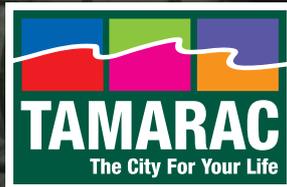
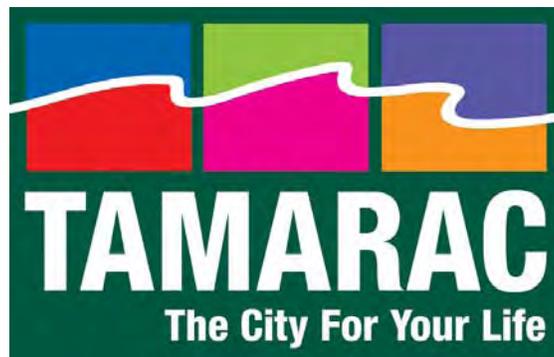
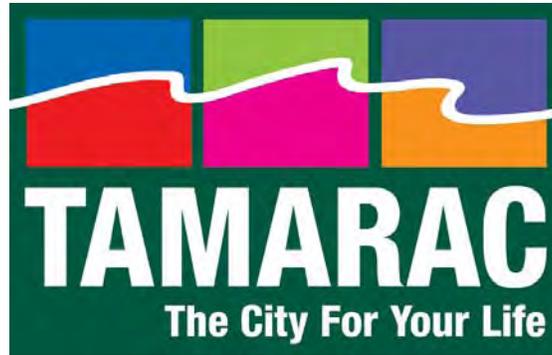


City of Tamarac, Florida

COMPREHENSIVE ANNUAL FINANCIAL REPORT
Fiscal Year Ended September 30, 2011







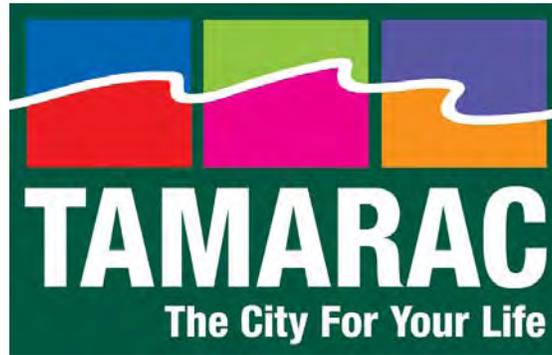
2011
COMPREHENSIVE
ANNUAL FINANCIAL
REPORT

FOR THE
CITY OF TAMARAC,
FLORIDA

Fiscal Year Ended
September 30, 2011

Prepared by
FINANCIAL SERVICES

Mark C. Mason, CPA, Director of Financial Services
Christine Cajuste, CPA, Controller



CITY OF TAMARAC, FLORIDA

CITY COMMISSION

PAMELA BUSHNELL, Mayor

DIANE GLASSER, Vice Mayor

MARION SWENSON, Commissioner

HARRY DRESSLER, Commissioner

MICHELLE J. GOMEZ, Commissioner

ADMINISTRATIVE STAFF

Michael C. Cernech
City Manager

Samuel S. Goren
City Attorney

Mark C. Mason, CPA
Director of Financial Services

Vision, Mission & Values

Our Vision:

*The City of Tamarac, Our Community of Choice -
Leading the nation in quality of life through safe neighborhoods,
a vibrant economy, exceptional customer service and recognized excellence.*

Our Mission:

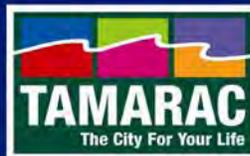
*We are:
"Committed to Excellence . . . Always"*

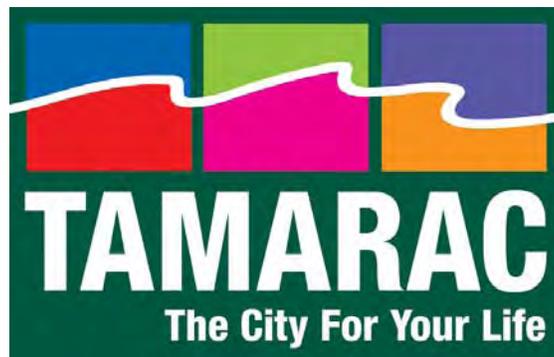
It is our job to foster and create an environment that:
Responds to the Customer
Creates and Innovates
Works as a Team
Achieves Results
Makes a Difference

Our Values:

As Stewards of the public trust, we value:

