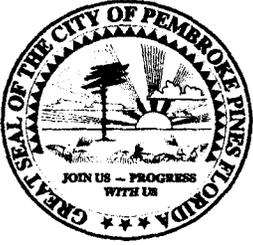
CITY OF PEMBROKE PINES, FLORIDA

TABLE OF CONTENTS

(Continued)

	<u>PAGE</u>
III. STATISTICAL SECTION (Continued)	
Economic and Demographic Characteristics	
Demographic Statistics	75
School Enrollment	76
Level of Education for Pembroke Pines Residents	77
Property Value and Construction	78
Principal Taxpayers	79
Miscellaneous Statistical Data	80
Schedule of Insurance in Force	81
General Information	82





City of Pembroke Pines

Alex G. Fekete, Mayor
Ben Fiorendino, Vice-Mayor
Charles F. Dodge, City Manager

March 20, 2002

William B. Armstrong, 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, 2001 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 is accurate and is 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, and 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; the American Institute of Certified Public Accountants audit guide for Audits of State and Local Governmental Units and Chapter 10.550, Rules of the Auditor General. Information related to the single audit, including the schedule of expenditures of federal awards and State financial assistance, findings, and recommendations, and the auditor's reports on internal control and compliance with applicable laws and regulations and the required reporting for the Florida Single Audit Act 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

Pembroke Pines is the 9th largest city in the State of Florida. Pembroke Pines is located in the Miami-Fort Lauderdale Consolidated Metropolitan Statistical Area, which is the 12th largest in the country. 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 more than five million with retail sales that exceed \$50 billion. Furthermore, it has access to a superb transportation system, including the superhighway connecting the Fort Lauderdale/Hollywood International Airport, and 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	2.6%
Broward County	4.0%
State of Florida	3.9%
United States	4.4%

Ad valorem property values, including new construction, have increased 9.4% over the prior year. A statistical analysis completed by the City's Growth Management Department indicates that as we approach build-out, residential growth will slow down. Construction growth, when combined with the 3% annual limit on increases in property values, will continue to have a positive impact, but also present significant challenges for the City.

MAJOR INITIATIVES

For the Year: The City continues to expand the Academic Village. The Academic Village currently consists of a Charter High School, the Southwest Regional Branch of the Broward County Library, and a branch campus of Broward Community College. There is also a Wetland Natural Preserve on the grounds with elevated observation walkways. The City is planning construction of an 80,000 sq. ft. shared-use facility that will consist of classrooms and an auditorium that would increase the Charter High School capacity from 1200 to 1600 students. This facility is to be shared by the Charter High School and a future branch of Florida International University.

The City is building an Early Learning Center with a capacity of 250 students, a Charter Elementary School with a capacity of 600 students, and a Charter Middle School with a capacity of 600 students. These buildings will become the Central Campus, and are located at the southeast intersection of Flamingo Road and Sheridan Street.

The City has subleased the 161-acre site of the South Florida State Hospital from the Florida Department of Children & Families for a 50-year period. The City will develop, operate, and maintain the site. The City plans to establish a high-quality regional healthcare park on the site, and is currently subleasing the site's facilities to various healthcare providers. The site is located on the west side of University Drive just north of Pembroke Road.

A new police substation is under construction at the intersection of Johnson Street and 184th Avenue.

Improvements to traffic control and landscaping throughout the community are an ongoing activity. The City completed construction of the medians on Pines Boulevard and on Sheridan Street. Approximately 42,000 linear feet of City streets have been resurfaced, and new traffic signals have been installed where needed.

The Parks & Recreation Department continues to develop new facilities as the population expands. The planning/design stage is completed for three projects for which construction will begin in FY 2002. They include an eight-acre park (Walnut Creek Park) with three baseball fields, an environmental interpretive center at the Chapel Trail Nature Preserve, and a 4,000 sq. ft. pool at the Charter School Central Campus. A beautiful passive park, William B. Armstrong "Dream Park", opened in September 2001. It features meandering walkways, an arbor, and waterfalls. The renovation of older facilities is ongoing with Pasadena, Fletcher, and Flamingo Parks undergoing refurbishment during fiscal year 2001.

The Pembroke Pines Parks and Recreation Department is dedicated to providing a comprehensive program which encompasses all aspects of leisure and recreation services. Their mission is to provide a wide variety of activities and facilities to accommodate the leisure pursuits of our residents, while improving the quality of life in Pembroke Pines.

The Utility Division managed the engineering and construction of \$6,002,654 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.

In 2001, the City's Building Department issued 10,368 permits in the following categories:

<u>Type</u>	<u>Permits Issued</u>	<u>Value</u>
Residential	1,446	\$186,519,453
Commercial	23	12,987,592
Other	8,899	65,639,331

The value of commercial construction decreased by 71.0% from fiscal year 2000. This was mitigated by a 50.2% increase in residential permits and a 47.4% increase in other types of permits. This is testimony to the continued growth and vitality of the City.

For the Future: The City takes an active part in attracting businesses by presenting its many favorable aspects with direct mailers, advertisements in national and international business magazines, and has produced a seven-minute movie on CD-ROM. The movie and related demographics and maps in pdf format have proven to be a unique marketing tool for the City.

The City will be the site of a three-story 60,000 sq. ft. corporate headquarters of Power One Credit Union that is relocating from Miami-Dade County. The company has 100 employees and will triple that number

during the two-year period after it opens. The structure will be situated at the intersection of Interstate 75 and Sheridan Street. At the same location, Comfort Suites will be building a five-story hotel, and the Stiles Company will build a three-story, 50,000 sq. ft. office building.

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 Herald now occupies a 2-story, 57,000-sq. ft. headquarters at the southeast corner of I-75 and Sheridan Street, and completed an additional 57,000 sq. ft. office building at the same location.

The Pembroke Pines Professional Campus completed a \$117 million "office campus" with 116,000 sq. ft. of mixed-use space. The "Campus" is located in Silver Lakes and faces Pines Boulevard.

The Chapel Trail Business Park, LLC leases four office/warehouse facilities. Each building is approximately 50,000 sq. ft. The Park has initiated construction of the first of four additional mixed-use office/warehouse buildings. When completed, the four buildings will total approximately 220,000 sq. ft. and will offer for sale or rent, 3,000 or more sq. ft. industrial/office condominium units.

The Bergeron Park of Commerce and Industry has achieved 100% occupancy with eighteen tenants in its 175,000 sq. ft. office/warehouse facilities. The largest tenant, Tru Green Chem Lawn, has located their South Florida regional headquarters in the facility. Over a ten to twelve year period, Bergeron will invest \$100 million in new buildings for lease. The Bergeron Park of Commerce and Industry has been designated a Foreign Trade Zone which means that the duty on imported goods can be tax-deferred until sold or eliminated if re-exported. This creates considerable savings for companies.

Department Focus: Each year, the City selects a department to highlight its service efforts and accomplishments. In FY 2001, the Public Services Department is selected for review.

This department is fiscally responsible for the efficient and effective delivery of high quality municipal services to the residents of Pembroke Pines. Administrative and operational efficiencies were realized as a result of the recent reorganization of six previously separate organizational units now included under the Public Services umbrella. The combining of General Government Buildings, Grounds Maintenance, Engineering, Purchasing, Streets & Sidewalks and Utilities leveraged the combined resources of divisional staff resulting in the most competitive delivery of essential services in the State.

Public Services takes our health, safety and environmental responsibilities seriously. We are mindful of these challenges and confident in our ability to succeed through the utilization of extraordinary technical

and organizational fundamentals. We are dedicated to providing the most responsive and cost effective services to the community. These services are the essential functions required to provide for the health and safety of the citizens through an adequate supply of high quality water, and environmentally proper disposal of waste products.

At the same time, this department provides services for the design, construction, maintenance, procurement, beautification, and preservation of all facilities, roadways, properties, materials, and equipment.

The Public Services Department was involved in the planning and supervision of construction projects, which included educational facilities such as the Academic Village site and the Central Campus. Other projects include recreational parks and support buildings, public safety facilities, fire fighting training grounds, landscape beautification projects along Pines Blvd., rights-of-way, roadway and traffic signal upgrades, major improvements to drainage and utility infrastructure. This department also participated in adding Ion Exchange technology to the Water Treatment Plant and to the total odor control system at the Wastewater Treatment Plant.

Public Services also ensures that City-owned buildings, facilities, and utility infrastructure are maintained to standards of the highest quality.

FINANCIAL INFORMATION

Management of the City is responsible for establishing and maintaining a system of internal controls 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.

Federal and State Single Audit: As a recipient of federal and state 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 system of 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 controls, including that portion related to federal and state 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, 2001 revealed no instances of material weaknesses in the system of internal control or significant violations of applicable laws and regulations, and was in compliance with both the Federal Single Audit Act and the Florida Single Audit Act.

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 all funds are included in the annual appropriated budget. Project length financial plans are adopted for the Capital Projects Fund. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the department level 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 the end of the year. 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 \$134,654,171 in the fiscal year ending September 30, 2001, an increase of \$22,733,482 over 2000.

Taxes represent the largest source of revenue, which includes ad valorem, franchise, and utility service taxes. The increase in tax revenues of 9.1% resulted from a 8.2% increase in property taxable values and a 9.6% increase in franchise fees generated by the various utility companies on which franchise and public service taxes are collected. The ratio of ad valorem tax collections, (current and delinquent), to the current tax levy was 96.4% as compared to 96.9% during the prior year. Approximately 21.4% of the General Fund operations was funded by a property tax millage of 3.4993. An additional .4041 property tax millage was levied to repay the advance obtained from the Utility Fund for park improvements in the Municipal Construction Fund. The millage for the past five years is as follows:

<u>Fiscal Year Ending</u> <u>September 30th</u>	<u>Millage Rate</u>
1997	3.9034
1998	3.9034
1999	3.9034
2000	3.9034
2001	3.9034

Taxable values increased by 4.9% due to new construction activity. Existing properties increased in value by 3.3%. The "Save Our Homes" amendment to the Florida Constitution limits the amount to 3% that property values can rise in a single year. Once properties are sold, the assessed value is adjusted to reflect the current market value. Property taxable values totaling \$5.37 billion represented an increase of 8.2% over the preceding year. New construction and stable market values are the main reason for the increase.

The increase in Franchise Fees was due to increases in electrical rates. Other fees, such as Cable Television, increased due to expanded service offerings by the cable companies.

The increase of 7.9% in intergovernmental revenues is mainly due to increases in State Grants. The City also enjoyed increases in the Local Government ½ cent sales tax and various state-shared gas taxes.

The increase in charges for services is due to an increase in Culture/Recreation Fees. The increase in other revenues was due to the rental of the senior housing facility, the Charter Schools, the Early Learning Centers, and debt proceeds. The increase in special assessments of 17.3% is due to the increased revenues from the Fire Protection Special Assessment. The increase in Licenses and Permits was due to increases in residential permitting activity. As the City approaches build-out, revenues such as Building Permits and related fees are expected to diminish.

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 2000</u>	<u>Percentage of Increase (Decrease)</u>
Taxes	\$ 45,758,790	34.0%	\$ 3,798,309	9.1%
Licenses and permits	9,105,960	6.8	1,676,445	22.6
Special assessments	8,953,985	6.6	1,317,690	17.3
Intergovernmental	27,232,171	20.2	1,990,293	7.9
Charges for services	17,993,638	13.4	3,868,982	27.4
Fines and forfeitures	1,618,439	1.2	(283,236)	(14.8)
Investment income	3,197,232	2.4	(209,710)	(6.2)
Other revenues	<u>20,793,956</u>	<u>15.4</u>	<u>10,574,709</u>	<u>103.5</u>
Total	<u>\$134,654,171</u>	<u>100.0%</u>	<u>\$22,733,482</u>	<u>20.3%</u>

Expenditures for general governmental purposes totaled \$144,225,480, including expendable trust funds. This represents an increase of \$17,053,657 or 13.4% as compared to 2000.

Increases and decreases in levels of expenditures for major functions of the City over the preceding year are shown in the following tabulation:

<u>Expenditure</u>	<u>Amount</u>	<u>Percent Of Total</u>	<u>Increase (Decrease) From 2000</u>	<u>Percentage of Increase (Decrease)</u>
General Government	\$ 14,726,757	10.2%	\$ 906,342	6.6%
Public Safety	47,557,927	33.0	6,675,025	16.3
Physical Environment	2,829,740	2.0	432,552	18.0
Transportation	3,514,568	2.4	557,520	18.9
Economic Development	2,244,331	1.6	89,663	4.2
Human Services	19,471,201	13.5	7,534,371	63.1
Culture/Recreation	11,436,951	7.9	464,994	4.2
Capital Outlay	21,450,938	14.9	(10,170,417)	(32.2)
Debt Service	17,629,720	12.2	7,570,179	75.3
Other	3,363,347	2.3	2,993,428	809.2
Total	<u>\$144,225,480</u>	<u>100.0%</u>	<u>\$ 17,053,657</u>	<u>13.4%</u>

Overall personnel and operating costs (Total Expenditures less Debt Service, Capital Outlay, and Other) increased 19.6% in part due to increases in Public Safety and Human Services which include the expansion of the Charter Schools. This was offset by a significant decrease in Capital Outlay, thereby yielding an overall 13.4% increase.

The increase in Human Services was due to the expansion of the Charter Schools. The schools increased their enrollment by 634 students, which required a commensurate increase in staffing and occupancy expenses. The Transportation increase was due to an increase in re-paving, landscaping, and street lighting in the Road & Bridge Fund. The Public Safety increase reflects additional staffing and fringe benefits for the police, fire, and ambulance/rescue divisions. The increase in the Debt Service expenditures was due to the payoff of the Series 1995 School Assessment Bond issue. The decrease in Capital Outlay was due to the completion of major construction projects during the previous fiscal year.

General Fund: The fund balance of the General Fund increased by \$2,054,944, of which \$1,080,831 resulted from a prior period adjustment due to a change in accounting policy related to the recognition of revenue.

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, Federal Older Americans Act Fund, and Charter Schools. Revenues from these activities in 2001 totaling \$22,412,515 and a prior period adjustment of \$371,107 resulted in ending fund balances totaling \$5,688,562.

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>2001</u>	<u>2000</u>	<u>1999</u>
Fund Balance (Deficit) – Beginning of year	\$(13,884,948)	\$ 6,361,788	\$ 3,277,120
Revenues and Transfers In:			
Taxes	2,103,581	2,231,859	2,639,936
Licenses and Permits	53,503	46,383	1,807,358
Investment Income	515,088	913,240	1,287,196
Other	2,304,380	3,933,660	366,820
Debt Proceeds	<u>10,000,000</u>	-	<u>30,893,004</u>
Total Revenues and Transfers In	<u>14,976,552</u>	<u>7,125,142</u>	<u>36,994,314</u>
Expenditures and Transfers Out:			
General Government	-	-	30,106,085
Parks & Recreation	-	-	3,803,561
Human Services	837,745	898,050	-
Capital Outlay	15,380,617	25,451,110	-
Interest	1,057,300	1,022,718	-
Other	<u>750,000</u>	-	-
Total Expenditures and Transfers Out	<u>18,025,662</u>	<u>27,371,878</u>	<u>33,909,646</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(3,049,110)</u>	<u>(20,246,736)</u>	<u>3,084,668</u>
Fund Balance (Deficit) – End of year	<u>\$(16,934,058)</u>	<u>\$(13,884,948)</u>	<u>\$ 6,361,788</u>

As of September 30, 2001, the Municipal Construction Fund has a deficit fund balance of \$16,934,058. This 2001 deficit fund balance is attributable to expenditures for municipal park construction projects. The Utility Fund made advances to the municipal fund to provide funding for these park projects. The Utility Fund's total advances to the Municipal Construction Fund of \$19,264,652 at September 30, 2001 are expected to be repaid from ad valorem revenue dedicated for this purpose.

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, 2001 are:

	<u>Retained</u> <u>Earnings</u> <u>10/1/00</u>	<u>Operating</u> <u>Revenues</u>	<u>Operating</u> <u>Expenses</u>	<u>Non-</u> <u>Operating</u> <u>Revenues</u>	<u>Capital</u> <u>Contributions</u>	<u>Net</u> <u>Income</u>	<u>Retained</u> <u>Earnings</u> <u>9/30/01</u>
Water and Sewer	\$28,761,265	\$20,984,710	\$26,409,320	\$5,055,972	\$12,625,375	\$12,256,737	\$41,018,002

The City is in the process of evaluating the water and sewer rates charged to the customers.

Internal Service Fund: The City maintains an internal service fund for Public Insurance. This cost-reimbursement fund provides service to City departments. The City has established a policy of balancing the fund. In years where the actual expenditures exceed budgeted contributions, the user departments will be charged for the difference. Conversely, in years where the actual expenditures are less than budgeted contributions, the user departments will be reimbursed the difference. Revenue, expenses, net income, and retained earnings for the year ended September 30, 2001 are:

	<u>Retained</u> <u>Earnings</u> <u>10/1/00</u>	<u>Operating</u> <u>Revenues</u>	<u>Operating</u> <u>Expenses</u>	<u>Non-</u> <u>Operating</u> <u>Revenues</u>	<u>Net</u> <u>Income</u>	<u>Residual</u> <u>Transfer</u> <u>Out</u>	<u>Retained</u> <u>Earnings</u> <u>9/30/01</u>
Public Insurance	\$0	\$10,119,524	\$10,477,051	\$357,527	\$0	\$0	\$0

Fiduciary Funds: The City maintains two pension trust funds, two expendable trust funds, and two agency funds. The General Employees Pension Plan is 84.0% funded as of October 1, 2000 and the Fire and Police Pension Trust Fund is 87.8% funded as of October 1, 2000. The City's Law Enforcement Trust Funds receive 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, 2001, the total overlapping debt applicable to the City was \$41,066,935 or \$290 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, 200</u>
Water and Sewer Revenue Bonds, Series 1962	Aaa (4)	9/01/2002	\$ 390,000
Water and Sewer Revenue Bonds, Series 1972	Aaa (4)	9/01/2005	455,000
Consolidated Utility System Revenue Bonds, Series 1992	AAA (4)	9/01/2017	23,205,000
Capital Improvement Revenue Bonds, Series 1995	Aaa (4)	10/01/2025	<u>10,050,000</u>
Defeased Bonds Outstanding			<u>\$34,100,000</u>

The outstanding bonded debt as of September 30, 2001 is as follows:

	<u>Purpose</u>	<u>Rating</u>	<u>Maturing Through</u>	<u>Outstanding September 30, 2001</u>
Public Improvement Refunding Revenue Bonds, Series 1992	Defeasement Series 1985 Bonds	AAA(2)	12/01/2002	\$ 955,000
Public Improvement Revenue Bonds, Series 1993	Defeasement Series 1986 Bonds	Aaa(2)	10/01/2002	5,205,000
Capital Improvement Revenue Bonds, Series 1993	Construction of Senior Center	AAA(2) Aaa(3)	12/01/2023	6,895,000
Certificate of Indebtedness Series 1997	Community Center Project	Non-Rated	12/11/2001	9,016,628
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	44,670,000
Certificate of Indebtedness Series 2000	Construction of Various Municipal Projects	Non-Rated	10/12/2001	<u>10,000,000</u>
Total Outstanding Bonded Debt				<u>\$100,796,628</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 City invests operating funds with the objective of maximizing the return on the portfolio and preserving the purchasing power while avoiding assuming unreasonable investment risk. The investment priority is safety of capital, liquidity of funds, and investment income, in that order.