Vision
Integrity
Efficiency
Quality Service





CITY OF TAMARAC, FLORIDA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
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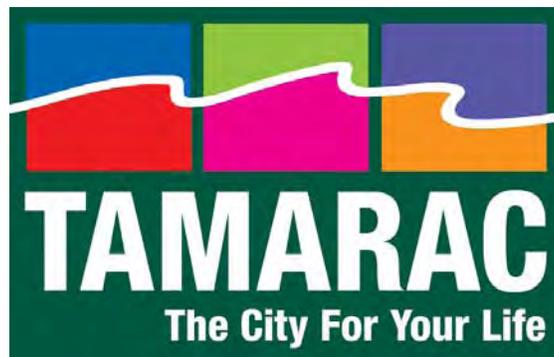
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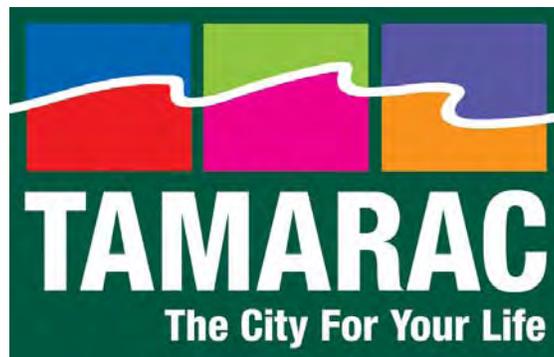
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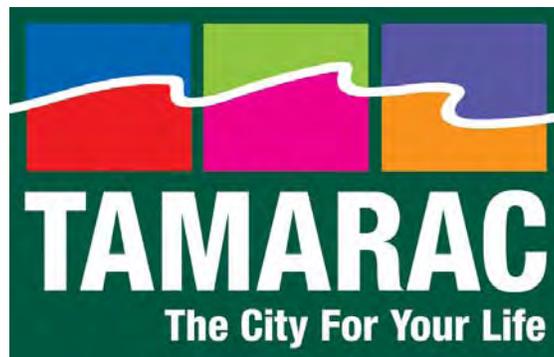
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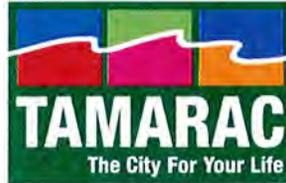


INTRODUCTORY SECTION



LETTER OF TRANSMITTAL





March 5, 2012

Honorable Mayor, City Commissioners and Pension Trustees
City of Tamarac, Florida

Dear Mayor, Commissioners and Pension Trustees:

We are pleased to present to you the Comprehensive Annual Financial Report (CAFR) of the City of Tamarac, Florida (the City) for the fiscal year ended September 30, 2011. Chapter 218.39, Florida Statutes and the City Charter require that a complete set of financial statements be published within 270 days (nine months) of fiscal year end and presented in conformance with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with auditing standards generally accepted in the United States of America and those standards applicable to audits performed in accordance with Government Auditing Standards by licensed independent certified public accountants.

Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the City. We believe the data, as presented, is accurate in all material respects and is presented in a manner designed to fairly set forth the financial position and the results of operations of the City, on a Government-wide and Fund basis. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

Management of the City is responsible for establishing and maintaining internal controls designed to ensure that the assets of the City are protected from loss, theft or misuse and to ensure that sufficient, reliable, adequate accounting data is compiled for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. Internal accounting controls have been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. 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 evaluation of costs and benefits requires estimates and judgments by management. We believe that the City's internal controls adequately safeguard assets and provide reasonable assurance of properly recorded financial transactions.

In addition, the City maintains budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual budget approved by the City Commission. The City also maintains an encumbrance system that is employed as an extension of formal budgetary integration in all fund types. Encumbrances for governmental type funds outstanding at fiscal year-end are reported as spendable or nonspendable designations of fund balance, depending on whether they require re-appropriation.

In compliance with the laws of the State of Florida, the City's financial statements have been audited by GLSC & Company, a firm of licensed certified public accountants. The independent auditor has issued an unqualified ("Clean") opinion that the City's financial statements for the fiscal year ended September 30, 2011 are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

"Committed to Excellence...Always."

TAMARAC.ORG

7525 N.W. 88th Avenue | Tamarac, Florida 33321-2401 | P: 954.597.3550 | F: 954.597.3560

EQUAL OPPORTUNITY EMPLOYER

CITY PROFILE AND GOVERNMENTAL STRUCTURE

Created in 1963 by the Legislature of the State of Florida, the City of Tamarac occupies approximately twelve square miles in the northwestern portion of Broward County, the second most populated county in the State. With its estimated population of 60,000 people, the City ranks thirteenth in population among the 31 municipalities in the County. The City has been developed primarily for residential purposes, with the majority of the population consisting of retirees, although the demographics are changing as more young families move into the City.

The City is located on the semi-tropical coastal ridge between the Everglades and the Atlantic Ocean. The terrain is generally flat, with developed land elevations varying from approximately 4 to 22 feet above sea level. The sub-tropical climate provides comfortable living year round.

The City provides many recreational facilities for residents. It is also home to the 500-acre Tamarac Commerce Park. Additionally, nearby access to super-highways, railways, airways, and waterways gives the City an ideal location in the expanding and dynamic tri-county commercial market.

The City operates under the Commission/ City Manager form of government. The policy-making body of the city is a City Commission composed of five members, four members elected by district on a nonpartisan basis and the Mayor. The Mayor is elected at-large on a nonpartisan basis and has one (1) vote. All terms run for a four (4) year period with the Mayor and two (2) commissioners being elected at one election and two years later, the remaining two (2) commissioners are elected. The City Commission is responsible for all policy-making functions of the government and retains the services of a City Manager and City Attorney. The City Manager is responsible for the administration of the City.

The City provides a comprehensive range of municipal services including general government, public safety (police and fire), public works, parks and recreation, community development, and utilities (water and sewer).

For additional information concerning our City, please visit our website at www.tamarac.org.

The City Commission is required to adopt a final budget no later than the close of the preceding fiscal year to which the budget applies. The annual budget serves as the foundation for the City of Tamarac's financial planning and control. The budget is prepared by fund, function (e.g. public safety), and department (e.g. police). Amendments to the City's operating budget in which appropriations are increased or decreased, transfers between departments, or transfers between funds must be approved by the City Commission. The amendments are presented in ordinance form and allow for public input. The City Charter authorizes the City Manager to transfer appropriations within an operating department of the general fund and within the fund as a whole for all other funds. Transfers are requested by the relevant operating managers through the department director. Transfers are reviewed and processed by the budget staff and approved by the City Manager. For additional budgetary information please refer to the Notes to the Budgetary Comparison Schedule in the Required Supplementary Information Section.

LOCAL ECONOMY

The City of Tamarac has had little growth in residential and commercial development this fiscal year. The real estate market has continued to decline. However, through the City's continued annexation efforts, additional commercial and industrial land was added to the eastside of Tamarac during fiscal year 2010. The City of Tamarac is viewed as a community that is favorable to business and has been a magnet for new businesses and employees' families. As a result and based upon evaluating median population age for the County the City has an estimated average age for 2010 of 47.6 years, versus 52.9 years in 2000. What began as a retirement community has become one of Broward County's most attractive areas for young families as well.

The City has focused its financial strategy on sustainability in the provision of services in the challenging economic climate that has affected Southeast Florida. This year has been very challenging with a further reduction in taxable

property values, very little construction activity, and the implementation of legislative measures that have placed limits on how local governments can levy ad valorem taxes today and into the future.

The total taxable assessed property value in Tamarac was \$4,402,093,105, \$3,883,284,328, \$3,229,109,048, \$2,594,386,538, and \$2,496,995,116 in calendar years 2007, 2008, 2009, 2010, and 2011 and for fiscal years 2008, 2009, 2010, 2011, and 2012, respectively. The total taxable assessed value from calendar year 2007 through calendar year 2011, and for fiscal year 2008 through fiscal year 2012, decreased 43.0%. New construction, annexations, etc. during that same period totaled \$184,852,120.

The reliance on ad valorem taxes has risen due to decreases in other revenue sources. Fiscal year 2011 ad valorem receipts of \$16,381,514 represented 38.7% of the total revenue sources for the general fund. The Public Service Tax for electricity instituted in fiscal year 2011 reallocated revenue sources and resulted in ad valorem taxes representing 38.7% of total revenues a decrease of 4.1% below the 42.8% reported in 2010.

The City's ability to expand and diversify its tax base will continue to be a major factor in providing financial resources to fund and maintain service levels. The City has embarked on a plan of development and redevelopment of a commercial area adjacent to Commercial Boulevard on the southwestern area of the City known as Tamarac Village. The City has purchased \$8.4 million of land investment towards this endeavor; the City also purchased property known as Colony West in December 2011 for \$3.25 million for the preservation of open space and property values.

Global, national and state economics continue to be key factors in assessing the City's future fiscal picture. Changes in the global, national, state and local economies can affect both revenues and expenditures, due to the impact on tax receipts, revenue sharing, and the costs of providing city services. The 2010 census, recently completed, had little, although positive, impact on revenue sharing for the City.

The City has made and continues to make significant progress in supporting its mission to promote and enhance the City's economic vitality by attracting new businesses and providing a positive business environment. Occupational licenses provide a snapshot of new business activity in the City. In FY 2011, 2,155 business licenses were issued, 339 of these licenses were for new business. This compares to 2,201 issued in 2010. In 2011 several new businesses including, Dollar Tree Stores, 7-Eleven, Hearusa, Arrigo Fiat Sawgrass, Well Fargo Bank, Amicus Medical Group, and Lakeside Discount Pharmacy have made Tamarac home. This is in addition to the continued success of established businesses that have contributed significantly to the local business community, including but not limited to, City Furniture (2001) (Corporate offices and an 800,000 warehouse and distribution facility), Cheddars Casual Café (2006), Applebee's Restaurant (2007), Fedex Kinko (2008), Hampton Inn Business Hotel (2009), TD Bank, NA (2008), Rotelli's Restaurant (2008), Chase Bank (2007), Arrigo Dodge Dealership (2008), Sawgrass Infiniti Dealership (2005), Dunkin Donuts(2010), Subway restaurant (2010), Bageland Deli Restaurant (1997), Publix Supermarket Chain (est. 1971), Walgreens Drug Store Chain (est. 1987), CVS Drug Store Chain (est. 2007), La Quinta Inn (2009) (formerly Baymont Inn est. 1999), Ocello's Automotive (est. 2000), Charter School of Excellence (2010), Winn-Dixie Supermarket Chain (est. 1998), and UPS Store (2003) (formerly Mail Box Etc. est. 1997).

The City continues to market itself as a community of choice and we continue our partnership with the Tamarac Chamber of Commerce, while increasing our level of participation with the Greater Fort Lauderdale/Broward Economic Development Alliance (formerly the Broward Alliance).

In addition, the City provides support to low to moderate income Tamarac residents through housing rehabilitation and first time homebuyer assistance programs funded by the Community Development Grants programs including the State Housing Initiative Partnership (SHIP), Community Development Block Grants (CDBG), the Home Investments Partnership (HOME) and the Neighborhood Stabilization Program (NSP). NSP was established in FY 2008 to address issues pertaining to foreclosed and abandoned properties. In 2011, 25 homes were purchased with the assistance of this program this is in addition to the 28 homes purchased in 2010 for a total of 53 homes.