During the year, the City had operating funds invested with the following money managers:

<u>Money Manager</u>	<u>Average Balance</u>	<u>Interest Income</u>	<u>Rate of Return (%)</u>
State Board of Administration	\$64,629,643	\$3,304,313	5.11
Florida League of Cities	12,218,109	1,429,272	12.49
First Union	22,955,812	1,848,449	8.54
Trusco	21,676,060	1,570,410	7.52

In FY 2001, the City earned \$8,152,444 in interest income; a 23% increase from the previous year. The average rate of return for the entire portfolio was 6.7%; a 20% increase from the previous year. The increase is due to gains on funds managed by Trusco, First Union, and The Florida League of Cities.

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 an operating account that earned interest of \$13,550 during the fiscal year ended September 30, 2001 at a rate of return of 2.55% on the average available balance.
- (2) A demand deposit account is maintained on an imprest basis, whereby deposits are made on Mondays for the exact amount of checks released the previous Friday.

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

<u>Coverage</u>	<u>Self Insurance Retention Per Occurrence</u>	<u>Insured</u>
General/Auto Liability	\$150,000	\$ 1,000,000
Property	25,000	155,133,226
Fidelity Bond	25,000	75,000
Workers Compensation	200,000	Statutory (unlimited)

Prospects for the Future: The City's future looks very promising. The City's 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 1999 through 2001 is as follows:

1999	-	120,091
2000	-	137,427
2001	-	141,659

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, as well as the Florida Single Audit Act. 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, 2000. 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 sixteen consecutive 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.

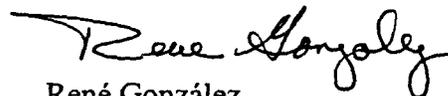
Acknowledgements: The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the Finance Department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report. 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

List of City Officials

Form of Government:

Commission-Manager

City Commission:

Alex G. Fekete, Mayor

Ben Fiorendino, Vice Mayor

William B. Armstrong, Commissioner

Susan B. Katz, Commissioner

Frank C. Ortis, Commissioner

City Manager:

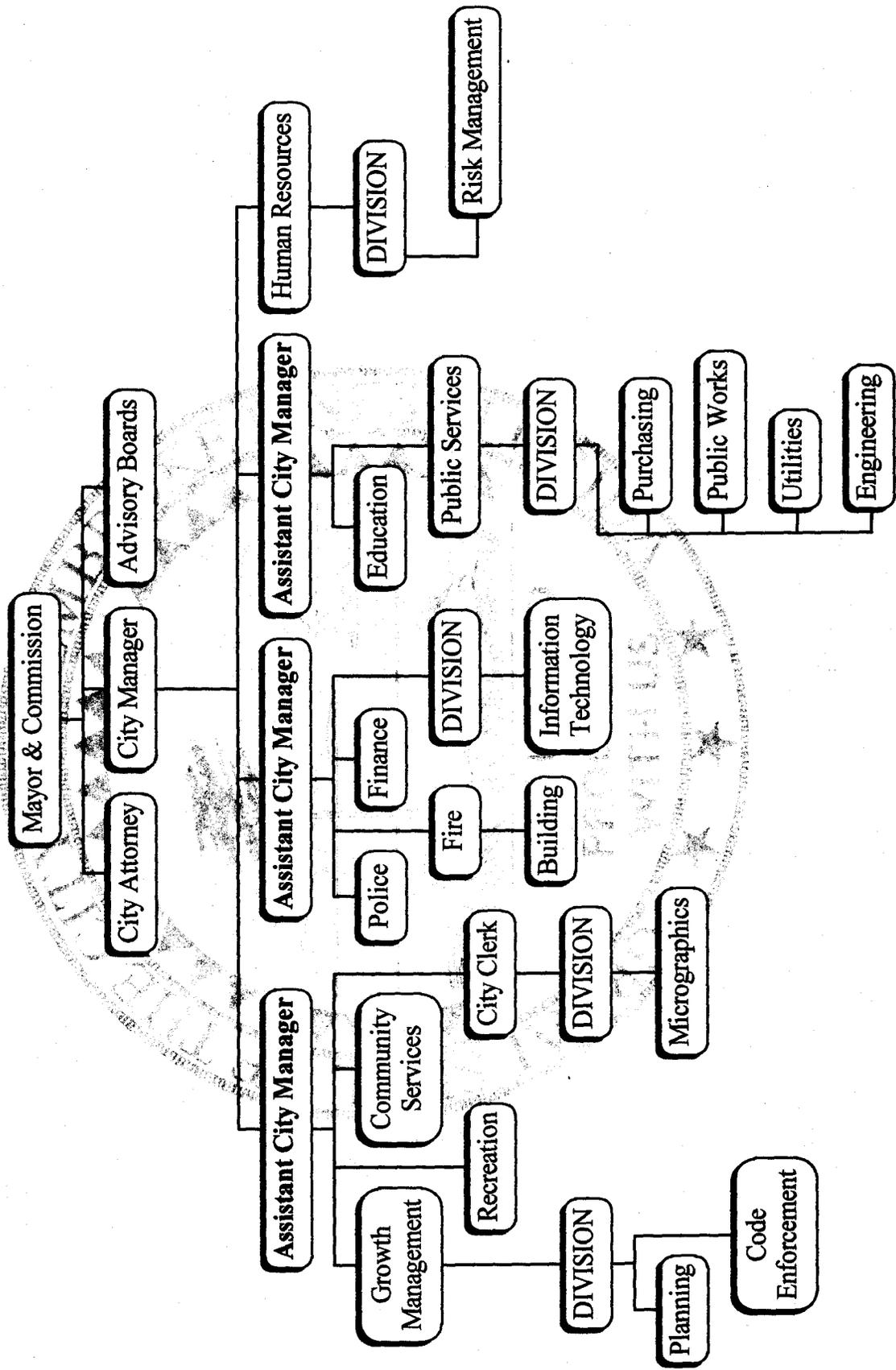
Charles F. Dodge

Director of Finance:

René D. González



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, 2000

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.



Timothy Druwe
President

Jeffrey L. Esser
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, 2001, 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 63% and 55% 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 auditing standards generally accepted in the United States 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, 2001, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with accounting principles generally accepted in the United States.

In accordance with *Government Auditing Standards*, we have also issued a report dated November 30, 2001 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. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.



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 and state financial assistance is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and Chapter 10.550, Rules of the Auditor General, 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.

Racklin Cohen + Holly LLP

Fort Lauderdale, Florida
November 30, 2001

**General Purpose
Financial Statements
(combined statements-overview)**



CITY OF PEMBROKE PINES, FLORIDA
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS

SEPTEMBER 30, 2001

	Governmental Fund Types					Proprietary Fund Types		Fiduciary Fund Type		Account Groups			Totals (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	900	Enterprise	Internal Service	Trust and Agency	General Fixed Assets	Long-Term Debt	General		
											General	Debt	
ASSETS AND OTHER DEBITS													
Assets:													
Equity in pooled cash and cash equivalents	\$ 7,580,629	\$ 7,015,348	\$ -	\$ -	\$ 900	\$ 132,489	\$ 4,860,223	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 19,589,589
Investments	8,975,482	-	-	-	4,054,275	3,139,052	117,397,890	-	-	-	-	-	133,566,699
Receivables:													
Customer accounts, net	-	-	-	-	2,299,067	-	590,597	-	-	-	-	-	2,889,664
Franchise fees and utility taxes	4,522,417	-	-	-	-	-	-	-	-	-	-	-	4,522,417
Special assessments	-	662,332	-	-	407,782	-	-	-	-	-	-	-	1,070,114
Accrued interest	-	-	-	-	63,610	-	506,700	-	-	-	-	-	570,310
Other	405,420	-	-	94,150	49,323	262	14,663	-	-	-	-	-	563,818
Due from other funds	2,789,134	189,838	-	-	488,695	-	187,086	-	-	-	-	-	3,654,753
Interfund receivables	-	-	-	-	1,997,363	-	-	-	-	-	-	-	1,997,363
Due from other governments	30,317	551,218	-	78,259	7,188	-	-	-	-	-	-	-	666,982
Due from assessments	-	-	-	1,617,605	6,686	-	-	-	-	-	-	-	1,624,291
Inventories	98,228	-	-	-	-	-	-	-	-	-	-	-	98,228
Restricted assets:													
Equity in pooled cash and cash equivalents	-	-	-	7,284,876	20,334,740	-	-	-	-	-	-	-	39,737,945
Investments	-	-	-	-	31,155,170	-	-	-	-	-	-	-	31,155,170
Advances to other funds	-	-	-	-	17,355,369	-	-	-	-	-	-	-	17,355,369
Prepaid costs	-	37,090	-	-	-	-	-	-	-	-	-	-	37,090
Loans receivable	-	-	-	-	615,375	-	-	-	-	-	-	-	615,375
Fixed assets	-	-	-	-	149,297,877	2,783	-	265,750,995	-	-	-	-	415,051,655
Other debits:													
Amount available in debt service fund	-	-	-	-	-	-	-	-	-	12,118,329	-	-	12,118,329
Amount to be provided for retirement of general long-term debt	-	-	-	-	-	-	-	-	-	93,471,580	-	-	93,471,580
Total assets and other debits	\$ 24,401,627	\$ 8,455,826	\$ 12,118,329	\$ 9,074,890	\$ 228,133,420	\$ 3,274,586	\$ 123,557,159	\$ 265,750,995	\$ 105,589,909	\$ 105,589,909	\$ 105,589,909	\$ 105,589,909	\$ 780,356,741

(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, 2001

	Governmental Fund Types				Proprietary Fund Types		Fiduciary Fund Type		Account Groups			Totals (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service	Trust and Agency	General	Fixed Assets	Long-Term Debt	General	
LIABILITIES, EQUITY AND OTHER CREDITS												
Liabilities:												
Accounts payable	\$ 4,458,034	\$ 172,062	\$ -	\$ 2,359,521	\$ -	\$ 470,669	\$ 903,382	\$ -	\$ -	\$ -	\$ -	\$ 8,363,668
Compensated absences	6,470,934	88,913	-	-	453,597	48,876	-	-	-	-	-	7,062,320
Accrued liabilities	30,233	-	-	(15,114)	-	-	2,389,940	-	-	-	-	2,405,059
DROP payable	-	-	-	-	-	-	1,357,479	-	-	-	-	1,357,479
Deferred revenue	1,877,486	978,016	-	1,615,169	325,476	-	-	-	-	-	-	4,796,147
Deposits	1,163,158	166,492	-	-	587,426	-	-	-	-	-	-	1,917,076
Retainage payable	-	-	-	678,833	63,106	-	-	-	-	-	-	741,939
Due to other funds	-	1,361,781	-	2,105,887	-	-	187,085	-	-	-	-	3,654,753
Interfund payables	-	-	-	1,909,283	-	-	-	-	-	-	-	1,997,363
Payable from restricted assets:												
Customer deposits	-	-	-	-	1,910,278	-	-	-	-	-	-	1,910,278
Advances from other funds	-	-	-	17,355,369	-	-	-	-	-	-	-	17,355,369
Claims payable	-	-	-	-	-	2,731,279	-	-	-	-	-	2,731,279
Compensated absences	-	-	-	-	401,239	23,762	-	-	-	4,793,281	-	5,218,282
Loans payable	-	-	-	-	-	-	-	-	-	19,016,628	-	19,016,628
Bonds payable	-	-	-	-	-	-	-	-	-	81,780,000	-	81,780,000
Total liabilities	14,087,925	2,767,264	-	26,008,948	3,741,122	3,274,586	4,837,886	-	-	105,589,909	-	160,307,640
Equity and other credits:												
Contributed capital	-	-	-	-	183,374,296	-	-	-	-	-	-	183,374,296
Investment in general fixed assets	-	-	-	-	-	-	-	-	265,750,995	-	-	265,750,995
Retained earnings	-	-	-	-	-	-	-	-	-	-	-	41,018,002
Fund balances:												
Reserved for employees pension benefits	-	-	-	-	-	-	116,153,496	-	-	-	-	116,153,496
Reserved for encumbrances	912,556	498,091	-	7,047,877	-	-	-	-	-	-	-	8,458,524
Reserved for debt service	-	-	12,118,329	-	-	-	-	-	-	-	-	12,118,329
Reserved for disaster assistance	125,000	-	-	-	-	-	-	-	-	-	-	125,000
Reserved for prepaid costs	-	37,090	-	-	-	-	-	-	-	-	-	37,090
Reserved for inventories	98,228	-	-	-	-	-	-	-	-	-	-	98,228
Unreserved:												
Designated for debt service	-	1,470,104	-	-	-	-	-	-	-	-	-	1,470,104
Designated for subsequent years' expenditures	-	-	-	-	-	-	2,565,777	-	-	-	-	2,565,777
Undesignated (deficit)	9,177,918	3,683,277	-	(23,981,935)	-	-	-	-	-	-	-	(11,120,740)
Total equity and other credits (deficit)	10,313,702	5,688,562	12,118,329	(16,934,058)	224,392,298	-	118,719,273	-	265,750,995	-	-	620,049,101
Total liabilities, equity and other credits	\$24,401,627	\$8,455,826	\$12,118,329	\$ 9,074,890	\$228,133,420	\$3,274,586	\$123,557,159	-	\$265,750,995	\$105,589,909	\$105,589,909	\$ 780,356,741

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 FUNDS

FISCAL YEAR ENDED SEPTEMBER 30, 2001

	Governmental Fund Types				Fiduciary	Totals (Memorandum Only)
	General	Special	Debt	Capital	Types	
		Revenue	Service	Projects	Expendable Trust	
Revenues:						
Taxes	\$37,063,808	\$ 2,418,595	\$ 4,172,806	\$ 2,103,581	\$ -	\$ 45,758,790
Licenses and permits	9,052,457	-	-	53,503	-	9,105,960
Special assessments	7,315,983	157,493	814,972	665,537	-	8,953,985
Intergovernmental	8,231,730	16,408,480	953,118	1,638,843	-	27,232,171
Charges for services	17,773,723	193,065	-	-	26,850	17,993,638
Fines and forfeitures	1,033,433	-	-	-	585,006	1,618,439
Investment income	1,847,515	95,769	623,601	515,088	115,259	3,197,232
Other	2,973,582	499,521	3,931,261	-	-	7,404,364
Total revenues	<u>85,292,231</u>	<u>19,772,923</u>	<u>10,495,758</u>	<u>4,976,552</u>	<u>727,115</u>	<u>121,264,579</u>
Expenditures:						
Current:						
General government	14,651,115	-	75,642	-	-	14,726,757
Public safety	46,840,496	650,924	-	-	66,507	47,557,927
Physical environment	2,829,740	-	-	-	-	2,829,740
Transportation	189,310	3,325,258	-	-	-	3,514,568
Economic development	910,865	1,333,466	-	-	-	2,244,331
Human services	4,363,362	13,939,837	-	837,745	-	19,140,944
Culture/recreation	11,435,491	-	-	-	1,460	11,436,951
Capital outlay	3,583,907	2,718,972	-	15,380,617	41,760	21,725,256
Debt Service:						
Principal	-	-	11,814,485	-	-	11,814,485
Interest	-	55,939	4,757,935	1,057,300	-	5,871,174
Total expenditures	<u>84,804,286</u>	<u>22,024,396</u>	<u>16,648,062</u>	<u>17,275,662</u>	<u>109,727</u>	<u>140,862,133</u>
Excess (deficiency) of revenues over expenditures	<u>487,945</u>	<u>(2,251,473)</u>	<u>(6,152,304)</u>	<u>(12,299,110)</u>	<u>617,388</u>	<u>(19,597,554)</u>
Other financing sources (uses):						
Operating transfers in	750,000	2,639,592	-	-	-	3,389,592
Operating transfers out	(345,849)	(2,267,498)	-	(750,000)	-	(3,363,347)
Debt proceeds	-	-	-	10,000,000	-	10,000,000
Total other financing sources (uses)	<u>404,151</u>	<u>372,094</u>	<u>-</u>	<u>9,250,000</u>	<u>-</u>	<u>10,026,245</u>
Excess (deficiency) of revenues over expenditures and other financing sources	<u>892,096</u>	<u>(1,879,379)</u>	<u>(6,152,304)</u>	<u>(3,049,110)</u>	<u>617,388</u>	<u>(9,571,309)</u>
Fund balances (deficit), beginning, (as previously reported)	<u>8,258,758</u>	<u>7,278,851</u>	<u>18,270,633</u>	<u>(13,884,948)</u>	<u>1,948,389</u>	<u>21,871,683</u>
Cumulative effect of a change in accounting principle	<u>1,080,831</u>	<u>371,107</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,451,938</u>
Fund balances (deficit), beginning, (restated)	<u>9,339,589</u>	<u>7,649,958</u>	<u>18,270,633</u>	<u>(13,884,948)</u>	<u>1,948,389</u>	<u>23,323,621</u>
Residual equity transfers	<u>82,017</u>	<u>(82,017)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances (deficit), ending	<u>\$10,313,702</u>	<u>\$ 5,688,562</u>	<u>\$12,118,329</u>	<u>\$(16,934,058)</u>	<u>\$2,565,777</u>	<u>\$ 13,752,312</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, 2001

	<u>Proprietary Fund Types</u>		Totals
	<u>Enterprise</u>	<u>Internal Service</u>	(Memorandum Only)
Operating revenues:			
Charges for services	\$ 20,753,262	\$ 9,062,942	\$ 29,816,204
Special assessments revenue	65,780	-	65,780
Other	165,668	1,056,582	1,222,250
Total operating revenues	<u>20,984,710</u>	<u>10,119,524</u>	<u>31,104,234</u>
Operating expenses:			
Personal services	6,047,362	246,045	6,293,407
Operating expenses	16,573,797	10,229,725	26,803,522
Depreciation	3,788,161	1,281	3,789,442
Total operating expenses	<u>26,409,320</u>	<u>10,477,051</u>	<u>36,886,371</u>
Operating loss	(5,424,610)	(357,527)	(5,782,137)
Non-operating revenues:			
Investment income	<u>5,055,972</u>	<u>357,527</u>	<u>5,413,499</u>
Loss before capital contributions	(368,638)	-	(368,638)
Capital contributions	<u>12,625,375</u>	<u>-</u>	<u>12,625,375</u>
Net income	12,256,737	-	12,256,737
Retained earnings, beginning	<u>28,761,265</u>	<u>-</u>	<u>28,761,265</u>
Retained earnings, ending	<u>\$ 41,018,002</u>	<u>\$ -</u>	<u>\$ 41,018,002</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, 2001

	<u>Proprietary Fund Types</u>		Totals
	<u>Enterprise</u>	<u>Internal Service</u>	(Memorandum Only)
Cash flows from operating activities:			
Cash received from customers:			
For services	\$ 20,330,635	\$ -	\$ 20,330,635
For deposits	68,430	-	68,430
Quasi-external operating receipts	-	9,061,549	9,061,549
Cash payments to suppliers for goods and services	(11,492,641)	(11,790,701)	(23,283,342)
Cash payments to employees for services	(5,340,087)	(230,241)	(5,570,328)
Quasi-external operating transactions	(6,134,226)	-	(6,134,226)
Other operating revenues	226,493	1,056,582	1,283,075
Net cash used by operating activities	(2,341,396)	(1,902,811)	(4,244,207)
Cash flows from non-capital financing activities:			
Loans to other funds	1,814,602	-	1,814,602
Interest received from other funds	1,057,300	-	1,057,300
Net cash provided by in non-capital financing activities	2,871,902	-	2,871,902
Cash flows from capital and related financing activities:			
Acquisition and construction of capital assets	(8,437,152)	(1,313)	(8,438,465)
Capital contributed by developers	12,625,375	-	12,625,375
Collection of assessments	66,448	-	66,448
Net cash provided (used) by capital and related financing activities	4,254,671	(1,313)	4,253,358
Cash flows from investing activities:			
Purchase of investments, net	(3,056,153)	(318,120)	(3,374,273)
Interest received	3,998,672	357,527	4,356,199
Collection of loans	16,694	-	16,694
Net cash provided by investing activities	959,213	39,407	998,620
Net increase (decrease) in equity in pooled cash and cash equivalents	5,744,390	(1,864,717)	3,879,673
Equity in pooled cash and cash equivalents, beginning (including restricted assets)	14,591,250	1,997,206	16,588,456
Equity in pooled cash and cash equivalents, ending (including restricted assets)	\$ 20,335,640	\$ 132,489	\$ 20,468,129

See notes to general purpose financial statements.

(Continued)

CITY OF PEMBROKE PINES, FLORIDA

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

FISCAL YEAR ENDED SEPTEMBER 30, 2001

	<u>Proprietary Fund Types</u>		Totals
	<u>Enterprise</u>	<u>Internal Service</u>	(Memorandum Only)
Reconciliation of operating loss to net cash used in operating activities:			
Operating loss	<u>\$ (5,424,610)</u>	<u>\$ (357,527)</u>	<u>\$ (5,782,137)</u>
Adjustments to reconcile operating loss to net cash used by operating activities:			
Depreciation	3,788,161	1,281	3,789,442
Changes in operating assets and liabilities:			
(Increase) decrease in:			
Customer accounts receivable	(356,847)	-	(356,847)
Accrued interest	38	-	38
Other receivables	(15,251)	(262)	(15,513)
Due from assessments	(309)	-	(309)
Due from other governments	10,567	-	10,567
Increase (decrease) in:			
Accounts payable	(762,223)	470,669	(291,554)
Compensated absences	32,604	15,804	48,408
Deferred revenue	(65,780)	(1,393)	(67,173)
Claims payable	-	(2,031,383)	(2,031,383)
Deposits	587,426	-	587,426
Customer deposits	68,430	-	68,430
Retainage payable	(203,602)	-	(203,602)
Total adjustments	<u>3,083,214</u>	<u>(1,545,284)</u>	<u>1,537,930</u>
Net cash used by operating activities	<u>\$ (2,341,396)</u>	<u>\$ (1,902,811)</u>	<u>\$ (4,244,207)</u>
Non-cash investing, capital and financing activities:			
Property contributed by developers	<u>\$ 6,027,345</u>	<u>\$ -</u>	<u>\$ 6,027,345</u>
Change in fair value of investments	<u>\$ 2,144,307</u>	<u>\$ 148,050</u>	<u>\$ 2,292,357</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, 2001

ADDITIONS

Contributions:

Employer	\$ 6,615,350
State of Florida	1,013,126
Members	4,200,637
Others	<u>2,938</u>
Total contributions	<u>11,832,051</u>

Investment income (loss):

Net depreciation in fair value of investments	(16,625,795)
Interest	2,387,494
Dividends	<u>372,997</u>

(13,865,304)

Less investment expenses	<u>43,164</u>
Net investment loss	<u>(13,908,468)</u>
Total additions	<u>(2,076,417)</u>

DEDUCTIONS

Benefits paid	3,356,672
DROP benefits	611,343
Refunds of contributions	94,239
Administrative expenses	<u>453,519</u>
Total deductions	<u>4,515,773</u>

Net decrease (6,592,190)

Net assets held in trust for pension benefits:

Beginning of year	<u>122,745,686</u>
End of year	<u><u>\$ 116,153,496</u></u>

See notes to general purpose financial statements.

**NOTES TO GENERAL PURPOSE
FINANCIAL STATEMENTS**

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

FISCAL YEAR ENDED SEPTEMBER 30, 2001

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 accounting principles generally accepted in the United States (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.

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 accounts for and reports the operations of their charter schools in a special revenue fund. The charter schools, which are not separate legal entities, utilize a fiscal year end of June 30. Therefore, the charter schools operations are presented as of and for the fiscal year ended June 30, 2001.

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

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Governmental Fund Types (Continued)

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.

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.

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

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Fiduciary Fund Types (Continued)

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.

2. Investments

Investments are reported at fair value as determined by quoted market prices. Investments with the State Board Investment Pool are reported at its fair value of its position in the pool, which is the same as its value of the pool shares. The City also maintains investments with the Florida Municipal Investment Trust, First Union National Bank, and Trusco (a subsidiary of SunTrust).

3. Interfund Transactions

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".

Advances from governmental other funds, if any, 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.

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)

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. The transfers in or out do not reconcile because of the different fiscal year ends of the Charter Schools and the City.

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 general fixed assets 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. In accordance with accounting principles generally accepted in the United States, depreciation is not required and has not been provided for on 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

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.

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* (Continued)

For governmental fund types, bond premiums and discounts, as well as issuance costs, are recognized during the current period. Bond proceeds are reported as other financing sources 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 the 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. The taxes are due by March 31 and become delinquent on 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, 2001, there was \$27,271 in delinquent personal property taxes.

8. *Utility Billings*

Utility customers are billed monthly on a cycle basis. Unbilled revenue is accrued in the accompanying financial statements based upon estimates of revenue for services provided 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.

10. *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

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. Fund Equity (Continued)

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.

11. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States 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.

12. 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 accounting principles generally accepted in the United States. The total column is not comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

13. Change in Accounting Principle

During the fiscal year ended September 30, 2001, the City implemented GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*. Implementation requires that the current year effect of contributed capital be accounted for as capital contributions as presented on the statement of revenues, expenses and changes in retained earnings. In addition, the beginning fund balance for the general fund and certain special revenue funds were restated to account for certain revenue accruals in order to comply with the requirements of GASB Statement No. 33.

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:

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:

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

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):

8. The adopted budget may be amended as follows:
 - a. The City Manager and Finance Director approve line item adjustments within a department.
 - b. The City Commission approves all other budget adjustments.
 - c. The City Commission may approve supplemental appropriations of revenues and expenditures.
9. The final budget includes budget transfers and supplemental appropriations, which have the effect of adjusting the original adopted budget. Supplemental appropriations of \$21,289,319 for the fiscal year ended September 30, 2001 included amounts for capital projects that will be funded in their entirety from bond proceeds in the next fiscal year (See Subsequent Events – Note 5).

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 Special Revenue Funds. 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 accounting principles generally accepted in the United States (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.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

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".

Deposits

In addition to insurance provided by the Federal Depository Insurance Corporation, all deposits are held in banking institutions approved by the State Treasurer of the State of Florida to hold public funds. Under Florida Statutes Chapter 280, *Florida Security for Public Deposits Act*, the State Treasurer requires all Florida qualified public depositories to deposit with the Treasurer or another banking institution eligible collateral. In the event of a failure of a qualified public depository, the remaining public depositories would be responsible for covering any resulting losses. Accordingly, all amounts reported as deposits are deemed as insured or collateralized with securities held by the entity or its agent in the entity's name.

Investments

In accordance with City Ordinance 1142, the City is authorized to invest in obligations of the U.S. Treasury, its agencies, instrumentalities and the Local Government Surplus Trust Fund administered by the State Board of Administration and the Florida Municipal Investment Trust administered by the Florida League of Cities. The Local Government Surplus Funds Trust Fund is governed by Ch. 19-7 of the Florida Administrative Code, which identifies the Rules of the State Board of Administration. These rules provide guidance and establish the general operating procedures for the administration of the Local Government Surplus Funds Trust Fund. Additionally, the Office of the Auditor General performs the operational audit of the activities and investments of the State Board of Administration. The Florida Municipal Investment Trust (the Fund) was created under the laws of the State of Florida to provide eligible units of local governments with an investment vehicle to pool their surplus funds and to reinvest such funds in one or more investment portfolios under the direction and daily supervision of an investment advisor. The Florida League of Cities serves as the administrator, investment manager and secretary-treasurer of the trust. The Local Government Surplus Funds Trust Fund and the Florida Municipal Investment Trust are not registrants with the Securities and Exchange Commission (SEC); however, the funds have adopted operating procedures consistent with the requirements for a 2a-7 fund.

Investments are categorized to give an indication of the level of risk assumed by the entity at year end. The three categories of risk are as follows:

- Category 1 - Insured or registered, or securities held by the City or its agent in the City's name.

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)

Investments (Continued)

- Category 2 - Uninsured and unregistered, with securities held by the counter-party's trust or agent in the City's name.
- Category 3 - Uninsured and unregistered, with securities held by the counter-party, or by its trust department or agent but not in the City's name.

At year end, the City's investments were classified as follows:

	<u>Category 1</u>	<u>Carrying Value</u>
U.S. Government and agencies	\$37,569,043	\$37,569,043
Commercial paper	7,856,141	7,856,141
Corporate bonds	23,862,829	23,862,829
Foreign bonds	208,089	208,089
Common stocks	<u>28,516,310</u>	<u>28,516,310</u>
Total investments	<u>\$98,012,412</u>	98,012,412
Investments not subject to risk categorization:		
Investment Pools		64,365,268
Mutual funds		<u>61,671,724</u>
		<u>\$224,049,404</u>
<u>Per combined balance sheet:</u>		
Equity in pooled cash and cash equivalents		\$ 19,589,590
Investments		133,566,699
Restricted assets:		
Equity in pooled cash and Cash equivalents		39,737,945
Investments		<u>31,155,170</u>
Total		<u>\$224,049,404</u>

Risks and Uncertainties

The City's Municipal Employees Retirement Plans (the Plans) have investments in a combination of stocks, bonds, government securities and other investment securities. Investment securities are exposed to various risks such as interest rate, market and credit risk. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in the value of investment securities, it is at least reasonably possible that changes in risks in the near term would materially affect balances and the amounts reported in the statement of plan net assets and the statement of changes in plan net assets. The Plans, through their investment advisors, monitor their investments and the risks associated therewith on a regular basis, which the City believes minimizes these risks.

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

Customer Accounts Receivable - Customer accounts receivable and the related allowance for doubtful accounts by fund type as of September 30, 2001 are as follows:

	<u>Enterprise</u>	<u>Trust and Agency</u>	<u>Total</u>
Customer accounts receivable	\$2,397,157	\$590,597	\$2,987,754
Less allowance for doubtful accounts	<u>(98,090)</u>	<u>-</u>	<u>(98,090)</u>
	<u>\$2,299,067</u>	<u>\$590,597</u>	<u>\$2,889,664</u>

Loans Receivable - Represents loans receivable in the Water and Sewer fund totaling \$615,375. These include a loan of \$584,567 due from a developer.

Due To/From Other Funds

<u>Fund</u>	<u>Receivables</u>	<u>Payables</u>
General fund	\$2,789,134	\$ -
Special revenue funds:		
Road and bridge	189,838	890,281
Federal Older Americans Act	-	104,391
Community Development Block Grant	-	177,271
Law Enforcement Grant	-	93,978
Cops More Grant	-	23,298
Cops Ahead Grant	-	72,562
Capital projects fund - municipal construction fund	-	2,105,886
Enterprise fund - water and sewer fund	488,695	-
Fiduciary funds:		
General employees pension trust	59,600	-
Firefighters and police officers pension trust	127,486	-
General trust	<u>-</u>	<u>187,086</u>
	<u>\$3,654,753</u>	<u>\$3,654,753</u>

Interfund Receivables/Payables

<u>Fund</u>	<u>Receivables</u>	<u>Payables</u>
General fund	\$ -	\$ 88,080
Capital project fund - municipal construction fund	-	1,909,283
Water and sewer fund	<u>1,997,363</u>	<u>-</u>
	<u>\$1,997,363</u>	<u>\$1,997,363</u>

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)

Advances to/from Other Funds

<u>Fund</u>	<u>Receivables</u>	<u>Payables</u>
Capital project fund - municipal construction fund	\$ -	\$17,355,369
Water and sewer fund	<u>17,355,369</u>	<u>-</u>
	<u>\$17,355,369</u>	<u>\$17,355,369</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, 2001 are as follows:

	Public Improvement		Public Improvement		Public Improvement		Certificate of Indebtedness		Public Improvement		Certificate of Indebtedness		Public Improvement		Certificate of Indebtedness	
	Revenue	Refunding Revenue	Revenue	Bonds	Revenue	Bonds	Revenue	Bonds	Revenue	Bonds	Revenue	Bonds	Revenue	Bonds	Revenue	Bonds
	1993	1992	1992	Series	1995	Series	1997	Series	1998	Series	1999	Series	2000	Series	2000	Totals
Investments held for:																
Sinking fund for payment of principal and interest	\$ 257,330	\$ 405,808	\$ 2,968,350	\$ -	\$ -	\$ 646,797	\$ 567,088	\$ 1,093,053	\$ 955,641	\$ 6,894,067						
Reserve fund for payment of principal and interest	528,553	383,777	1,508,058	751,931	-	-	1,912,000	139,943	-	5,224,262						
Total restricted assets related to debt	\$ 785,883	\$ 789,585	\$ 4,476,408	\$ 751,931	\$ 751,931	\$ 646,797	\$ 2,479,088	\$ 1,232,996	\$ 955,641	12,118,329						
Total restricted assets - capital projects - construction funds																7,284,876
Utility Supported Equivalent Residential Connections (ERC's)																644,474
Customer deposits																1,910,278
Water sewer connections																48,935,158
Total restricted assets - enterprise funds																51,489,910
Total restricted assets																\$ 70,893,115

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, 2001 is as follows:

<u>City</u>	Balance September 30, <u>2000</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>2001</u>
Land	\$ 44,162,620	\$ 504,708	\$ -	\$ 44,667,328
Buildings	80,912,588	329,208	-	81,241,796
Improvements other than buildings	32,923,822	4,314,423	-	37,238,245
Machinery and equipment	30,309,464	4,407,722	1,912,281	32,804,905
Construction in progress	<u>49,705,338</u>	<u>16,164,639</u>	<u>271,203</u>	<u>65,598,774</u>
Total City	<u>238,013,832</u>	<u>25,720,700</u>	<u>2,183,484</u>	<u>261,551,048</u>
<u>Charter Schools</u>	Balance June 30, <u>2000</u>	<u>Additions</u>	<u>Deductions</u>	Balance June 30, <u>2001</u>
Improvements other than buildings	2,472,962	-	-	2,472,962
Machinery and equipment	<u>1,452,667</u>	<u>274,318</u>	-	<u>1,726,985</u>
Total charter schools	<u>3,925,629</u>	<u>274,318</u>	-	<u>4,199,947</u>
Total general fixed assets	<u>\$241,939,461</u>	<u>\$25,995,018</u>	<u>\$2,183,484</u>	<u>\$265,750,995</u>

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

	<u>Enterprise Funds</u>		<u>Internal Service Funds</u>	
	<u>September 30, 2000</u>	<u>2001</u>	<u>September 30, 2000</u>	<u>2001</u>
Land	\$ 3,006,562	\$ 3,006,562	\$ -	\$ -
Buildings	6,851,879	6,851,879	-	-
Improvements other than buildings	128,529,352	134,533,497	-	-
Machinery and equipment	4,057,128	4,391,983	12,104	13,295
Construction in progress	<u>30,028,322</u>	<u>32,049,318</u>	-	-
	172,473,243	180,833,239	12,104	13,295
Less accumulated depreciation	<u>27,824,357</u>	<u>31,535,362</u>	<u>9,353</u>	<u>10,512</u>
Totals	<u>\$144,648,886</u>	<u>\$149,297,877</u>	<u>\$ 2,751</u>	<u>\$ 2,783</u>

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

The City leases, to two 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 2,800 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; 650 square feet to SW Broward Regional Chamber of Commerce at the City Hall Building, and 276 square feet to a podiatrist in the Senior Citizen Multipurpose Center. The City's assets, which are leased as of September 30, 2001, consist 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, 2001, if these assets were depreciated, would have been \$69,529 and \$215,248, respectively.

On March 15, 2001, the City subleased the 161 acre site of the South Florida State Hospital from the Florida Department of Children & Family Services for a 50-year period beginning July 1, 2001 (See Note 4.c. "Commitments"). As of September 30, 2001 the City had subleased portions of the site to eight healthcare related providers at various rentals and terms.

The approximate minimum future rentals to be received, excluding cost of living increases, or expected lease renewals, on non-cancelable operating leases as of September 30, 2001 are:

Fiscal year ending September 30:	
2002	\$ 759,000
2003	141,000
2004	41,000
2005	41,000
2006	34,000
Thereafter	<u>6,000</u>
Total minimum future rentals	<u>\$1,022,000</u>

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 - On March 3, 1992, the City issued \$3,855,000 Revenue Bonds. These bonds are due in varying installments through December 1, 2002. These bonds bear interest at rates which range from 5.6% to 5.8% with interest paid semi-annually on June 1 and December 1. The balance outstanding at September 30, 2001 is \$955,000. The bonds are collateralized by a pledge of and lien on the pledged revenues, consisting of (i) the electric franchise revenues and (ii) the net revenues of the golf and racquet facility. The bonds are also secured by a surety bond and any casualty insurance proceeds received with respect to any damage. The bonds are not subject to redemption prior to maturity.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

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

f. Long-Term Debt (Continued)

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Fiscal year ending September 30:			
2002	\$465,000	\$41,673	\$ 506,673
2003	<u>490,000</u>	<u>14,210</u>	<u>504,210</u>
	<u>\$955,000</u>	<u>\$55,883</u>	<u>\$1,010,883</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 projects consisted 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 \$5,205,000 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. Such pledged revenues consist of the electric public service tax and all deposits into the account credited under the resolution. The bonds are not subject to redemption prior to maturity.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Fiscal year ending September 30:			
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>\$5,205,000</u>	<u>\$246,600</u>	<u>\$5,451,600</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 \$6,895,000 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

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:			
2002	\$ 165,000	\$ 355,943	\$ 520,943
2003	175,000	348,457	523,457
2004	180,000	340,357	520,357
2005	190,000	331,683	521,683
2006	200,000	322,295	522,295
2007-2011	1,155,000	1,446,971	2,601,971
2012-2016	1,480,000	1,106,175	2,586,175
2017-2021	1,925,000	652,391	2,577,391
2022-2024	<u>1,425,000</u>	<u>117,578</u>	<u>1,542,578</u>
	<u>\$6,895,000</u>	<u>\$5,021,850</u>	<u>\$11,916,850</u>

Public Improvement Revenue Bonds, Series 1998 - On September 1, 1998, the City issued \$24,055,000 for the purpose of constructing the Charter Middle School and the Academic Village which includes 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 annual installments of principal beginning with October 1, 2003 through October 1, 2022, and bear interest at rates which range from 3.90% to 4.80%, with interest paid semi-annually on April 1 and October 1. The principal 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:			
2002	\$ -	\$ 1,134,175	\$ 1,134,175
2003	-	1,134,175	1,134,175
2004	770,000	1,119,160	1,889,160
2005	805,000	1,088,045	1,893,045
2006	835,000	1,055,245	1,890,245
2007-2011	4,720,000	4,710,690	9,430,690
2012-2016	5,885,000	3,509,802	9,394,802
2017-2021	7,495,000	1,858,875	9,353,875
2022-2023	<u>3,545,000</u>	<u>179,375</u>	<u>3,724,375</u>
	<u>\$24,055,000</u>	<u>\$15,789,542</u>	<u>\$39,844,542</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 the 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 \$44,670,000 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

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)

Capital Improvement Revenue Bonds, Series 1999 (Continued)

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 of 100%, plus accrued interest to the redemption date:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Fiscal year ending September 30:			
2002	\$ 455,000	\$ 2,133,923	\$ 2,588,923
2003	470,000	2,117,727	2,587,727
2004	1,005,000	2,090,926	3,095,926
2005	1,045,000	2,053,253	3,098,253
2006	1,080,000	2,013,400	3,093,400
2007-2011	6,115,000	9,368,803	15,483,803
2012-2016	7,635,000	7,863,839	15,498,839
2017-2021	9,730,000	5,783,541	15,513,541
2022-2026	13,635,000	2,859,281	16,494,281
2027	<u>3,500,000</u>	<u>91,875</u>	<u>3,591,875</u>
	<u>\$44,670,000</u>	<u>\$36,376,568</u>	<u>\$81,046,568</u>

Pines Boulevard Landscape Special Assessment Improvement Bonds, Series 1991 - On December 30, 1991, the City issued \$1,631,401 bonds bearing interest at 4.730% for the purpose of constructing certain landscaping and related road improvements. The final installment of \$180,647 consisting of \$172,488 principal and \$8,159 interest was paid on May 15, 2001.