MAJOR INITIATIVES

The City of Tamarac has a long-term Vision Statement. It represents the collective aspirations, dreams and desires of the City Commission, the Executive Team, employees and the residents offered through a series of meetings and workshops. The following Vision Statement embodies where we would like the City to be, and provides an image for what we are capable of becoming in the future:

“The City of Tamarac, our community of choice- leading the nation in quality of life through safe neighborhoods, a vibrant economy, exceptional customer service and recognized excellence.”

The City has developed a Strategic Plan in order to set a uniform direction towards achieving the Vision. The City’s Executive Team reviews the City’s Strategic Plan on an annual basis and updates the plan every other year. The annual process identifies major issues or concerns through an environmental scan and strength, weaknesses, opportunities and threats (S.W.O.T.) analysis. Departments then develop action plans designed to achieve the City’s vision. The City then allocates resources providing for uniform progress towards the City’s stated strategic goals. Each goal further contributes to moving the City towards its long term vision.

Strategic Goals

1. **Inclusive Community** – The City of Tamarac is committed to providing programs and services that meet the needs of an increasingly diverse community.
2. **Healthy Financial Environment** – The City of Tamarac will utilize financial management to develop and maintain a healthy financial environment, encouraging and supporting economic development and redevelopment.
3. **Dynamic Organizational Culture** – The City of Tamarac will create and sustain a culture conducive to development and retention of a skilled workforce.
4. **Clear Communication** – The City of Tamarac will ensure effective communication within the organization and throughout the City, and enhance the visibility of City programs and services.
5. **A Vibrant Community** – The City of Tamarac will provide resources, initiatives and opportunities to continually revitalize our community and preserve the environment.

LONG-TERM FINANCIAL PLANNING

A significant measure of the City’s financial strength is the level of its fund balances (i.e. the accumulation of revenues exceeding expenditures). The City’s general fund balance had demonstrated positive trends over the past several years and has maintained the same level in fiscal year 2011. Encumbrances are brought forward from the previous fiscal year and re-encumbered.

The City Council takes the responsibility of being stewards of the public’s funds very seriously and has adopted the following general fund reserve policy: reserve funds shall not be used to fund recurring expenditures. Fund balances should be maintained at fiscally sound levels in all funds. The City has adopted financial policies that will insure that the City maintains an appropriate fund balance in line with recommended best practices. The unassigned, undesignated amount of \$16.8 million in the general fund is 35.9% of the proposed general fund operating expenditures (including recurring transfers), leaving the City in a solid financial position to adequately prepare for the expected reductions in revenues caused by the changes in the property tax laws and the economic environment.

The City’s staff is charged with daily operations and involved in a variety of projects which are in accordance with the City’s Strategic Plan. The FY 2011 budget focused on maintaining the service levels, completing projects in progress, improving processes and practices, replacing existing infrastructure and equipment, and improving our financial position. Significant reduction in our revenue base has led to the implementation of aggressive steps to reduce our expenditures; these steps included a restriction on all overnight travel and elimination of all temporary

staff. The City Commission, through the budget process, has determined the City's top priorities to meet the changing needs of Tamarac.

The following current and future projects concentrate on improving infrastructure and streamlining City processes:

- Develop a water system master plan
- Complete the rehab of the West 8 MG Accelerator
- Emergency Generator Replacement at Water Plant
- Continue planning and development of the N.W. 57th Street/Main Street project, also known as Tamarac Village.
- Continue to pursue the high performance initiatives and the Governor's Sterling Award through efficiencies and training.
- Maintain a vehicle and equipment replacement plan for the City's fleet, fire rescue apparatus, light vehicles and personal computers.
- Roadway resurfacing and Beautification Program
- Nob Hill Road Phase II Beautification Project
- Construction of Bikeway Paths
- Construction of Mainlands Park
- Pine Island Road Pedestrian Overpass

RELEVANT FINANCIAL POLICIES

The City has adopted a comprehensive set of financial management policies in the areas of operating management, debt management, accounts management, financial planning, and economic resources. These policies are approved annually through the budget process, with the most recent approval by the City Commission on September 14, 2011.

Economic conditions will affect the City's ability to realize its budgeted revenues in the categories of franchise fees and state-shared revenues. Therefore, quarterly monitoring and conservatism (95% budgeting of certain revenue sources) should mitigate any unforeseen circumstances.

The annual budget should be maintained in such a manner as to avoid an operating fund deficit. The annual budget should show fiscal restraint. Expenditures should be managed to create a positive cash balance (surplus) in each fund at the end of the fiscal year.

The City maintains a prudent cash management and investment program in order to meet daily cash requirements, increase the amount available for investment, and earn the maximum rate of return on invested funds commensurate with appropriate security.

The City should maintain sufficient reserves in accordance with established policy to maintain fiscally sound levels in all funds.

The City shall maintain adequate protection from loss due to property damage or liabilities of the City. The City shall maintain a risk fund for workers' compensation and property/liability and ensure adequate resources are available to support the value incurred but not reported (IBNR) claims.

The City is in compliance with its comprehensive debt management policy.

The City is in compliance with its investment policy.

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 of Tamarac for its Comprehensive Annual Financial Report for the year ended September 30, 2010. 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. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. This was the 23rd consecutive year that the City of Tamarac has received this prestigious award. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for the certificate.