Sheridan Street Special Assessment Improvement Bonds, Series 1991 - On December 30, 1991, the City issued \$647,410 bonds bearing interest at 4.730% for the purpose of constructing certain landscape and road improvements. The final installment of \$77,624 consisting of \$74,118 principal and \$3,506 interest was paid on May 15, 2001.

Special Assessment School Improvement Bonds, Series 1995 - On July 20, 1995, the City issued \$16,600,000 bonds bearing interest at rates which ranged from 5.10% to 5.75% 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. The outstanding principal balance of \$7,340,000 plus \$277,725 interest was paid off during the year ended September 30, 2001.

Certificate of Indebtedness 1997 - On December 19, 1997, the City issued \$10,000,000 for the purpose of providing funds for community center projects. On December 11, 2001 this debt was repaid from the proceeds of the \$31,910,000 Charter School Revenue Bonds, Series 2001A (See Note 5 - Subsequent Events). This loan had an outstanding balance of

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

NOTE 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

a. Budgets and Budgetary Accounting (Continued)

Other Budget Information (Continued):

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. The accrual basis means transactions and events are recognized as revenues/gains or expenses/losses when they occur, regardless of the timing of related cash flows.

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.

b. Deficit Fund Equity

As of September 30, 2001 the municipal construction fund has a deficit fund balance of \$16,934,058. This 2001 deficit fund balance is attributable to expenditures for ongoing municipal park construction projects. The utility fund made advances to the municipal construction fund to provide funding for these park projects. The utility fund's total advances to the municipal construction fund of \$19,264,652 at September 30, 2001 are expected to be repaid in future years based upon ad valorem revenue dedicated for municipal park construction. The City anticipates that the utility fund will be fully paid by 2011 based upon the current millage rate of .04041, which has been earmarked for this purpose.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

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

f. Long-Term Debt (Continued)

Certificate of Indebtedness 1997 (Continued)

\$9,016,628 and was due in varying installments through December 15, 2007 and it bears interest at 4.63% with principal and interest due annually on December 15. This loan is collateralized by pledged public service tax revenues.

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Fiscal year ending September 30: 2002	\$9,016,628	\$411,168	\$9,427,796

Certificate of Indebtedness 2000 – On December 28, 2000, the City issued a \$10,000,000 Capital Improvement Certificate of Indebtedness to fund the construction of various projects throughout the City. The maturity date of this Certificate was January 15, 2011 and bore interest at the rate of 4.622% with principal and interest due annually on January 15. This loan was collateralized by pledged Half-Cent Sales Tax revenues. On October 12, 2001, this debt was repaid from the proceeds of the \$19,600,000 Public Improvement Bonds, Series 2001 (See Note 5 - Subsequent Events).

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Fiscal year ending September 30: 2002	\$10,000,000	\$364,624	\$10,364,624

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 \$390,000 and \$455,000, 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.

Consolidated Utility Systems Revenue Bonds, Series 1992 - The outstanding balance is \$23,205,000. 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 \$10,050,000. 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, 2001, the following changes occurred in liabilities reported in the general long-term debt account group:

	Balance September 30, <u>2000</u>	<u>Additions</u>	<u>Payments</u>	Balance September 30, <u>2001</u>
Revenue Bonds				
Public Improvement Refunding Revenue Bonds, Series 1992	\$ 1,395,000	\$ -	\$ 440,000	\$ 955,000
Public Improvement Revenue Bonds, Series 1993	7,920,000	-	2,715,000	5,205,000
Capital Improvement Revenue Bonds, Series 1993	7,055,000	-	160,000	6,895,000
Public Improvement Revenue Bonds, Series 1998	24,055,000	-	-	24,055,000
Capital Improvement Revenue Bonds, Series 1999	45,240,000	-	570,000	44,670,000
Special Assessment Bonds				
Pines Boulevard Landscape Special Assessment Improvement Bonds, Series 1991	172,488	-	172,488	-
Sheridan Street Special Assessment Improvement Bonds, Series 1991	74,118	-	74,118	-
Special Assessment Improvement Bonds, Series 1995	<u>7,340,000</u>	-	<u>7,340,000</u>	-
Subtotal - bonds payable	93,251,606	-	11,471,606	81,780,000
Loans				
Certificate of Indebtedness 1997	9,359,507	-	342,879	9,016,628
Certificate of Indebtedness 2000	<u>-</u>	<u>10,000,000</u>	<u>-</u>	<u>10,000,000</u>
Subtotal - loans	9,359,507	10,000,000	342,879	19,016,628
Compensated Absences				
Total	<u>4,332,332</u>	<u>460,949</u>	<u>-</u>	<u>4,793,281</u>
	<u>\$106,943,445</u>	<u>\$10,460,949</u>	<u>\$11,814,485</u>	<u>\$105,589,909</u>

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 and other funds in the amount of \$12,625,375 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 and is included as revenue in accordance with GASB Statement No. 33 in the statement of revenue, expenses and changes in retained earnings.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

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. 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 \$25,000 for each occurrence of damage to City owned property. The City purchases commercial insurance for claims in excess of coverage provided by the fund and for all other risks of loss. There were no reductions in insurance coverages from coverages in the prior year. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

All funds of the City participate in the program and make payments to the risk management fund based on actuarial estimates of the amounts needed to pay prior and current year claims and to establish a reserve for catastrophic losses. The estimated claims liability of \$2,731,279 reported in the fund at September 30, 2001 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.

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>
1998-1999	\$1,750,043	\$12,321,021	\$ (9,478,197)	\$4,592,867
1999-2000	4,592,867	11,066,892	(10,897,097)	4,762,662
2000-2001	4,762,662	10,532,845	(12,564,230)	2,731,277

b. Contingent Liabilities

The City has two underground storage tanks for which they have completed remedial action. The City believes that no further action is required on either site.

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.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

NOTE 4. OTHER INFORMATION (Continued)

b. Contingent Liabilities (Continued)

The City is a defendant in various lawsuits incidental to its operations. 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 expense. The charges to operations of the water and sewer fund under this agreement were \$4,265,392 during the year ended September 30, 2001.

Currently, the City and Hollywood are in litigation related to allegations of overcharges by Hollywood to the City, and to the City's opposition to Hollywood's proposed expansion of its Regional Wastewater Plant.

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. The City holds title to the Resource Center. 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 that 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.

On March 15, 2001, the City entered into an Interlocal Agreement with The Florida Department of Children & Family (DCF) which provides for the City to develop, operate and maintain the 161 acre site of the South Florida State Hospital. The site was originally leased by DCF from the State of Florida on January 4, 1973. The agreement specifies that the City will sublease the site from DCF for a 50-year period from July 1, 2001 to June 30, 2051 for a \$300 annual administration fee, and is subject to other terms and conditions relating to the City's management of the site. The City plans to establish a high-quality regional healthcare park on the site, and is currently subleasing the site's facilities to various healthcare providers (See Note 3.e. "Operating Leases").

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

NOTE 4. OTHER INFORMATION (Continued)

c. Commitments (Continued)

The City has the following construction commitments as of September 30, 2001:

<u>Vendor</u>	<u>Description</u>	<u>Original Amount</u>	<u>Balance September 30, 2001</u>
The Haskell Company	Central Campus	\$19,246,000	\$16,055,207
The Haskell Company	RV Park	1,470,000	625,416
The Haskell Company	Track & Field	450,000	48,122
The Haskell Company	Design/Building-Club 19	1,823,657	7,500
The Haskell Company	Fire Station 79	2,340,621	144,965
Widell, Inc.	Odor Control & Plant Rehab	4,231,800	3,663,848

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 allocated premium related to the retiree's health care and life insurance benefits is recognized as an expenditure by the City. For the fiscal year ended September 30, 2001, those costs totaled \$425,538. As of September 30, 2001, there were 114 eligible retirees receiving this benefit.

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

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
(Continued)

NOTE 4. OTHER INFORMATION (Continued)

e. Municipal Employees Retirement Plans (Continued)

Plan Membership Information

At October 1, 2000, the 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	119	-
Terminated employees entitled to benefits, but not yet receiving them	109	-
Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits, but not yet receiving them	-	65
Current employees:		
Vested	243	183
Non-vested	<u>237</u>	<u>195</u>
Total	<u>708</u>	<u>443</u>

General Employees Pension Plan

Plan Description

The General Employees Pension Plan of the City of Pembroke Pines was established by Referendum in 1973 (collectively known as the "Referendum") as restated October 1, 1989, as amended by Ordinance 992 dated April 15, 1992, Ordinance 1058 dated December 15, 1993, and Ordinance 1297 dated March 17, 1999. The Plan, which is a single-employer plan, was established to provide retirement benefits to general and utility employees of the City of Pembroke Pines. 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).

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)

Service Retirement Benefits (Continued)

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:

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

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 \$3,361,081 or 19.42% 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, 2001, the Plan held no single investment that exceeded 5% of plan net assets. See Note 3 (Part a.) for risk categorization of investments.

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

NOTE 4. OTHER INFORMATION (Continued)

e. Municipal Employees Retirement Plans (Continued)

General Employees Pension Plan (Continued)

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	\$ 3,361,081
Interest on net pension obligation	-
Adjustment to annual required contribution	-
Annual pension cost	<u>3,361,081</u>
Contributions made	<u>(3,361,081)</u>
Increase in net pension obligation	-
Net pension obligation, beginning of year	-
Net pension obligation, end of year	<u>\$ -</u>

The annual required contribution for the current year was determined as part of the October 1, 2000 actuarial valuation using the frozen initial liability actuarial cost method. The actuarial assumptions included an 8.25% investment rate of return, net of administrative expenses and projected salary increases of 8.5%, which include an inflation component of 3%.

Three Year Trend Information

<u>Fiscal Year Ended</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
9/30/99	\$2,336,107	100%	\$ -
9/30/00	2,800,921	100	-
9/30/01	3,361,081	100	-

DROP Plan

Effective March 17, 1999, the City created the Deferred Retirement Option Plan (DROP) under Ordinance 1297. This plan is a defined contribution plan created in accordance with Section 401(a) of the Internal Revenue Code. An active participant of the general employees pension plan becomes eligible to participate in the DROP on the first day of the month coincident with or next following the active participant's normal retirement date. Upon entry into the DROP, an amount equal to the participant's monthly retirement benefit is transferred to an account designated by the participant for investment. The maximum period of DROP participation is five (5) years.

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

Plan Description

The City Pension Fund for Firefighters and Police Officers in the City of Pembroke Pines (CPFFPO) 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. 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.

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 the greater of (a) 66 2/3% of the average monthly earnings on the date of disability or (b) the accrued benefit.

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

Disability Benefits (Continued)

A participant who incurs a nonservice-connected disability and who has completed ten years of continuous service is entitled to a monthly benefit equal to the greater of (a) 3.5% of the average monthly earnings on the date of disability or (b) the accrued benefit.

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 \$4,267,395.

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, 2001, the Plan held no single investment that 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	\$ 4,267,395
Interest on net pension obligation	-
Adjustment to annual required contribution	-
Annual pension cost	4,267,395
Contributions made	<u>(4,267,395)</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)

City Pension Fund for Firefighters and Police Officers

Annual Pension Cost and Net Pension Obligation (Continued)

The annual required contribution for the current year was determined as part of the October 1, 2000 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>Trend Information</u>			
<u>Fiscal Year Ended</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage Of APC Contributed</u>	<u>Net Pension Obligation</u>
9/30/99	\$2,677,961	100%	\$ -
9/30/00	3,550,488	100	-
9/30/01	4,267,395	100	-

DROP Plan

During December 1996, the CPFPO adopted the Deferred Retirement Option Plan (DROP) under Ordinance 1198. The Ordinance allows eligible employees to participate in the DROP for a maximum of five years. Upon election to participate in the DROP, monthly retirement benefits that would have been payable had the member terminated employment and elected to receive monthly pension payments shall be made into the member's DROP account. DROP payments contributed to a member's DROP account earn or lose interest at the same rate and frequency as in the CPFPO, less reasonable and necessary administrative expenses. For the year ended September 30, 2001 interest income in the financial statements of the CPFPO excluded interest earned on DROP accounts totaling \$173,662.

f. Defined Contribution Plans

The City offers two defined contribution plans as follows:

City Employees

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 the City. If a participant separates from service and subsequently becomes employed with another unit of a state or local government, then

CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (Continued)

NOTE 4. OTHER INFORMATION (Continued)

f. Defined Contribution Plans (Continued)

City Employees (Continued)

the participant may rollover the benefits into his new employer's pension plan providing the plan permits rollovers. At September 30, 2001, there were seven (7) 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 Defined Benefit Pension Plan (19.42% of annual covered payroll). The City contributed \$161,982 to the Plan for the year ended September 30, 2001. Provisions of the Plan 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.

Charter Schools and Early Learning Centers Employees

Effective July 1, 2000, the City established a defined contribution plan for employees of the Charter Schools and Early Learning Centers (the Charter Schools' Plan) created in accordance with Internal Revenue Service Code Section 401(a) and Ordinance Number 1345. 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 employer's pension plan providing said plan permits rollovers. At September 30, 2001, there were two hundred twenty-nine (229) plan members. The Charter Schools' Plan members may contribute up to ten (10%) percent of their gross salary during the fiscal year. The City's required contribution is five (5%) percent of the plan member's gross salary. For the year ended September 30, 2001, the City contributed \$311,873 to the Charter School's Plan. Provisions of the Charter School's Plan may be amended by the City Commission. The Charter School's Plan is held in a trust for the exclusive benefit of the participants and their beneficiaries. Consequently, the City has no fiduciary responsibility, and therefore, the net assets of the Charter School's Plan are not included in the City's financial statements.

NOTE 5. SUBSEQUENT EVENTS

On October 11, 2001, the City issued \$19,600,000 in Public Improvement Revenue Bonds, Series 2001. Principal payments are due annually in increasing amounts beginning October 1, 2003 until the maturity date of October 1, 2022. Interest is due semi-annually beginning April 1, 2002 at rates starting at 3.5% and accelerating up to 5.5%. The proceeds are designated for various City projects including a police annex, fire and rescue system improvements, park improvements, and the payoff of the \$10,000,000 Capital Improvement Certificate of Indebtedness, Series 2000 plus \$364,624 accrued interest. The bonds are secured by a pledge of the City's electric public service tax revenues.

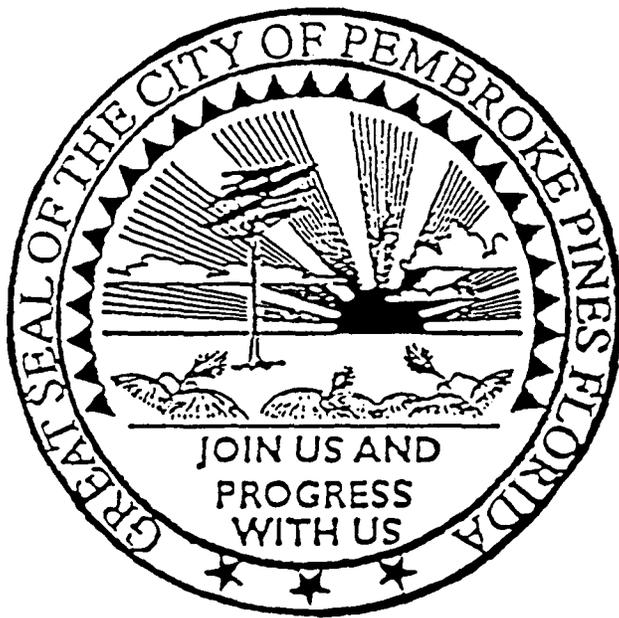
CITY OF PEMBROKE PINES, FLORIDA

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

(Continued)

NOTE 5. SUBSEQUENT EVENTS (Continued)

On December 11, 2001, the City issued \$31,910,000 in Charter School Revenue Bonds, Series 2001A. Principal payments are due annually in increasing amounts beginning July 1, 2004 until the maturity date of July 1, 2031. Interest is due semi-annually beginning July 1, 2002 at rates starting at 2.7% and accelerating up to 5.0%. The proceeds are designated for construction of a Charter Pre-School, a Charter Elementary School, a Charter Middle School, and the payoff of the remaining \$9,016,628 principal of the Certificate of Indebtedness, Series 1997 plus \$411,168 accrued interest. The bonds are secured by a pledge of rental payments to be received from the City of Pembroke Pines Charter Schools.



REQUIRED SUPPLEMENTARY INFORMATION

CITY OF PEMBROKE PINES, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF FUNDING PROGRESS

SEPTEMBER 30, 2001

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						
10/1/00	\$41,116,588	\$48,928,587	\$ 7,811,999	84.0%	\$17,310,177	45.1%
10/1/99	35,531,088	43,534,603	8,003,515	81.6	14,777,035	54.2
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
FIREFIGHTERS AND POLICE OFFICERS						
10/1/00	\$81,680,000	\$93,080,000	\$ 11,400,000	87.8%	\$20,958,000	54.4%
10/1/99	68,869,000	79,095,000	10,226,000	87.1	19,493,000	52.5
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

CITY OF PEMBROKE PINES, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION SCHEDULE OF EMPLOYER CONTRIBUTIONS

SEPTEMBER 30, 2001

Fiscal Year	(A) Annual Required <u>Contributions</u>	Employer <u>Contributions</u>	State <u>Contributions</u>	Total Employer <u>Contributions</u>	(B) Percentage <u>Contributed</u>
GENERAL EMPLOYEES					
2001	\$ 3,361,081	\$ 3,361,081	\$ -	\$ 3,361,081	100.0%
2000	2,800,921	2,800,921	-	2,800,921	100.0
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
FIREFIGHTERS AND POLICE OFFICERS					
2001	\$ 4,267,395	\$ 3,254,269	\$ 1,013,126	\$ 4,267,395	100.0%
2000	3,550,488	2,580,359	970,129	3,550,488	100.0
1999	2,750,728	1,762,362	988,366	2,750,728	100.0
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

(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	10/1/00	10/1/00
Actuarial cost method	Entry age normal frozen initial liability	Entry age
Amortization method	Level dollar, closed	Level dollar, closed
Remaining amortization period	16 years	21 years
Asset valuation method	Fair value	Fair value
Actuarial assumptions:		
Investment rate of return	8.25%	8.0%
Projected salary increases*	8.50%	6.0%
Cost of living adjustments	None	None
*Includes inflation at	3.0%	4.0%

**Combining, Individual
Fund and Account Group
Statements and Schedules**



GOVERNMENTAL FUND TYPES

- GENERAL FUND
- SPECIAL REVENUE FUNDS

GENERAL FUND

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

CITY OF PEMBROKE PINES, FLORIDA

GENERAL FUND SCHEDULE OF REVENUES - BUDGET AND ACTUAL

FISCAL YEAR ENDED SEPTEMBER 30, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Taxes:			
Ad valorem taxes	\$17,835,947	\$18,215,935	\$ 379,988
Franchise fees	8,127,950	8,479,230	351,280
Utility services taxes	9,691,483	9,355,517	(335,966)
Premium taxes	1,013,126	1,013,126	-
	<u>36,668,506</u>	<u>37,063,808</u>	<u>395,302</u>
Licenses and permits:			
Occupational licenses	2,700,000	2,463,222	(236,778)
Building permits	6,959,664	6,589,235	(370,429)
	<u>9,659,664</u>	<u>9,052,457</u>	<u>(607,207)</u>
Special assessments	<u>6,893,335</u>	<u>7,315,983</u>	<u>422,648</u>
Intergovernmental:			
Federal grants	145,417	27,795	(117,622)
State shared revenue	7,609,773	7,882,263	272,490
State grants	219,847	49,153	(170,694)
Grants - local units	153,765	137,760	(16,005)
Shared revenue - local units	140,000	134,759	(5,241)
	<u>8,268,802</u>	<u>8,231,730</u>	<u>(37,072)</u>
Charges for services:			
General government	10,589,737	9,283,522	(1,306,215)
Public safety	2,405,118	2,343,691	(61,427)
Physical environment	2,000	2,698	698
Transportation	12,400	15,710	3,310
Culture and recreation	6,265,941	6,123,297	(142,644)
Other	4,805	4,805	-
	<u>19,280,001</u>	<u>17,773,723</u>	<u>(1,506,278)</u>
Fines and forfeitures	<u>977,211</u>	<u>1,033,433</u>	<u>56,222</u>
Investment income	<u>1,626,658</u>	<u>1,847,515</u>	<u>220,857</u>
Other:			
Rents and royalties	3,152,055	2,715,064	(436,991)
Sale of equipment	20,000	36,696	16,696
Other	120,000	221,822	101,822
	<u>3,292,055</u>	<u>2,973,582</u>	<u>(318,473)</u>
Total revenues	<u>\$86,666,232</u>	<u>\$85,292,231</u>	<u>\$ (1,374,001)</u>

CITY OF PEMBROKE PINES, FLORIDA

GENERAL FUND SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL

FISCAL YEAR ENDED SEPTEMBER 30, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Current:			
General government:			
Legislative	\$ 341,821	\$ 362,238	\$ (20,417)
Executive	734,558	711,262	23,296
Financial and administrative	4,700,516	4,045,375	655,141
Legal counsel	553,175	549,615	3,560
Comprehensive planning	1,074,057	961,660	112,397
Other general government	10,373,842	8,020,965	2,352,877
	<u>17,777,969</u>	<u>14,651,115</u>	<u>3,126,854</u>
Public safety:			
Law enforcement	21,262,347	21,293,145	(30,798)
Fire control	9,373,894	9,303,185	70,709
Protective inspections	6,120,418	5,755,750	364,668
Ambulance and rescue services	10,740,812	9,896,512	844,300
Other public safety	580,349	591,904	(11,555)
	<u>48,077,820</u>	<u>46,840,496</u>	<u>1,237,324</u>
Physical environment	<u>4,098,716</u>	<u>2,829,740</u>	<u>1,268,976</u>
Transportation	<u>186,137</u>	<u>189,310</u>	<u>(3,173)</u>
Economic development	<u>1,160,594</u>	<u>910,865</u>	<u>249,729</u>
Human services	<u>4,960,994</u>	<u>4,363,362</u>	<u>597,632</u>
Culture/recreation	<u>12,302,347</u>	<u>11,435,491</u>	<u>866,856</u>
Capital outlay	<u>5,017,168</u>	<u>3,583,907</u>	<u>1,433,261</u>
Total expenditures	<u>\$93,581,745</u>	<u>\$84,804,286</u>	<u>\$ 8,777,459</u>

SPECIAL REVENUE FUNDS

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

Federal Older Americans Act Fund - To account for Federal funds received from the Division of Health and Human Services and from the local Areawide Agency on Aging. 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 - 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.

Community Development Block Grant Fund - 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.

SPECIAL REVENUE FUNDS (Continued)

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

1. COPS Ahead
 - a. Six (6) full time officers
 - b. Benefits
2. COPS More
 - a. One (1) full time Micro Computer Specialist
 - b. Overtime
 - c. Benefits
 - d. Operating expenses
 - e. Office equipment
3. Auto theft
 - a. Operating expenses
 - b. Office equipment
4. Victim's Advocate (Victims of Crime Act)
 - a. One (1) part time Clerk Specialist and one (1) part time intern
 - b. Overtime
 - c. Benefits
 - d. Operating expenses
 - e. Office equipment
5. Block grant
 - a. One (1) full time police service aide
 - b. Overtime
 - c. Benefits
6. COPS in School
 - a. Two (2) full time officers
 - b. Benefits
7. Drug Free Youth in Town (D-FY-IT)
 - a. Contractual services (operated by Broward County Commission on Substance Abuse)
8. Prepare For Success at Flanagan High School (PREP)
 - a. Contractual services (provided by Memorial Health Systems)

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, elementary, middle and high 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, 2001

	Road and Bridge	Federal Older Americans Act	State Housing Initiative Program	Community Development Block Grant	Law Enforcement Grant	Police Community Service Grant	COPS More Grant	COPS Ahead Grant	ADA Paratransit Program	Charter* Schools	Total
ASSETS											
Equity in pooled cash and cash equivalents	\$ 1,262,428	\$ 214,930	\$ 713,343	\$ 77,572	\$ -	\$ 61,802	\$ -	\$ -	\$ 133,352	\$ 4,551,921	\$ 7,015,348
Receivables:											
Special assessments:											
Delinquent	21,050	-	-	-	-	-	-	-	-	-	21,050
Deferred	202,871	-	-	-	-	-	-	-	-	-	202,871
Accrued interest	23,007	-	-	-	-	-	-	-	-	-	23,007
Other	415,404	-	-	-	-	-	-	-	-	-	415,404
Total receivables	662,332	-	-	-	-	-	-	-	-	-	662,332
Due from other funds	189,838	-	-	-	-	-	-	-	-	-	189,838
Due from other governments	-	167,781	-	62,609	93,978	-	23,298	72,562	-	130,990	551,218
Prepaid costs	-	-	-	37,090	-	-	-	-	-	-	37,090
Total assets	\$ 2,114,598	\$ 382,711	\$ 713,343	\$ 177,271	\$ 93,978	\$ 61,802	\$ 23,298	\$ 72,562	\$ 133,352	\$ 4,682,911	\$ 8,455,826
LIABILITIES AND FUND BALANCES											
Liabilities:											
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 172,062	\$ 172,062
Compensated absences	38,504	24,469	-	-	-	-	-	-	25,940	-	88,913
Deferred revenue	202,871	-	713,343	-	-	61,802	-	-	-	-	978,016
Deposits	81,319	-	-	-	-	-	-	-	-	85,173	166,492
Due to other funds	890,281	104,391	-	177,271	93,978	-	23,298	72,562	-	-	1,361,781
Total liabilities	1,212,975	128,860	713,343	177,271	93,978	61,802	23,298	72,562	25,940	257,235	2,767,264
Fund balances:											
Reserved for prepaid costs	-	-	-	37,090	-	-	-	-	-	-	37,090
Reserved for encumbrances	464,541	-	33,550	-	-	-	-	-	-	-	498,091
Unreserved:											
Designated for debt service	-	-	-	-	-	-	-	-	-	1,470,104	1,470,104
Undesignated (deficit)	437,082	253,851	(33,550)	(37,090)	-	-	-	-	107,412	2,955,572	3,683,277
Total fund balances	901,623	253,851	-	-	-	-	-	-	107,412	4,425,676	5,688,562
Total liabilities and fund balances	\$ 2,114,598	\$ 382,711	\$ 713,343	\$ 177,271	\$ 93,978	\$ 61,802	\$ 23,298	\$ 72,562	\$ 133,352	\$ 4,682,911	\$ 8,455,826

* As of June 30, 2001.

CITY OF PEMBROKE PINES, FLORIDA

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

FISCAL YEAR ENDED SEPTEMBER 30, 2001

	Road and Bridge	Federal Older Americans Act	State Housing Initiative Program	Community Development Block Grant	Law Enforcement Grant	Police Community Service Grant	COPS More Grant	COPS Ahead Grant	ADA Paratransit Program	Charter* Schools	Total
Revenues:											
Taxes	\$2,418,595	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,418,595
Special assessments	157,493	-	-	-	-	-	-	-	-	-	157,493
Intergovernmental	953,270	755,967	719,763	607,271	144,041	73,279	99,086	170,288	273,106	12,612,409	16,408,480
Charges for services	193,065	-	-	-	-	-	-	-	-	-	193,065
Investment income	63,913	-	23,572	-	-	1,038	-	-	7,246	-	95,769
Other	355,526	143,995	-	-	-	-	-	-	-	-	499,521
Total revenues	4,141,862	899,962	743,335	607,271	144,041	74,317	99,086	170,288	280,352	12,612,409	19,772,923
Expenditures:											
Current:											
Public safety	-	-	-	-	1,47,751	82,955	52,549	367,669	-	-	650,924
Transportation	2,990,117	-	-	91,939	-	-	-	-	243,202	-	3,325,258
Economic development	-	-	818,134	515,332	-	-	-	-	-	-	1,333,466
Human services	-	712,488	-	-	-	-	-	-	-	13,227,349	13,939,837
Capital outlay	2,020,139	-	270,616	-	3,540	-	88,113	-	62,246	274,318	2,718,972
Debt Service:											
Principal	-	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	55,939	55,939
Total expenditures	5,010,256	712,488	1,088,750	607,271	151,291	82,955	140,662	367,669	305,448	13,557,606	22,024,396
Excess (deficiency) of revenues over expenditures	(868,394)	187,474	(345,415)	-	(7,250)	(8,638)	(41,576)	(197,381)	(25,096)	(945,197)	(2,251,473)
Other financing sources:											
Operating transfers in	-	-	-	-	7,250	8,638	41,576	197,381	-	2,384,747	2,639,592
Operating transfers out	-	-	-	-	-	-	-	-	-	(2,267,498)	(2,267,498)
Total other financing sources	-	-	-	-	7,250	8,638	41,576	197,381	-	117,249	372,094
Excess (deficiency) of revenues and other financing sources over expenditures	(868,394)	187,474	(345,415)	-	-	-	-	-	(25,096)	(827,948)	(1,879,379)
Fund balances, beginning (as previously reported)	1,398,910	66,377	345,415	-	82,017	-	-	-	132,508	5,253,624	7,278,851
Cumulative effect of a change in accounting principle	371,107	-	-	-	-	-	-	-	-	-	371,107
Fund balances, beginning (restated)	1,770,017	66,377	345,415	-	82,017	-	-	-	132,508	5,253,624	7,649,958
Residual equity transfer out	-	-	-	-	(82,017)	-	-	-	-	-	(82,017)
Fund balances, ending	\$ 901,623	\$ 253,851	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 107,412	\$ 4,425,676	\$ 5,688,562

*For fiscal year ended June 30, 2001.

CITY OF PEMBROKE PINES, FLORIDA

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUNDS**

FISCAL YEAR ENDED SEPTEMBER 30, 2001

	Road and Bridge Fund		Federal Older American Act Fund		State Housing Initiative Program	
	Budget	Actual	Budget	Actual	Budget	Actual
Revenues:						
Taxes	\$2,234,000	\$2,418,595	\$ 184,595	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Special assessments	250,748	157,493	(93,255)	-	-	-
Intergovernmental	983,582	953,270	(30,312)	720,524	2,315,395	719,763
Charges for services	193,065	193,065	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Investment income	88,457	63,913	(24,544)	2,164	36,000	23,572
Other	1,405,586	355,526	(1,050,060)	43,220	100,775	(12,428)
Total revenues	5,155,438	4,141,862	(1,013,576)	765,908	2,351,395	(1,608,060)
Expenditures:						
Current:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Physical environment	-	-	-	-	-	-
Transportation	4,209,554	2,990,117	1,219,437	-	-	-
Economic development	-	-	-	-	2,446,810	818,134
Human services	-	-	-	770,214	-	-
Culture/recreation	-	-	-	712,488	-	-
Capital outlay	3,784,534	2,020,139	1,764,395	-	250,000	270,616
Debt service:						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total expenditures	7,994,088	5,010,256	2,983,832	770,214	2,696,810	1,088,750
Excess (deficiency) of revenues over expenditures	(2,838,650)	(868,394)	(4,306)	187,474	(345,415)	(345,415)
Other financing sources (uses):						
Operating transfers in	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-
Appropriation of prior year fund balance	2,838,650	-	(2,838,650)	4,306	345,415	(345,415)
Total other financing sources (uses)	2,838,650	-	(2,838,650)	4,306	345,415	(345,415)
Excess (deficiency) of revenues over expenditures and other financing sources	\$ -	(868,394)	\$ (868,394)	\$ 187,474	\$ -	(345,415)
Fund balances, beginning, (as previously reported)						
Cumulative effect of a change in accounting principle						
Fund balances, beginning, (restated)	1,398,910	1,398,910	-	66,377	-	345,415
Residual equity transfers	371,107	371,107	-	-	-	-
Fund balances, ending	1,770,017	1,770,017	-	66,377	-	345,415
Residual equity transfers	-	-	-	-	-	-
Fund balances, ending	\$ 901,623	\$ 901,623	\$ 868,394	\$ 253,851	\$ -	\$ -

CITY OF PEMBROKE PINES, FLORIDA

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUNDS

FISCAL YEAR ENDED SEPTEMBER 30, 2001

	<u>COPS More Grant</u>		<u>COPS Ahead Grant</u>		<u>ADA Paratransit Program</u>	
	Budget	Actual	Budget	Actual	Budget	Actual
Revenues:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-
Intergovernmental	215,173	99,086	417,200	170,288	309,449	273,106
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Investment income	-	-	-	-	5,536	7,246
Other	-	-	-	-	-	1,710
Total revenues	<u>215,173</u>	<u>99,086</u>	<u>417,200</u>	<u>170,288</u>	<u>314,985</u>	<u>280,352</u>
						<u>(34,633)</u>
Expenditures:						
Current:						
General government	-	-	-	-	-	-
Public safety	62,150	52,549	640,752	367,669	-	-
Physical environment	-	-	-	-	273,083	-
Transportation	-	-	-	-	-	-
Economic development	-	-	-	-	265,966	243,202
Human services	-	-	-	-	-	-
Culture/recreation	-	-	-	-	-	-
Capital outlay	221,167	88,113	-	-	111,265	62,246
Debt Service:	-	-	-	-	-	-
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total expenditures	<u>283,317</u>	<u>140,662</u>	<u>640,752</u>	<u>367,669</u>	<u>377,231</u>	<u>305,448</u>
	<u>(68,144)</u>	<u>(41,576)</u>	<u>(223,552)</u>	<u>(197,381)</u>	<u>(62,246)</u>	<u>37,150</u>
Excess (deficiency) of revenues over expenditures						
Other financing sources (uses):						
Operating transfers in	68,144	41,576	223,552	197,381	-	-
Operating transfers out	-	-	-	-	(26,171)	-
Appropriation of prior year fund balance	-	-	-	-	62,246	-
Total other financing sources (uses)	<u>68,144</u>	<u>41,576</u>	<u>223,552</u>	<u>197,381</u>	<u>(62,246)</u>	<u>(62,246)</u>
Excess (deficiency) of revenues over expenditures and other financing sources	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (25,096)</u>
Fund balances, beginning, (as previously reported)	-	-	-	-	132,508	-
Cumulative effect of a change in accounting principle						
Fund balances, beginning, (restated)	-	-	-	-	-	132,508
Residual equity transfers	-	-	-	-	-	-
Fund balances, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (25,096)</u>	<u>\$ (25,096)</u>

CITY OF PEMBROKE PINES, FLORIDA

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUNDS

FISCAL YEAR ENDED SEPTEMBER 30, 2001

	<u>Charter Schools</u>			<u>Total Special Revenue Funds</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:						
Taxes	\$ -	\$ -	\$ -	\$ 2,234,000	\$ 2,418,595	\$ 184,595
Licenses and permits	-	-	-	-	-	-
Special assessments	-	-	-	250,748	157,493	(93,255)
Intergovernmental	13,460,403	12,612,409	(847,994)	19,822,809	16,408,480	(3,414,329)
Charges for services	-	-	-	193,065	193,065	-
Fines and forfeitures	-	-	-	-	-	-
Investment income	-	-	-	133,191	95,769	(37,422)
Other	-	-	-	1,448,806	499,521	(949,285)
Total revenues	<u>13,460,403</u>	<u>12,612,409</u>	<u>(847,994)</u>	<u>24,082,619</u>	<u>19,772,923</u>	<u>(4,309,696)</u>
Expenditures:						
Current:						
General government	-	-	-	-	-	-
Public safety	-	-	-	1,006,022	650,924	355,098
Physical environment	-	-	-	-	-	-
Transportation	-	-	-	4,573,923	3,325,258	1,248,665
Economic development	-	-	-	3,440,866	1,333,466	2,107,400
Human services	14,230,979	13,227,349	1,003,630	15,001,193	13,939,837	1,061,356
Culture/recreation	-	-	-	-	-	-
Capital outlay	275,356	274,318	1,038	4,670,926	2,718,972	1,951,954
Debt Service:						
Principal	-	-	-	-	-	-
Interest	-	55,939	(55,939)	-	55,939	(55,939)
Total expenditures	<u>14,506,335</u>	<u>13,557,606</u>	<u>948,729</u>	<u>28,692,930</u>	<u>22,024,396</u>	<u>6,668,534</u>
Excess (deficiency) of revenues over expenditures	<u>(1,045,932)</u>	<u>(945,197)</u>	<u>100,735</u>	<u>(4,610,311)</u>	<u>(2,251,473)</u>	<u>2,358,838</u>
Other financing sources (uses):						
Operating transfers in	2,086,796	2,384,747	297,951	2,400,558	2,639,592	239,034
Operating transfers out	(2,029,280)	(2,267,498)	(238,218)	(2,029,280)	(2,267,498)	(238,218)
Appropriation of prior year fund balance	-	-	-	3,250,617	-	(3,250,617)
Total other financing sources (uses)	<u>57,516</u>	<u>117,249</u>	<u>59,733</u>	<u>3,621,895</u>	<u>372,094</u>	<u>(3,249,801)</u>
Excess (deficiency) of revenues over expenditures and other financing sources	<u>\$ (988,416)</u>	<u>(827,948)</u>	<u>\$ 160,468</u>	<u>\$ (988,416)</u>	<u>(1,879,379)</u>	<u>\$ (890,963)</u>
Fund balances, beginning, (as previously reported)		5,253,624			7,278,851	
Cumulative effect of a change in accounting principle		-			371,107	
Fund balances, beginning, (restated)		5,253,624			7,649,958	
Residual equity transfers		-			(82,017)	
Fund balances, ending		<u>\$ 4,425,676</u>			<u>\$ 5,688,562</u>	