In addition, the City received from GFOA, the "Distinguished Budget Presentation Award" for FY 2011 for publishing a budget document that meets the program criteria as a policy document, an operations guide, a financial plan and a communications device. This is the 14th consecutive year Tamarac received the "Distinguished Budget Presentation Award."

In FY 2011, the City of Tamarac continued to make substantial progress on our journey to be a High Performance Organization (HPO). To further this initiative, the City utilizes the Florida Governor's Sterling framework, which focuses on leadership, strategic planning, focus on the customer and the workforce, information and knowledge management, process management, and results. As part of the Sterling process, the City undertook the Sterling Challenge in April 2008, an intermediate step to chart our progress toward becoming an HPO. The application and site visit resulted in a feedback report documenting both our Strengths and our Opportunities for improvement. The organization is currently using this report, combined with cross-functional improvement teams, to celebrate our strengths and address our Opportunities for improvement. We anticipate a follow-up site visit in early 2013 to assess our progress as we move forward on our HPO journey.

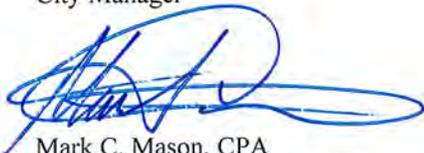
ACKNOWLEDGEMENTS

The preparation of this report could not have been accomplished without the efficient and dedicated services of the Financial Services Department staff. Their continuing effort toward improving the accounting and financial reporting system improves the quality of information reported to the City Commission, State and Federal Agencies, and the citizens of the City of Tamarac. We sincerely appreciate and commend them for their contributions toward the success of the organization.

Respectfully submitted,



Michael C. Cernech
City Manager



Mark C. Mason, CPA
Director of Financial Services

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

City of Tamarac
Florida

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
September 30, 2010

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.