FIDUCIARY FUND TYPES

- PENSION TRUST FUNDS
- EXPENDABLE TRUST FUND
- AGENCY FUNDS

CITY OF PEMBROKE PINES, FLORIDA

COMBINING BALANCE SHEET
FIDUCIARY FUNDS

SEPTEMBER 30, 2001

	Pension Trust Funds			Expendable Trust Funds			Agency Funds				
	General Employees	Firefighters and Police Officers		Law Enforcement Trust		FDLE	Wetland Mitigation Trust		General Trust	Sanitation	Total
		Treasury	Confiscated	Confiscated Justice	\$2 Police Assessment		Trust	Trust			
\$	-	\$ 87,012	\$ 444,042	\$ 97,791	\$1,465,280	\$	-	\$2,569,855	\$196,243	\$ 4,860,223	
Investments	40,075,147	76,763,149	-	-	-	559,594	-	-	-	117,397,890	
Receivables:											
Customer accounts	-	-	-	-	-	-	-	-	590,597	590,597	
Accrued interest	-	506,700	-	-	-	-	-	-	-	506,700	
Other	-	7,493	-	-	-	-	-	7,170	-	14,663	
Due from other funds	59,600	127,486	-	-	-	-	-	-	-	187,086	
Total assets	\$40,134,747	\$77,404,828	\$ 87,012	\$ 444,042	\$ 97,791	\$1,465,280	\$559,594	\$2,577,025	\$786,840	\$123,557,159	

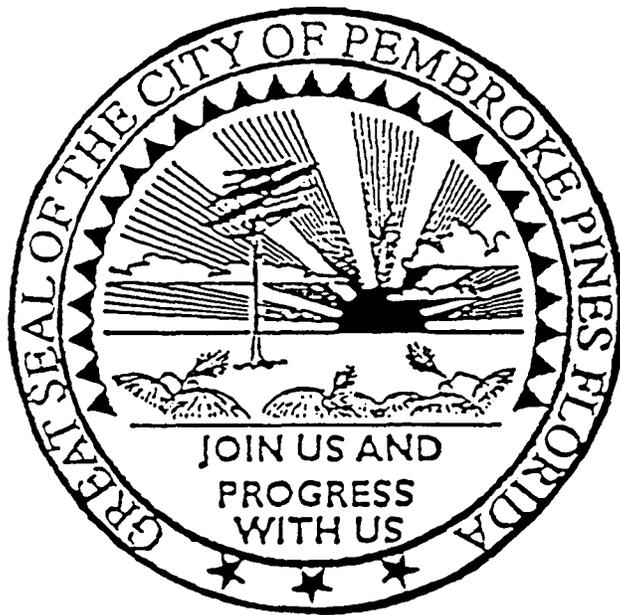
ASSETS

Assets:	
Equity in pooled cash and cash equivalents	
Investments	
Receivables:	
Customer accounts	
Accrued interest	
Other	
Due from other funds	
Total assets	

LIABILITIES AND FUND BALANCES

Liabilities:	
Accounts payable	\$ 28,600
Accrued payroll and taxes	-
DROP participants payable	1,357,479
Due to other funds	-
Total liabilities	1,386,079
Fund balances:	
Reserved for employees pension benefits	40,134,747
Unreserved:	
Designated for subsequent years' expenditures	-
Total fund balances	40,134,747
Total liabilities and fund balances	\$40,134,747

Accounts payable	\$	28,600	\$	-	\$	87,942	\$	-	\$	786,840	\$	903,382
Accrued payroll and taxes	-	-	-	-	-	-	-	-	2,389,940	-	-	2,389,940
DROP participants payable	-	1,357,479	-	-	-	-	-	-	-	-	-	1,357,479
Due to other funds	-	-	-	-	-	-	-	-	187,085	-	-	187,085
Total liabilities	-	1,386,079	-	-	-	87,942	-	-	2,577,025	786,840	-	4,837,886
Fund balances:												
Reserved for employees pension benefits	40,134,747	76,018,749	-	-	-	-	-	-	-	-	-	116,153,496
Unreserved:												
Designated for subsequent years' expenditures	-	-	87,012	444,042	97,791	1,377,338	559,594	-	-	-	-	2,565,777
Total fund balances	40,134,747	76,018,749	87,012	444,042	97,791	1,377,338	559,594	-	-	-	-	118,719,273
Total liabilities and fund balances	\$40,134,747	\$77,404,828	\$ 87,012	\$ 444,042	\$ 97,791	\$1,465,280	\$559,594	\$2,577,025	\$786,840	\$123,557,159		



PENSION TRUST FUNDS

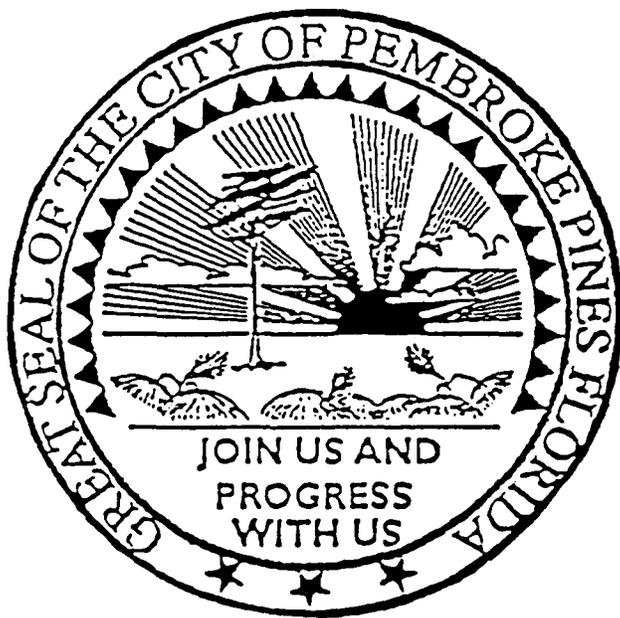
Employees Retirement Funds - To account for the accumulation of resources to be used for retirement benefits to City's General Employees and Firefighters and Police Officers. Resources are contributed by employees at rates fixed by law and by the City at amounts determined by annual actuarial valuations.

CITY OF PEMBROKE PINES, FLORIDA

COMBINING STATEMENT OF CHANGES IN PLAN NET ASSETS PENSION TRUST FUNDS

FISCAL YEAR ENDED SEPTEMBER 30, 2001

	<u>General Employees</u>	<u>Firefighters and Police Officers</u>	<u>Total</u>
ADDITIONS			
Contributions:			
Employer	\$ 3,361,081	\$ 3,254,269	\$ 6,615,350
State of Florida	-	1,013,126	1,013,126
Members	1,636,843	2,563,794	4,200,637
Others	-	2,938	2,938
Total contributions	<u>4,997,924</u>	<u>6,834,127</u>	<u>11,832,051</u>
Investment income:			
Net depreciation in fair value of investments	(3,622,572)	(13,003,223)	(16,625,795)
Interest	-	2,387,494	2,387,494
Dividends	-	372,997	372,997
	<u>(3,622,572)</u>	<u>(10,242,732)</u>	<u>(13,865,304)</u>
Less investment expenses	22,164	21,000	43,164
Net investment loss	<u>(3,644,736)</u>	<u>(10,263,732)</u>	<u>(13,908,468)</u>
Total additions	<u>1,353,188</u>	<u>(3,429,605)</u>	<u>(2,076,417)</u>
DEDUCTIONS			
Benefits paid	2,260,525	1,096,147	3,356,672
DROP benefits	-	611,343	611,343
Refunds of contributions	-	94,239	94,239
Administrative expenses	24,080	429,439	453,519
Total deductions	<u>2,284,605</u>	<u>2,231,168</u>	<u>4,515,773</u>
Net decrease	(931,417)	(5,660,773)	(6,592,190)
Net assets held in trust for pension benefits:			
Beginning of year	<u>41,066,164</u>	<u>81,679,522</u>	<u>122,745,686</u>
End of year	<u>\$40,134,747</u>	<u>\$76,018,749</u>	<u>\$ 116,153,496</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, 2001

	Law Enforcement Trust			Wetland		
	Confiscated Treasury	Justice	\$2 Police Assessment	FDLE	Mitigation Trust	Total
Revenues:						
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ 26,850	\$ 26,850
Fines and forfeitures	5,251	141,106	49,240	389,409	-	585,006
Investment income	4,247	19,652	4,556	61,172	25,632	115,259
Total revenues	9,498	160,758	53,796	450,581	52,482	727,115
Expenditures:						
Current:						
Public safety	3,956	-	29,920	32,631	-	66,507
Culture/recreation	-	-	-	-	1,460	1,460
Capital outlay	-	16,690	-	25,070	-	41,760
Total expenditures	3,956	16,690	29,920	57,701	1,460	109,727
Excess of revenues over expenditures	5,542	144,068	23,876	392,880	51,022	617,388
Fund balances, beginning	81,470	299,974	73,915	984,458	508,572	1,948,389
Fund balances, ending	\$ 87,012	\$ 444,042	\$ 97,791	\$ 1,377,338	\$ 559,594	\$ 2,565,777



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, 2001

	Balance September 30, <u>2000</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>2001</u>
<u>GENERAL TRUST FUND</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 2,236,709	\$ 62,144,744	\$ 61,811,598	\$ 2,569,855
Miscellaneous accounts receivable	-	7,170	-	7,170
Total assets	<u>\$ 2,236,709</u>	<u>\$ 62,151,914</u>	<u>\$ 61,811,598</u>	<u>\$ 2,577,025</u>
Liabilities:				
Accrued liabilities	\$ 2,008,514	\$ 58,133,241	\$ 57,751,815	\$ 2,389,940
Due to other funds	228,195	4,037,605	4,078,715	187,085
Total liabilities	<u>\$ 2,236,709</u>	<u>\$ 62,170,846</u>	<u>\$ 61,830,530</u>	<u>\$ 2,577,025</u>
<u>SANITATION FUND</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ -	\$ 7,185,569	\$ 6,989,326	\$ 196,243
Customer accounts receivable	772,314	6,888,665	7,070,382	590,597
Total assets	<u>\$ 772,314</u>	<u>\$ 14,074,234</u>	<u>\$ 14,059,708</u>	<u>\$ 786,840</u>
Liabilities:				
Accounts payable	\$ 743,485	\$ 7,003,851	\$ 6,960,496	\$ 786,840
Due to other funds	28,829	-	28,829	-
Total liabilities	<u>\$ 772,314</u>	<u>\$ 7,003,851</u>	<u>\$ 6,989,325</u>	<u>\$ 786,840</u>
<u>TOTAL - ALL AGENCY FUNDS</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 2,236,709	\$ 69,330,313	\$ 68,800,924	\$ 2,766,098
Customer accounts receivable	772,314	6,888,665	7,070,382	590,597
Miscellaneous accounts receivable	-	7,170	-	7,170
Total assets	<u>\$ 3,009,023</u>	<u>\$ 76,226,148</u>	<u>\$ 75,871,306</u>	<u>\$ 3,363,865</u>
Liabilities:				
Accounts payable	\$ 743,485	\$ 7,003,851	\$ 6,960,496	\$ 786,840
Accrued liabilities	2,008,514	58,133,241	57,751,815	2,389,940
Due to other funds	257,024	4,037,605	4,107,544	187,085
Total liabilities	<u>\$ 3,009,023</u>	<u>\$ 69,174,697</u>	<u>\$ 68,819,855</u>	<u>\$ 3,363,865</u>

CITY OF PEMBROKE PINES, FLORIDA

SCHEDULE OF GENERAL FIXED ASSETS - BY FUNCTION AND ACTIVITY

SEPTEMBER 30, 2001

<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	\$ 353,777	\$ 3,150	\$ 50,024	\$ 3,068,887
City manager	-	-	-	87,668	87,668
Personnel	-	-	-	38,809	38,809
City clerk	-	-	-	156,189	156,189
City engineer	2,215	-	-	200,753	202,968
City planner	-	-	-	142,886	142,886
Finance	-	-	-	2,670,566	2,670,566
Central stores	-	359,685	-	140,441	500,126
Maintenance compound	-	819,509	2,850	70,012	892,371
General government building	159,417	8,342,956	531,608	730,833	9,764,814
Total general government	<u>2,823,568</u>	<u>9,875,927</u>	<u>537,608</u>	<u>4,288,181</u>	<u>17,525,284</u>
Public safety:					
Code enforcement	-	-	-	148,960	148,960
Building and zoning	-	318	-	1,437,251	1,437,569
Police	190,997	3,312,142	77,401	8,995,206	12,575,746
Fire	1,036,413	3,319,424	12,829	5,477,062	9,845,728
Rescue	171,409	1,089,989	2,300	2,422,438	3,686,136
Total public safety	<u>1,398,819</u>	<u>7,721,873</u>	<u>92,530</u>	<u>18,480,917</u>	<u>27,694,139</u>
Transportation:					
Streets and sidewalks	202,504	-	13,970,744	1,614,974	15,788,222
Transit system	-	-	-	178,091	178,091
Total transportation	<u>202,504</u>	<u>-</u>	<u>13,970,744</u>	<u>1,793,065</u>	<u>15,966,313</u>
Human services:					
Community services	9,822,178	54,734,693	688,915	3,203,667	68,449,453
Parks and recreation:					
Recreation	28,770,259	7,395,915	21,905,587	3,626,175	61,697,936
Landscaping	1,650,000	1,513,388	42,861	802,475	4,008,724
Total parks and recreation	<u>30,420,259</u>	<u>8,909,303</u>	<u>21,948,448</u>	<u>4,428,650</u>	<u>65,706,660</u>
Intragovernmental services:					
Surplus property	-	-	-	610,425	610,425
Total general fixed assets allocated to functions	<u>44,667,328</u>	<u>81,241,796</u>	<u>37,238,245</u>	<u>32,804,905</u>	<u>195,952,274</u>
Construction in progress					65,598,774
Total general government					<u>261,551,048</u>
Education* (charter schools):					
Elementary school	-	-	1,218,921	621,549	1,840,470
Middle school	-	-	1,254,041	976,064	2,230,105
High School	-	-	-	129,372	129,372
Total charter schools	<u>-</u>	<u>-</u>	<u>2,472,962</u>	<u>1,726,985</u>	<u>4,199,947</u>
Total general fixed assets	<u>\$44,667,328</u>	<u>\$81,241,796</u>	<u>\$ 39,711,207</u>	<u>\$34,531,890</u>	<u>\$265,750,995</u>

*As of June 30, 2001

CITY OF PEMBROKE PINES, FLORIDA

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

FISCAL YEAR ENDED SEPTEMBER 30, 2001

<u>Function and Activity</u>	Balance September 30, 2000	<u>Additions</u>	<u>Deductions</u>	Balance September 30, 2001
General government:				
Legislative	\$ 3,068,887	\$ -	\$ -	\$ 3,068,887
City manager	87,668	-	-	87,668
Personnel	35,992	4,952	2,135	38,809
City clerk	153,081	4,680	1,572	156,189
City engineer	202,968	-	-	202,968
City planner	152,350	3,569	13,033	142,886
Finance	2,329,391	380,184	39,009	2,670,566
Central stores	482,463	17,663	-	500,126
Maintenance compound	886,451	5,920	-	892,371
General government building	9,672,847	91,967	-	9,764,814
Total general government	<u>17,072,098</u>	<u>508,935</u>	<u>55,749</u>	<u>17,525,284</u>
Public safety:				
Code enforcement	111,548	40,336	2,924	148,960
Building and zoning	1,348,585	168,300	79,316	1,437,569
Police	11,826,727	1,294,028	545,009	12,575,746
Fire	9,006,126	912,730	73,128	9,845,728
Rescue	3,242,384	471,340	27,588	3,686,136
Total public safety	<u>25,535,370</u>	<u>2,886,734</u>	<u>727,965</u>	<u>27,694,139</u>
Transportation:				
Streets and sidewalks	12,037,112	3,763,404	12,294	15,788,222
Transit system	178,091	62,246	62,246	178,091
Total transportation	<u>12,215,203</u>	<u>3,825,650</u>	<u>74,540</u>	<u>15,966,313</u>
Human services:				
Community services	69,065,502	814,122	1,430,171	68,449,453
Parks and recreation:				
Recreation	59,989,021	1,784,542	75,627	61,697,936
Landscaping	3,993,626	40,497	25,399	4,008,724
Total parks and recreation	<u>63,982,647</u>	<u>1,825,039</u>	<u>101,026</u>	<u>65,706,660</u>
Intragovernmental services:				
Surplus property	437,674	172,751	-	610,425
Construction in progress	49,705,338	16,159,825	266,389	65,598,774
Total general fixed assets	<u>\$238,013,832</u>	<u>\$26,193,056</u>	<u>\$ 2,655,840</u>	<u>\$261,551,048</u>

CITY OF PEMBROKE PINES, FLORIDA

**SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS -
BY FUNCTION AND ACTIVITY (CHARTER SCHOOLS)**

FISCAL YEAR ENDED SEPTEMBER 30, 2001

<u>Function and Activity</u>	Balance June 30, <u>2000</u>	<u>Additions</u>	<u>Deductions</u>	Balance June 30, <u>2001</u>
Education:				
Elementary school	\$ 1,741,594	\$ 98,876	\$ -	\$ 1,840,470
Middle school	2,134,035	46,070	-	2,230,105
High School	-	129,372	-	129,372
Total general fixed assets charter schools*	<u>\$ 3,925,629</u>	<u>\$ 274,318</u>	<u>\$ -</u>	<u>\$ 4,199,947</u>

*Charter schools reported as of June 30, 2001 (fiscal year)

GENERAL LONG-TERM DEBT ACCOUNT GROUP

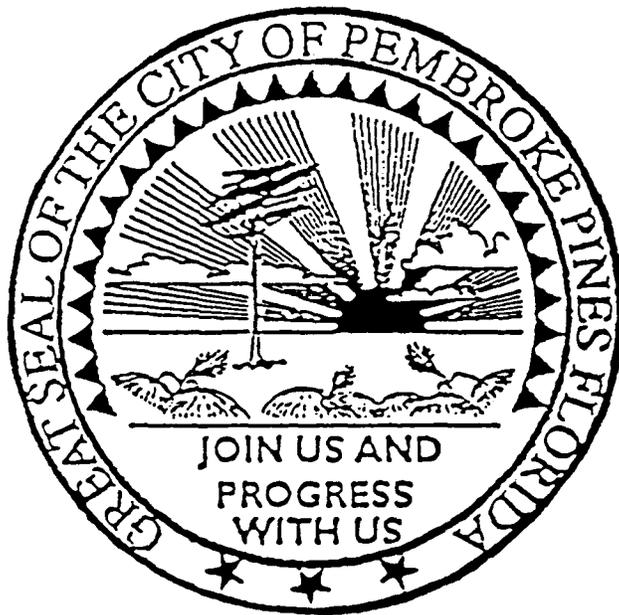
To account for unmatured principal balances of long-term debt and other long-term obligations other than those accounted for in proprietary funds or trust funds.

CITY OF PEMBROKE PINES, FLORIDA

SCHEDULE OF GENERAL LONG-TERM DEBT

SEPTEMBER 30, 2001

Amount available in debt service fund	\$ <u>12,118,329</u>
Amount to be provided for retirement of general long-term debt:	
Compensated absences	4,793,281
Loan payable	19,016,628
Bonds payable	<u>69,661,671</u>
Total amount to be provided	<u>93,471,580</u>
 Total	 <u>\$ 105,589,909</u>
 General long-term debt payable:	
Compensated absences	\$ 4,793,281
Loan payable	19,016,628
Bonds payable	<u>81,780,000</u>
 Total general long-term debt payable	 <u>\$ 105,589,909</u>



III. STATISTICAL SECTION

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>
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	1,435,000	6,011,970	9,107,760	37,092,691	14,677,388	124,069,135
2000	13,820,415	40,882,902	2,397,188	2,957,048	2,154,668	11,936,830	10,971,957	31,621,355	10,059,541	126,801,904
2001	14,726,757	47,557,927	2,829,740	3,514,568	2,244,331	19,471,201	11,436,951	21,450,938	17,629,720	140,862,133

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

CITY OF PEMBROKE PINES, FLORIDA

GENERAL GOVERNMENTAL REVENUES BY SOURCES (1) LAST TEN FISCAL YEARS

Fiscal Year	Ad Valorem Taxes	Non Ad Valorem Taxes	Licenses and Permits	Special Assessments	Inter-Governmental	Charges for Services	Fines and Forfeitures	Investment Income	Other	Total
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	16,618,793	22,575,755	10,105,676	10,481,907	14,479,561	12,083,151	1,545,253	2,529,833	3,203,497	93,623,426
2000	18,744,031	23,216,450	7,429,515	7,636,295	25,241,878	14,124,656	1,901,675	3,406,942	9,849,328	111,550,770
2001	20,319,515	25,439,275	9,105,960	8,953,985	27,232,171	17,993,638	1,618,439	3,197,232	7,404,364	121,264,579

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

CITY OF PEMBROKE PINES, FLORIDA

PROPERTY TAX LEVIES AND COLLECTIONS LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Total Tax Levy (1)</u>	<u>Current Tax Collections</u>	<u>Percentage of Levy Collected</u>	<u>Delinquent Tax Collections</u>	<u>Total Tax Collections</u>	Percentage of Total Tax Collections to Tax Levy	<u>Outstanding Delinquent Taxes Receivable</u>
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	16,603,304	96.0%	15,489	16,618,793	96.1%	38,157
2000	19,352,972	18,590,738	96.1%	153,293	18,744,031	96.9%	28,642
2001	21,087,326	20,135,936	95.5%	183,579	20,319,515	96.4%	27,271

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

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>Florida Inland Navigational District</u>	<u>Total</u>
Tax Millage Rates (1)							
1992	3.7968	6.8329	9.6086	0.5470	2.0935	0.0550	22.9338
1993	3.8160	7.2275	9.9258	0.5470	2.1173	0.0530	23.6866
1994	4.1588	7.9618	9.8310	0.5470	2.1823	0.0520	24.7329
1995	4.0882	8.1327	9.8197	0.5970	2.1823	0.0510	24.8709
1996	4.0882	8.1165	10.0366	0.6470	2.1132	0.0400	25.0415
1997	4.0882	7.7524	9.9400	0.6720	2.1132	0.0380	24.6038
1998	3.9034	7.8380	9.9745	0.6970	2.1132	0.0050	24.5311
1999	3.9034	7.5710	9.7256	0.6970	2.1132	0.0470	24.0572
2000	3.9034	7.5710	9.7256	0.6970	2.1132	0.0470	24.0572
2001	3.9034	7.5710	9.1283	0.6970	2.0831	0.0440	23.4268

(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 <u>Due</u>	<u>Current</u>	<u>Delinquent</u>	<u>Deferred</u>	<u>Accrued Interest</u>	<u>Total</u>
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
2000	8,100,160	8,015,963	99%	99,506	96,178	3,609,471	113,038	3,918,193
2001	7,790,487	7,950,180	102%	-	85,030	325,475	63,999	474,504

CITY OF PEMBROKE PINES, FLORIDA

COMPUTATION OF LEGAL DEBT MARGIN

SEPTEMBER 30, 2001

Effective taxable value (2001)	\$5,870,701,135
Plus exempt property	<u>984,746,351</u>
Total assessed value	<u>\$6,855,447,486</u>
Amount of debt outstanding:	
Public Improvement Refunding Revenue Bonds, Series 1992	\$ 955,000
Public Improvement Revenue Bonds, Series 1993	5,205,000
Capital Improvement Revenue Bonds, Series 1993	6,895,000
Certificate of Indebtedness, Series 1997	9,016,628
Public Improvement Revenue Bonds, Series 1998	24,055,000
Capital Improvement Revenue Bonds, Series 1999	44,670,000
Certificate of Indebtedness, Series 2000	<u>10,000,000</u>
	100,796,628
Less reserve for debt service	<u>12,118,329</u>
Net amount of debt outstanding	<u>\$ 88,678,299</u>

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.

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.

CITY OF PEMBROKE PINES, FLORIDA

COMPUTATION OF LEGAL DEBT MARGIN

(Continued)

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.

Certificate of Indebtedness, Series 2000

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 ½ cent sales tax revenues.

CITY OF PEMBROKE PINES, FLORIDA

COMPUTATION OF DIRECT AND OVERLAPPING DEBT

SEPTEMBER 30, 2001

	Gross Debt Outstanding (1)	Percent (2)	<u>Amount</u>
City of Pembroke Pines			
Total direct debt	\$ -	- %	\$ -
 Broward County			
Public Improvement Bonds	405,175,000	7.1%	28,811,879
 Broward County Board of Public Instruction:			
General Obligation Refunding Series 1992	69,745,104	7.1%	4,959,555
General Obligation Refunding Series 1993	<u>102,595,001</u>	7.1%	<u>7,295,501</u>
 Total overlapping debt	<u>577,515,105</u>		<u>41,066,935</u>
 Total direct and overlapping debt	<u>\$577,515,105</u>		<u>\$41,066,935</u>

(1) Gross general obligation debt outstanding.

(2) Determined by ratio of 2001 effective taxable value in overlapping unit and the City of Pembroke Pines as shown on the 2001 DR-420.

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

Debt Service Requirements (3)

Fiscal Year	Pledged Revenues (1)	% Change	1991 Electric Public Service Tax Certificate	1993 Public Improvement Revenue Bonds (2)	1998 Public Improvement Revenue Bonds (5)	Total	Coverage
1992	\$3,588,263	-	\$ 661,628	\$ -	\$ -	\$ 661,628	5.4
1993	4,277,063	19.2%	688,093	1,389,023 (4)	-	2,077,116	2.1
1994	4,516,839	5.6%	1,308,981	574,059	-	1,883,040	2.4
1995	5,049,051	11.8%	1,725,165	688,871	-	2,414,036	2.1
1996	5,547,070	9.9%	1,861,331	688,871	-	2,550,202	2.2
1997	5,984,413	7.9%	425,020	963,551	-	1,388,571	4.3
1998	6,541,977	9.3%	-	2,554,931	-	2,554,931	2.6
1999	6,760,447	3.3%	-	3,033,825	592,291	3,626,116	1.9
2000	6,703,083	(0.8)%	-	3,039,144	1,134,175	4,173,319	1.6
2001	6,871,802	2.5%	-	3,034,484	1,134,175	4,168,659	1.6

Coverage of Estimated Combined Maximum Annual Debt Service

Electric Public Service Tax - Most Recent Fiscal Year	\$6,871,802
Combined Maximum Annual Debt Service	\$4,920,520
Coverage	1.4

- (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 1993 since the bonds were issued on June 29, 1993.
- (3) Excludes bank service charges.
- (4) Represents the Public Improvement Revenue Bonds, Series 1986 which were defeased by the 1993 Public Improvement Revenue Bonds.
- (5) 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,
CAPITAL IMPROVEMENT REVENUE BONDS, SERIES 1995 AND
CAPITAL IMPROVEMENT REVENUE BONDS, SERIES 1999

Fiscal Year	Pledged Revenues (1)	% Change	Debt Service Requirements (3)				Total	Coverage
			1992 Public Improvement Ref. Rev. Bonds	1993 Capital Improvement Revenue Bonds (2)	1995 Capital Improvement Revenue Bonds (5)	1999 Capital Improvement Revenue Bonds (4)		
1992	\$1,300,857	-	\$ 48,343	\$ -	\$ -	\$ -	\$ 48,343	26.9
1993	2,964,208	127.9%	197,765	-	-	-	197,765	15.0
1994	3,242,647	9.4%	420,673	228,957	-	-	649,630	5.0
1995	3,394,805	4.7%	454,303	392,498	-	-	846,801	4.0
1996	3,885,515	14.5%	507,700	525,405	262,600	-	1,295,705	3.0
1997	4,560,358	17.4%	511,240	525,933	583,555	-	1,620,728	2.8
1998	4,531,246	(0.6%)	513,100	525,906	583,555	-	1,622,561	2.8
1999	4,850,760	7.1%	508,133	525,335	583,555	-	1,617,023	3.0
2000	4,883,095	0.7%	511,115	524,310	-	2,363,264	3,398,689	1.4
2001	6,127,824	25.5%	507,245	522,850	-	2,720,493	3,750,588	1.6

Coverage of Estimated Combined Maximum Annual Debt Service:

Electric Franchise Fees - Most Recent Fiscal Year	\$6,127,824
Combined Maximum Annual Debt Service	\$4,622,005
Coverage	1.3

- (1) Pledged revenues consist of the Electric Franchise Fees on an even parity for all issues.
- (2) No statistics are available prior to fiscal year 1994 since the bonds were issued on November 17, 1993.
- (3) Excludes bank service charges.
- (4) No statistics are available prior to fiscal year 2000 since the bonds were issued on April 27, 1999.
- (5) No statistics are available prior to fiscal year 1996 since the bonds were issued on October 19, 1995. The 1995 Capital Improvement Revenue Bonds were defeased by the 1999 Capital Improvement Revenue Bonds.

CITY OF PEMBROKE PINES, FLORIDA

LEGALLY AVAILABLE NON-AD VALOREM REVENUES

	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>
Governmental fund types and expendable trust funds:					
Non-ad valorem taxes	\$ 18,141,244	\$ 19,629,361	\$ 22,575,755	\$ 23,216,450	\$ 25,439,275
Licenses and permits	8,903,487	9,811,982	10,105,676	7,429,515	9,105,960
Assessments	11,017,284	11,226,489	10,481,907	7,636,295	8,953,985
Intergovernmental	8,793,307	10,126,718	14,479,561	25,241,878	27,232,171
Charges for services	7,961,641	8,616,379	12,083,151	14,124,656	17,993,638
Fines and forfeitures	1,264,895	839,129	1,545,253	1,901,675	1,618,439
Investment income	1,929,827	2,154,498	2,529,833	3,406,942	3,197,232
Other	1,092,369	3,070,736	3,203,497	9,849,328	7,404,364
Enterprise funds:					
Charges for services	17,630,388	18,793,762	19,402,050	20,169,212	20,753,262
Investment income	3,166,733	3,029,939	2,162,731	3,907,576	5,055,972
Other	1,205,105	490,022	580,236	699,587	231,448
Total revenues	<u>81,106,280</u>	<u>87,789,015</u>	<u>99,149,650</u>	<u>117,583,114</u>	<u>126,985,746</u>
Less restricted revenues from:					
Enterprise funds	(22,002,226)	(22,313,723)	(22,145,017)	(24,776,375)	(26,040,682)
Permanent funds and expendable trust funds	(802,367)	(215,191)	(776,794)	(1,034,552)	(682,690)
Total restricted revenues	<u>(22,804,593)</u>	<u>(22,528,914)</u>	<u>(22,921,811)</u>	<u>(25,810,927)</u>	<u>(26,723,372)</u>
Total sources of legally available non-ad valorem revenues	<u>\$ 58,301,687</u>	<u>\$ 65,260,101</u>	<u>\$ 76,227,839</u>	<u>\$ 91,772,187</u>	<u>\$ 100,262,374</u>

CITY OF PEMBROKE PINES, FLORIDA

SCHEDULE OF DEBT SERVICE ON OUTSTANDING BONDS AS OF SEPTEMBER 30, 2001

Fiscal Year Ending September 30th	Golf Course		Charter Middle School and Academy Village		Charter High School and Other Capital Projects		Community Center Projects		Senior Center		Public Improvement Revenue Bonds, Series 1992		Public Improvement Revenue Bonds, Series 1993		Public Improvement Revenue Bonds, Series 1997		Public Improvement Revenue Bonds, Series 1998		Public Improvement Revenue Bonds, Series 1999		Certificate of Indebtedness Series 2000		Total Debt Service
	1992	1993	1992	1993	1992	1993	1992	1993	1992	1993	1992	1993	1992	1993	1992	1993	1992	1993	1992	1993	1992	1993	
2002	\$ 506,673	\$ 3,027,475	\$ 520,943	\$ 520,943	\$ 1,134,175	\$ 1,134,175	\$ 2,588,923	\$ 2,588,923	\$ 9,427,796	\$ 9,427,796	\$ 1,134,175	\$ 1,134,175	\$ 2,588,923	\$ 2,588,923	\$ 10,364,624	\$ 10,364,624	\$ 27,570,609						\$ 27,570,609
2003	504,210	2,424,125	523,457	523,457	1,134,175	1,134,175	2,587,727	2,587,727	-	-	1,134,175	1,134,175	2,587,727	2,587,727	-	-	7,173,694						7,173,694
2004	-	-	520,357	520,357	-	-	3,095,926	3,095,926	-	-	1,889,160	1,889,160	3,095,926	3,095,926	-	-	5,505,443						5,505,443
2005	-	-	521,683	521,683	-	-	3,098,253	3,098,253	-	-	1,893,045	1,893,045	3,098,253	3,098,253	-	-	5,512,981						5,512,981
2006	-	-	522,295	522,295	-	-	3,093,400	3,093,400	-	-	1,890,245	1,890,245	3,093,400	3,093,400	-	-	5,505,940						5,505,940
2007	-	-	522,170	522,170	-	-	3,095,942	3,095,942	-	-	1,890,710	1,890,710	3,095,942	3,095,942	-	-	5,508,822						5,508,822
2008	-	-	521,420	521,420	-	-	3,095,605	3,095,605	-	-	1,883,750	1,883,750	3,095,605	3,095,605	-	-	5,500,775						5,500,775
2009	-	-	520,055	520,055	-	-	3,097,195	3,097,195	-	-	1,884,415	1,884,415	3,097,195	3,097,195	-	-	5,501,665						5,501,665
2010	-	-	518,070	518,070	-	-	3,100,410	3,100,410	-	-	1,888,027	1,888,027	3,100,410	3,100,410	-	-	5,506,507						5,506,507
2011	-	-	520,256	520,256	-	-	3,094,651	3,094,651	-	-	1,883,787	1,883,787	3,094,651	3,094,651	-	-	5,498,694						5,498,694
2012	-	-	516,606	516,606	-	-	3,099,391	3,099,391	-	-	1,881,383	1,881,383	3,099,391	3,099,391	-	-	5,497,380						5,497,380
2013	-	-	517,300	517,300	-	-	3,100,379	3,100,379	-	-	1,880,720	1,880,720	3,100,379	3,100,379	-	-	5,498,399						5,498,399
2014	-	-	517,206	517,206	-	-	3,102,376	3,102,376	-	-	1,881,200	1,881,200	3,102,376	3,102,376	-	-	5,500,782						5,500,782
2015	-	-	516,131	516,131	-	-	3,099,628	3,099,628	-	-	1,877,250	1,877,250	3,099,628	3,099,628	-	-	5,493,009						5,493,009
2016	-	-	518,931	518,931	-	-	3,097,065	3,097,065	-	-	1,874,250	1,874,250	3,097,065	3,097,065	-	-	5,490,246						5,490,246
2017	-	-	515,791	515,791	-	-	3,099,426	3,099,426	-	-	1,878,000	1,878,000	3,099,426	3,099,426	-	-	5,493,217						5,493,217
2018	-	-	516,709	516,709	-	-	3,101,665	3,101,665	-	-	1,873,375	1,873,375	3,101,665	3,101,665	-	-	5,491,749						5,491,749
2019	-	-	516,553	516,553	-	-	3,102,962	3,102,962	-	-	1,870,375	1,870,375	3,102,962	3,102,962	-	-	5,489,890						5,489,890
2020	-	-	515,322	515,322	-	-	3,103,463	3,103,463	-	-	1,868,750	1,868,750	3,103,463	3,103,463	-	-	5,487,535						5,487,535
2021	-	-	513,016	513,016	-	-	3,106,025	3,106,025	-	-	1,863,375	1,863,375	3,106,025	3,106,025	-	-	5,482,416						5,482,416
2022	-	-	514,500	514,500	-	-	3,105,131	3,105,131	-	-	1,864,000	1,864,000	3,105,131	3,105,131	-	-	5,483,631						5,483,631
2023	-	-	514,641	514,641	-	-	3,103,069	3,103,069	-	-	1,860,375	1,860,375	3,103,069	3,103,069	-	-	5,478,085						5,478,085
2024	-	-	513,438	513,438	-	-	3,104,444	3,104,444	-	-	-	-	3,104,444	3,104,444	-	-	3,617,882						3,617,882
2025	-	-	-	-	-	-	3,590,737	3,590,737	-	-	-	-	3,590,737	3,590,737	-	-	3,590,900						3,590,900
2026	-	-	-	-	-	-	3,591,875	3,591,875	-	-	-	-	3,591,875	3,591,875	-	-	3,591,875						3,591,875
2027	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-						-
2028	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-						-
Total debt service	\$ 1,010,883	\$ 5,451,600	\$ 11,916,850	\$ 11,916,850	\$ 39,844,542	\$ 39,844,542	\$ 81,046,568	\$ 81,046,568	\$ 9,427,796	\$ 9,427,796	\$ 39,844,542	\$ 39,844,542	\$ 81,046,568	\$ 81,046,568	\$ 10,364,624	\$ 10,364,624	\$ 159,062,863						\$ 159,062,863
Principal outstanding	\$ 955,000	\$ 5,205,000	\$ 6,895,000	\$ 6,895,000	\$ 24,055,000	\$ 24,055,000	\$ 44,670,000	\$ 44,670,000	\$ 9,016,628	\$ 9,016,628	\$ 24,055,000	\$ 24,055,000	\$ 44,670,000	\$ 44,670,000	\$ 10,000,000	\$ 10,000,000	\$ 100,796,628						\$ 100,796,628

(1) This bond issue funded (a) improvements 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

Fiscal Year	Population (1)	Income Per Capita (2)	Grade School Enrollment (3)	Commercial Bank Deposits (4)	Unemployment Rate Expressed As a Percentage (5)			
					United States	Florida	Broward County	Pembroke Pines
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	27,530	8,058	1,863,205,000	5.0*	4.9*	4.9*	3.2*
1998	112,692	28,546	9,404	808,844,000	4.1	4.5	4.8	3.1
1999	120,091	29,442	10,924	1,382,264,000	4.1	4.1	4.1	2.7
2000	137,427	(2a)	11,694	1,380,262,000	4.0	3.6	3.7	2.4
2001	141,659	(2a)	11,637	1,374,147,000	4.4	3.9	4.0	2.6

Source:

(1) Year 2000 is from the U.S. Census. All others are estimates from the University of Florida's Statistical Abstract.