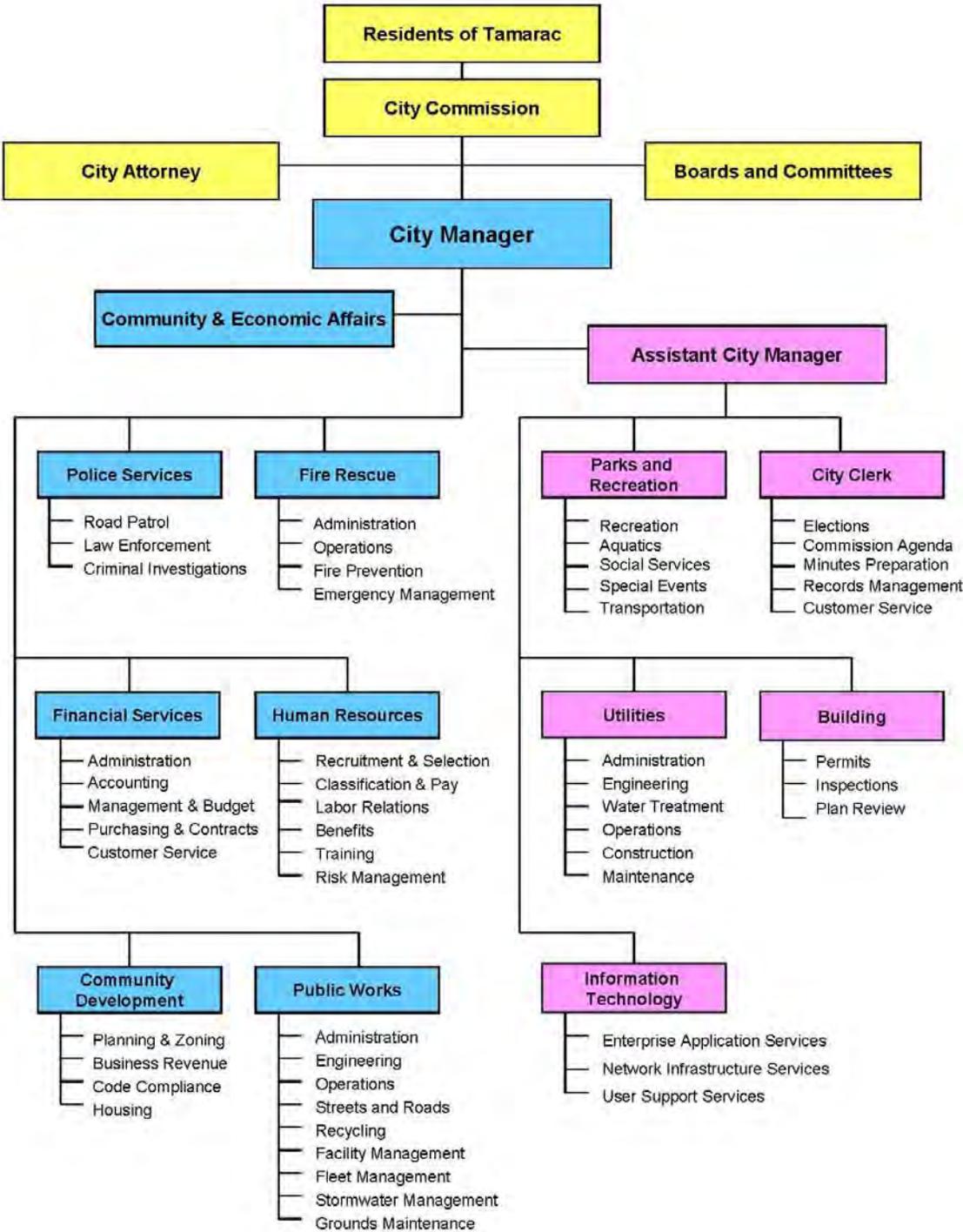
Linda C. Danison

President

Jeffrey R. Erner

Executive Director

City of Tamarac Organizational Chart



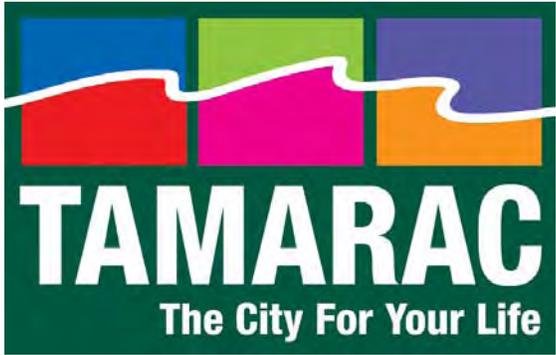
City of Tamarac, Florida
List of Principal Officers
September 30, 2011

ELECTED OFFICIALS

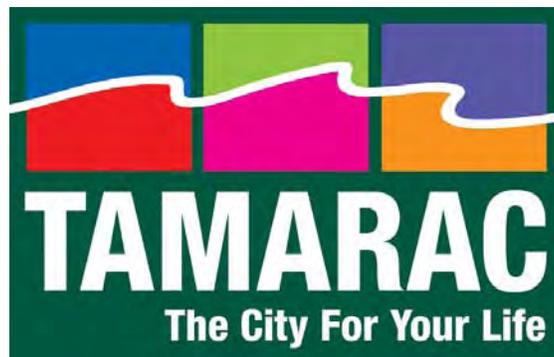
Mayor	Pamela Bushnell
Vice-Mayor	Diane Glasser
Commissioner	Marion Swenson
Commissioner	Harry Dressler
Commissioner	Michelle J. Gomez

APPOINTED OFFICIALS

City Manager	Michael C. Cernech
City Attorney	Samuel Goren
Assistant City Manager	Diane Phillips
Chief Building Official	Claudio Grande
City Clerk	Peter M. Richardson
Director of Community Development	Jennifer Bramley
Director of Financial Services	Mark C. Mason, CPA
Director of Information Technology	Levent Sucuoglu
Director of Parks and Recreation	Gregory Warner
Director of Human Resources	Maria Swanson
Director of Public Services	Jack Strain
Fire Chief	Mike Burton



FINANCIAL SECTION





INDEPENDENT AUDITORS' REPORT

Honorable Mayor, City Commission, Pension Board of Trustees, and City Manager
Tamarac, Florida

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Tamarac, Florida (the "City"), as of and for the year ended September 30, 2011, which collectively comprise the City's basic financial statements as listed in the table of contents. We also audited the Police Officer's Pension Trust Fund, the General Employees' Pension Trust Fund, the Elected and Appointed Officers and Non-Represented Employees Retirement Fund, and the Firefighters' Pension Trust Fund included in the accompanying notes to the financial statements as combining statements for the year ended September 30, 2011. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2011, and the respective changes in financial position, and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statement referred to above present fairly, in all material respects, the financial position of the Police Officer's Pension Trust Fund, the General Employees' Pension Trust Fund, the Elected and Appointed Officers and Non-Represented Employees Retirement Fund, and the Firefighters' Pension Trust Fund of the City as of September 30, 2011, and changes in financial position thereof 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 our report dated February 24, 2012, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison schedule, and Schedule of funding progress and employer contributions on pages 3 through 17 and 74 through 81 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

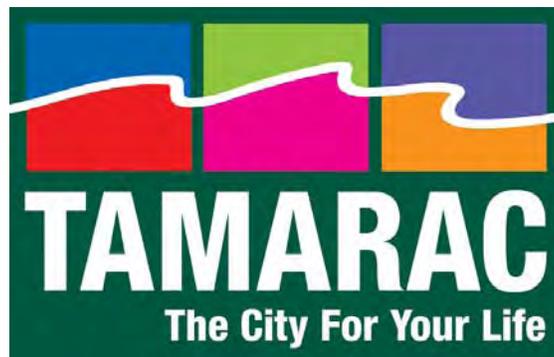
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison schedules, schedules of revenues, expenditures and changes in fund balances and statistical section, are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance project are 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 are also not a required part of the financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules, schedules of revenues, expenditures and changes in fund balances and the schedule of expenditures of federal awards and state financial assistance project on pages 82 through 98 and 127 through 129 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

GLSC & Company, PLLC

February 24, 2012



MANAGEMENT'S DISCUSSION AND ANALYSIS
(MD&A)



CITY OF TAMARAC, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2011

MANAGEMENT'S DISCUSSION AND ANALYSIS

The City of Tamarac's (the "City") discussion and analysis is a narrative overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2011. It is designed to (a) assist the reader in focusing on significant financial issues, (b) provide an overview of the City's financial activity, (c) identify changes in the City's financial position, (d) identify any material deviations from the financial plan (the approved budget), and (e) identify individual fund issues or concerns.

Since the Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes and current known facts, please read it in conjunction with the City's financial statements (beginning on page 18) and letter of transmittal.

FINANCIAL HIGHLIGHTS

- At the close of fiscal year 2011, the City's assets exceeded its liabilities by \$213.7 million (net assets). Governmental and business-type assets exceeded liabilities by \$139.8 million and \$73.9 million, respectively. Of this amount, \$60.5 million (unrestricted net assets) may be used to meet the ongoing obligations to citizens and creditors.
- The City's total net assets increased by \$1.9 million during the current fiscal year. The City's net assets increase is mainly attributable to a decrease in expenses and the addition of a new revenue source. Net assets of our business-type activities increased by \$0.3 million, net assets of our governmental activities increased by approximately \$1.6 million.
- During the year, the City had expenses that were \$1.6 million less than the \$58.4 million generated in taxes and other revenues for governmental programs, excluding transfers.
- In the City's business-type activities, revenues increased by \$0.4 million while expenses increased by \$0.1 million.
- Total cost of all of the City's governmental activities decreased by \$1.8 million or 3.1% percent as a result of the decreased expenditures on Public Safety and Economic Environment.
- The General Fund's fund balance increased by \$1.7 million for the year ended September 30, 2011.
- At the end of the current year, fund balance for the General Fund was \$26.3 million, or 66 percent of total general fund expenditures and transfers. Of this amount, \$9.2 million is *assigned* for economic stabilization, capital projects, economic development, and disaster reserve. The remaining reserved fund balances of \$0.24 million are non-spendable inventories and prepayments and amounts committed or restricted for public safety and economic development. These designations are in compliance with the City's fund balance and financial policies.
- The City's total debt increased by \$6.7 million during the fiscal year mainly as a result of an increase in the drawdowns from a line of credit.

CITY OF TAMARAC, FLORIDA

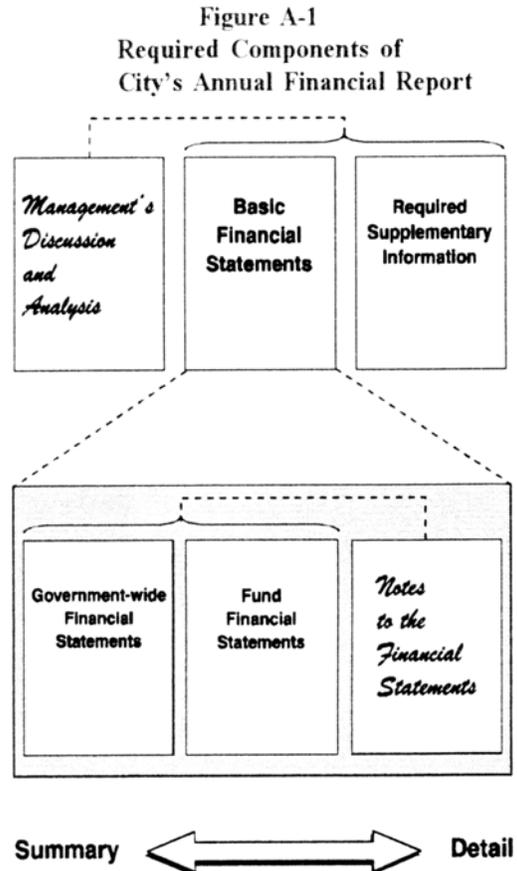
MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2011

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of four parts—*management's discussion and analysis* (this section), the *basic financial statements*, *required supplementary information* and an additional section that presents *combining statements* for nonmajor governmental funds and an internal service fund. The basic financial statements include two kinds of statements that present different views of the City:

- Within the government wide financial statements, the first two statements are *government-wide financial statements* that provide both long-term and short-term information about the City's overall financial status.
- The remaining statements are *fund financial statements* that focus on individual parts of the City government, reporting the City's operations in more detail than the government-wide statements.
- The *governmental funds* statements show how general government services such as public safety were financed in the short term as well as what remains for future spending.
- *Proprietary funds* statements offer short-term and long-term financial information about the activities the government operates like businesses, such as the stormwater operations, the water and wastewater systems.
- *Fiduciary funds* statements provide information about the financial relationships in which the City acts solely as a trustee or agent for the benefit of those parties outside of the government.

The financial statements also include *notes* that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of *required supplementary information* that further explains and supports the information in the financial statements. Figure A-1 shows how the required parts of this annual report are arranged and are related to one another. In addition to these required elements, we have included a section with combining statements that provides details about our nonmajor governmental funds and internal service fund, each of which is added together and presented in single columns in the basic financial statements. Combining statements are also presented for the fiduciary funds. The individual internal service fund is also included, reflecting balances prior to their elimination from the government wide financial statements, to avoid a "doubling-up" effect within the governmental and business-type activities columns of said statements.



CITY OF TAMARAC, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2011

Government-wide Financial Statements

The government-wide financial statements (statement of net assets and statement of activities found on pages 18-19) are designed in a manner similar to a private-sector business in that all governmental and business-type activities are presented in separate columns which add to a total for the Primary Government. Fiduciary funds are not included in the government-wide statements.

The focus of the Statement of Net Assets (the "Unrestricted Net Assets") is designed to be a bottom line for the City and its governmental and business-type activities. This statement combines and consolidates governmental funds' current financial resources (short-term spendable resources) with capital assets, including infrastructure, and long-term obligations. Net assets are the difference between the City's assets and liabilities. Increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving.

The Statement of Activities reflects the expenses of a given function, which are offset by program revenues. Program revenues are defined as charges for services, operating grants and contributions, and capital grants and contributions directly associated with a given function.