(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 commercial deposits as of September 30th.

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

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

CITY OF PEMBROKE PINES, FLORIDA

SCHOOL ENROLLMENT

	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001
Community College: (1)										
Broward Community College	-	-	-	-	-	-	-	-	666	801
Pines Center -Academic Village	7,655	7,074	7,674	7,388	7,332	7,603	7,726	7,427	7,701	7,806
South Campus (1)	7,655	7,074	7,674	7,388	7,332	7,603	7,726	7,427	8,367	8,607
Total BCC Enrollment										
High School: (2)										
Pembroke Pines Charter High School	-	-	-	-	-	-	-	-	570	1,032
Flanagan	-	-	-	-	2,248	3,311	4,158	4,857	4,925	5,480
Total High School Enrollment	-	-	-	-	2,248	3,311	4,158	4,857	5,495	6,512
Middle Schools (2):										
Pines Middle School	1,415	1,466	1,554	1,571	1,598	1,646	1,665	1,606	1,658	1,837
Silver Trail Middle	-	-	-	-	-	1,881	2,085	1,873	1,926	2,354
Walter C. Young	1,449	1,731	2,149	2,150	2,006	1,772	1,897	2,554	2,044	2,072
Pembroke Pines Charter Middle School	-	-	-	-	-	-	-	-	672	672
Total Middle School Enrollment	2,864	3,197	3,703	3,721	3,604	5,299	5,647	6,033	6,300	6,935
Elementary Schools (2):										
Pembroke Pines	847	885	878	914	949	918	893	843	896	873
Pembroke Lakes	1,104	1,125	1,093	1,056	1,043	1,009	935	899	942	896
Pines Lakes	1,308	1,605	2,272	998	810	969	814	843	1,011	1,111
Pasadena Lakes	768	833	905	842	899	876	907	924	899	948
Palm Cove	-	746	847	910	1,065	1,134	1,114	1,149	1,215	1,223
Chapel Trail	-	-	-	1,428	1,498	1,602	1,311	1,365	1,436	1,436
Silver Palms	-	-	-	656	1,594	1,550	1,010	1,379	1,422	1,506
Panther Run	-	-	-	-	-	-	986	1,335	1,360	1,432
Lakeside	-	-	-	-	-	-	730	1,187	1,513	1,112
Pembroke Pines Charter Elementary	-	-	-	-	-	-	704	1,000	1,000	1,100
Total Elementary School Enrollment	4,027	5,194	5,995	6,804	7,858	8,058	9,404	10,924	11,694	11,637

(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

Year	Miscellaneous		Residential		Commercial		Total Value of Construction	Assessed Value (3)
	Total Permits Issued	Permits Issued	Number Units	Valuation	Number Units (2)	Valuation		
1992	4,602	4,068	1,723	\$ 167,709,475	124	\$ 38,854,374	\$ 219,997,894	\$ 2,630,669,601
1993	8,822	5,738	3,489	335,827,290	114	18,592,987	371,928,790	2,923,526,065
1994	8,603	6,579	4,765	429,869,156	158	28,765,818	481,729,816	3,293,348,816
1995	10,205	6,395	2,333	218,452,602	138	17,541,902	255,486,727	3,893,606,915
1996	10,957	8,512	3,916	318,070,814	94	24,132,924	381,266,523	4,503,625,967
1997	11,004	7,361	3,546	275,652,523	97	30,100,323	336,922,802	5,093,162,673
1998	9,268	6,508	2,669	260,529,339	91	58,544,338	348,735,567	5,470,069,790
1999	10,171	8,764	1,828	177,081,893	51	25,844,899	243,266,228	5,726,468,609
2000	9,957	8,881	1,040	124,146,207	36	44,803,999	213,486,894	6,289,968,753
2001	10,368	8,899	1,446	186,519,453	23	12,987,592	265,146,376	6,855,447,486

(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, 2001

<u>Taxpayer</u>	<u>Type of Business</u>	<u>Taxable Valuation</u>	<u>Percentage of Total Taxable Valuation</u>
Pembroke Lakes Mall LTD	Shopping Center	\$ 91,810,560	1.56%
Pasadena Place Associates	Apartments and condominiums	65,177,600	1.11%
Prudential Insurance Co. of America	Shopping Center	40,264,220	0.69%
Marquesa Apartment Corporation	Apartments and condominiums	38,776,730	0.66%
Taplin Falls Ltd.	Apartments and condominiums	32,337,020	0.55%
KLS Flamingo Land Trust	Shopping Center	31,655,350	0.54%
West Fork C Associates I LP	Shopping Center	30,743,500	0.52%
WRI / Pembroke Ltd.	Shopping Center	28,959,840	0.49%
Pembroke Cove Apartments LLC	Apartments and condominiums	25,638,910	0.44%
Merry Land & Invest Co. Inc.	Apartments and condominiums	<u>25,028,270</u>	<u>0.43%</u>
		<u>\$410,392,000</u>	<u>6.99%</u>

CITY OF PEMBROKE PINES, FLORIDA

MISCELLANEOUS STATISTICAL DATA

SEPTEMBER 30, 2001

Date of Incorporation	1960
Form of Government	Commission/Manager
Area	35.4 square miles
Miles of Streets	439.46
Number of fire stations	6
Firemen and support staff	235
Number of police stations	1
Full-time sworn officers and support staff	252
Number of elementary schools	10
Number of students	11,637
Number of middle schools	4
Number of students	6,935
Number of high schools	2
Number of students	6,512
Number of water accounts	41,699
Average daily consumption	11.25 million gallons per day
Miles of water mains	485
Sanitary sewers	397 miles
Number of lift stations	166
Storm sewers	222 miles
Fire hydrants	4,048
Building permits issued	10,368
Number of parks including 1 operated by the county	28 parks with 923.21 acres
Number of golf courses	4 private courses 1 owned by City
Number of libraries	3 operated by Broward County
Number of full-time civil service employees	1,197
Number of part-time and temporary employees	<u>340</u>
Total number of employees	<u>1,537</u>

CITY OF PEMBROKE PINES, FLORIDA

SCHEDULE OF INSURANCE IN FORCE
FISCAL YEAR ENDED SEPTEMBER 30, 2001

<u>Company</u>	<u>Policy Number</u>	<u>Effective Date</u>	<u>Coverage</u>	<u>Limits</u>	<u>Premium</u>
Hartford Life Insurance Co.	ETB 12917	10/1/00-9/30/03	Police & Fire Accident Ins. (Per State Statute)	\$25,000/person	\$ 7,549
Hartford Steam Boiler	FBP4910539	10/1/00-9/30/01	Equipment Breakdown	\$50,000,000 with \$1,000 deductible	7,169
Hartford Steam Boiler	FBP4910538	10/1/00-9/30/01	Equipment Breakdown W.C. Young Resource Center	\$50,000,000 with \$1,000 deductible	1,187
American Alternative Ins. Corp.	AAIC23-A2-GP0000002	10/1/00-9/30/01	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	217,500
Florida Municipal Insurance Trust	FMIT470	10/1/00-9/30/01	Property; Auto physical damage	\$25,000 deductible. Stoploss \$570,696	532,219
Gallagher Bassett Ins. Service		10/1/00-9/30/01	Service fee		70,000
National Union Fire Ins. Company	8728867	4/1/01-3/31/02	Public official and employment liab.	\$2,000,000 with \$50,000 deductible	97,865
Western World Insurance Co.	NPP07849	9/30/01-9/30/02	EMT malpractice	\$1,000,000	21,595
National Union Fire Ins. Company	4161106	10/1/00-9/30/01	Excess workers' compensation	Statutory. \$2,000,000 limit/occurrence	39,619
Lloyds Great Lakes Reinsurance	D2000XP00001102	9/30/01-9/30/02	Excess ambulance malpractice	\$1,000,000/ \$3,000,000, Gen Aggr.	8,653
Hartford Fire Insurance Company	21BPEAE5019	10/1/00-9/30/01	Employee theft - four city officials	\$75,000 Excess \$25,000 SIR	238
Hartford Fire Insurance Company	21BPEAF5397	10/1/00-9/30/01	Employee theft - all employees	\$75,000 Excess \$25,000 SIR	1,161
Hartford Ins. Co. of the Southeast	RN-587579	12/10/00-12/9/01	Public officials bond	\$100,000 - Covers Finance Director	750
American Bankers	Various	Various	Flood	Limits/premiums vary per location	36,926
National Fire & Marine Ins. Co.	72LPLE669459	9/22/01-9/21/02	Rental facilities	\$1,000,000	15,850
Benesight Admin. Fees	100001	10/1/00-9/30/01	Administrative fees		280,000
United Excess Health Premium		10/1/00-9/30/01	EPO/ PPO	Unlimited	510,000
Medical Life Insurance Company	G12351 00001	10/1/00-9/30/01	Employees' life insurance	1 x base annual salary-max.\$100,000	215,000
Commerce and Industry Ins. Co.	FPL8084644	11/26/00-11/26/01	Storage tank third-party liability	\$1MM/\$2MM aggreg.;\$10,000 deduc.	3,281

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 over 50 neighborhood and community shopping centers, which are capable of supplying needed goods and services for the area. Fort Lauderdale, 30 minutes away 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. A City Commission consisting of a mayor and four members governs the City. The mayor serves a four-year term and the vice-mayor and three commissioners serve four year staggered terms. The position of mayor is a publicly 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; Ben Fiorendino, Vice-Mayor; William B. Armstrong, 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 currently the 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 24 years of administrative experience with the City of Pembroke Pines. Before becoming City Manager, Mr. Dodge served the City as Acting City Manager, Assistant City Manager, and City Clerk.

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

Police

The Pembroke Pines Police Department is dedicated to providing the highest level of professional and committed 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 continues its crime-fighting effectiveness through partnership with the City's residents and businesses. While the FBI Uniform Crime Index showed a modest increase over FY 2000, the victimization rate (the likelihood of becoming a victim) fell from 26.3 per 1,000 population in 2000 to 23.3 per 1,000 in 2001. This all-important statistic has a direct correlation to citizen perception of safety.

The City's Police Department employs 215 sworn officers and 50 civilian personnel. The daily operation of the department is overseen by Chief Dan S. Giustino; Major John Nasta commands the Operations

CITY OF PEMBROKE PINES, FLORIDA

GENERAL INFORMATION

(Continued)

Bureau and Major Patrick Lynn commands the Administration Bureau. Six Police Captains provide daily management oversight to the agency's primary divisions.

Operational Services

The members of this Bureau perform many of the patrol functions generally associated with a police agency - Patrol, K-9 Unit, Mounted Patrol Unit, Dive Team, Bicycle Unit, Honor Guard, and a Traffic Unit. These separate units operate in a unified manner, as each brings its unique expertise and capabilities to Police Department operations. Combined, these components responded to 105,508 calls-for-service in 2001.

The Pembroke Pines Police K-9 Unit consists of three police officers and their K-9 partners. The K-9 Unit provides back-up 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 of missing persons. K-9's are also able to detect illegal drugs hidden in homes, businesses, and vehicles.

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

Three officers comprise the Bicycle Unit; they patrol on highly visible, full-suspension mountain bikes throughout the City. 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 bicycle helmet.

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

The Pembroke Pines 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. Most have advanced training and have completed Accident Reconstruction class. The primary responsibilities of the Unit are selective enforcement of traffic laws, follow-up investigations on hit and run crashes, traffic accidents, and traffic fatalities. Traffic enforcement has been increased in an effort to reduce crashes and injuries. Traffic fatalities for 2001 fell by 120% from 2000. The Unit participates in traffic operations targeting driving under the influence (DUI) through multi-agency sobriety checkpoints. DUI prosecutions declined by 52.8% from FY 2000. Safety checkpoints are periodically conducted to check driver licenses and equipment violations. 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. The ultimate goal of the Unit is to reduce accidents and injuries and to save lives.

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

CITY OF PEMBROKE PINES, FLORIDA

GENERAL INFORMATION

(Continued)

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

Administration Bureau

The Administration Bureau is comprised of three Divisions: The Professional Compliance Bureau, the Support Services Bureau, and the Community Services Division. Professional Compliance includes Training, Internal Affairs, Finance, and Planning & Grant Management; Support Services includes Technology, Payroll, Records & Dispatch, and Property; Community Services entails the Youth Services and the Community Services Units.

The Court Liaison processed 33,055 uniform traffic citations and 17,718 subpoenas during 2001. This office also serves as an important informational resource for citizens.

The Computer Services Unit continues to support the goals of the agency in developing and implementing new technology. Currently, the Unit maintains over 180 laptop computers placed in department vehicles. The laptops are capable of querying various databases and submitting police reports using wireless data transfer. Additionally, the agency uses server technology and local area network to connect over 100 desktop computers in order to maintain a modern Records Management System.

The Records Unit also collected \$19,134 in administrative costs in 2001, and is responsible for maintaining all reports generated by officers. The Crime Scene Unit processed 1,800 crime scenes for evidentiary purposes during 2001.

The Crime Analyst supports the agency by providing timely crime trend information. Through the use of computer technology, the analyst is able to plot and map crime patterns using a geographic information system. This, along with the review of crime reports, allows the agency to address the deployment of its officers to best address the needs of the community.

The Community Affairs Unit includes six officers (each assigned to a specific area within the City), and a Police Service Aide (PSA). 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. The Police Athletic League (PAL) has over 200 youth enrolled from our community. PAL activities include basketball, karate, boxing, wrestling, youth leaders, and computer classes. Grant funding was obtained to establish a computer learning center at the PAL building.

The Youth Affairs Unit primary mission is school safety, and the Unit includes the School Resource officers as well as the D.A.R.E. Program instructors.

The Mounted Patrol Unit consists of three police officers and their equine partners. This Unit is a highly visible, proactive, community policing component. The Mounted Unit patrols parking lots of shopping centers, school campuses, as well as residential neighborhoods. This 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 C.B. Smith Park.

CITY OF PEMBROKE PINES, FLORIDA

GENERAL INFORMATION (Continued)

Department Achievements

A police officer continues to be assigned to the daily suspension abeyance program (PASS), 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 these functions and provides parenting classes for at-risk families that are referred through a variety of sources.

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 Victims of Crime Act (VOCA) grant provided for an Assistant Victim Advocate to enhance the quantity and quality of Victims Services.
- Renewal of a federal COPS Universal Hiring Program was received and has funded one police officer position. The total number of federally funded officer positions supported by the Grant has totaled eighteen since its inception in 1996.
- A COPS in Schools grant continues to fund two School Resource Officer positions; there is a second CIS Grant pending with the Office Community-Oriented Policing in Washington, D.C.
- The Local Law Enforcement Block Grant was awarded for the fourth year in a row; this Grant will fund the purchase of Taser restraining devices to be used by officers in suspect confrontations. Officer safety is the primary purpose of this purchase.
- The Police Department participated in the second year of the Bulletproof Vest Partnership Program from the Bureau of Justice Assistance. This program reimbursed over \$3,700 of the cost of body armor for officers.
- Efforts to enhance Department operational capabilities continued with the establishment of a Special Entry Team for tactical situations, and Crises Response Team for deployment in hostage situations, high-risk arrests, and barricaded subject situations.
- A significant department accomplishment occurred during the summer of 2001: the Youth Affairs Unit completed the School Critical Incident Plan, which now becomes a part of the overall County Response Plan for critical incident in or around City Schools.
- The department initiated administrative processes to facilitate the attainment of National Police Accreditation certification. This achievement is awarded for overall excellence in Law Enforcement.

CITY OF PEMBROKE PINES, FLORIDA

GENERAL INFORMATION

(Continued)

- In the wake of the September 11 terrorist attacks on the United States, the department has initiated processes and training to facilitate a seamless response to such incidents, in conjunction with Federal, State, and County emergency service responders.

Fire Protection

The City presently operates six stations with six engine companies, two ladder companies and three reserve engines, one reserve ladder, two incident command trucks, two Rescue Lieutenant response trucks, one reserve truck, one airport crash truck, one tactical support vehicle, fifteen cars, and a staff of 220 firefighters, officers and support personnel rendering excellent fire protection service in an I.S.O. class one (1) City. The department has seven 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. In addition to the 220 paid professionals, fire prevention services are performed by an additional staff of nine full-time and three part-time employees who are responsible for inspection of all commercial properties, pre-construction plan 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, four supervisors and one manager utilizing a state-of-the-art computer-aided dispatch system and 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, Jazzercise, and dancing. Over 11,000 individuals participate in the supervised recreation programs in Pembroke Pines. Located throughout the City are 28 neighborhood and community parks totaling 923 acres. In addition, five golf courses are located within the City including a municipal course with club facilities. Walnut Creek Park, an eight-acre park located on the east side of the City, will open in late 2002. 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 nine (9) 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 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 currently operates three charter schools. The schools are housed on three separate campuses. The Elementary West Campus at 1680 SW 184 Avenue provides classrooms for 500 students (grades K-

CITY OF PEMBROKE PINES, FLORIDA

GENERAL INFORMATION

(Continued)

5). The Elementary 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 172nd Avenue provides classrooms for 300 students per grade from 9th to 12th. This campus houses 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 & Highway Facilities

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

Medical Facilities

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

Memorial Hospital West is a 184-bed, not-for-profit community hospital with all private rooms, 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. Additionally, the Memorial Hospital West Comprehensive Cancer Center is a 17,000 square foot facility giving residents in Southwest Broward County access to comprehensive medical and support

CITY OF PEMBROKE PINES, FLORIDA

GENERAL INFORMATION

(Continued)

services for oncology care under one roof for the convenience of patients and their families. The hospital employs approximately 1,550 people and has 824 members on the 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, inpatient and outpatient care, including chronic ventilator 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 activities geared toward the unique needs and wishes of seniors. Memorial Hospital Pembroke employs approximately 750 individuals and has a medical staff in excess of 595 physicians.

The Memorial Urgent Care 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 Urgent Care 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 Urgent Care 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, BellSouth Entertainment, Inc. and by Tele-Media, Inc. The City has its own informational cable channel that televises all Commission meetings and provides information such as upcoming events and public service information.

You can also access City information through the internet site, www.ppines.com. On the web site, information including Commission meeting dates, trash and recycling schedules, a calendar of events, budget information, and annual financial statements are available.

The Herald and the Sun Sentinel are the daily newspapers available. The Community News is published weekly.