Governmental activities are supported by taxes and intergovernmental revenues whereas the business-type activities are primarily supported by user fees and charges for services. The governmental activities of the City include general government, public safety, public works, community development, parks and recreation, and transportation. The business-type activities of the City reflect private sector type operations (water and sewer and stormwater utility) where the fee for service typically covers all or most of the cost of operation, including depreciation.

Fund Financial Statements

Government resources are allocated to and accounted for in individual funds, based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations for each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenue, and expenditures or expenses, as appropriate.

The City's funds are presented in separate fund financial statements. These funds are presented in a Governmental Fund Financial Statement and a Proprietary Fund (Business-type) Financial Statement. The City's major funds are presented in separate columns on the fund financial statements. The funds that do not meet the criteria of a major fund are considered nonmajor funds and are combined into a single column on the fund financial statements.

The total columns on the Governmental Funds and Proprietary Funds (Business-type) Financial Statements (see pages 20-26) are not the same as the Governmental Activities column and the Business-type column on the Government-wide Financial Statements. The Governmental Funds Total column requires reconciliation because of the different measurement focus (current financial resources versus total economic resources) which is reflected on the page following each statement (see pages 21 and 23). The flow of current financial resources will reflect bond proceeds and interfund transfers as other financial sources as well as capital expenditures and bond principal payments as expenditures. The reconciliation will eliminate these transactions and incorporate the capital assets and long-term obligations (bonds and others) into the Governmental Activities column in the Government-wide Statements. The Proprietary Funds (Business-type) total column requires reconciliation because the internal service fund is consolidated as part of the governmental activities, but a portion of the internal service funds is for business-type activities. This reconciliation is a result of the surplus elimination (see page 25).

Governmental Fund Financial Statements

Governmental Fund Financial Statements (see pages 20-23) are prepared on the modified accrual basis using current financial resources measurement focus. Under the modified accrual basis, revenues are recognized when they become measurable and available as net current assets.

Four of the City's governmental funds, the General Fund, Fire Rescue Fund, Tamarac Village Fund and General Capital Projects Fund, are classified as major funds. All other governmental funds are combined into a single

CITY OF TAMARAC, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2011

column on the governmental funds financial statements. Individual fund data for the nonmajor funds is found in the combining statements as supplemental financial data (see pages 82-87).

The City adopts an annual appropriated budget for the General Fund and the following Special Revenue and Capital Projects Funds: Trafficways Improvements Fund, Drainage Improvement, Parks and Recreation Improvement, Public Arts Fund, Grants Fund, Local Option Gas Tax Fund, Community Development Block Grant Fund, Neighborhood Stabilization Fund, State Housing Initiative Partnership Fund, Debt Service Fund, Public Service Facilities Construction Fund, Tamarac Village Fund, 2005 General Capital Improvement Projects Fund, Building Department Fund, and American Recovery and Reinvestment Act Fund. Budgetary comparisons have been presented for these funds which compare not only actual results to budget (budgetary basis), but also the original adopted budget to final budget. The budget to actual comparison for the General Fund and major Special Revenue-Fire Rescue Fund are presented on pages 74-75 of the required supplementary information and other governmental funds are presented on pages 88-98 of the combining statements.

Proprietary Fund Financial Statements

The City maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses an internal service fund to account for its risk management. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary Fund Financial Statements (see pages 24-26), like government-wide financial statements, are prepared on the full accrual basis. Proprietary funds record both operating and nonoperating revenues and expenses. Operating revenues are those that are obtained from the operations of the proprietary fund.

The proprietary fund financial statements provide separate information for the utilities and stormwater operations, both of which are considered to be major funds of the City.

Fiduciary Fund Financial Statement

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the City of Tamarac's operations. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages 27 of this report.

Notes to the financial statements.

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 28 to 73 of this report.

Other information.

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City of Tamarac's progress in funding its obligation to provide pension benefits to its employees and budgetary comparison schedules.

CITY OF TAMARAC, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2011

GOVERNMENT-WIDE STATEMENTS

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found beginning on page 82 of this report.

The Government-wide Financial Statements were designed so that the user can determine if the City is in a better or worse financial condition from the prior year. The City's overall financial condition has remained stable.

Summary of Net Assets

The City's combined net assets increased to \$213.7 million between fiscal years 2010 and 2011.

City of Tamarac, Florida Summary of Net Assets (in millions)

	Governmental		Business-type Activities		Total	
	2011	2010	2011	2010	2011	2010
Current and other assets	\$ 79.0	\$ 70.1	\$ 34.7	\$ 34.1	\$ 113.7	\$ 104.2
Capital assets	111.3	112.5	60.2	61.2	171.5	173.7
Total assets	190.3	182.6	94.9	95.3	285.2	277.9
Long-term debt outstanding	47.9	40.3	17.9	18.2	65.8	58.5
Other liabilities	2.6	4.2	3.0	3.4	5.6	7.6
Total liabilities	50.5	44.5	20.9	21.6	71.4	66.1
Net assets						
Invested in capital assets, net of related debt	84.0	84.1	45.1	43.8	129.1	127.9
Restricted	16.0	14.0	8.1	8.4	24.1	22.4
Unrestricted	39.8	40.1	20.7	21.4	60.5	61.5
Total net assets	\$ 139.8	\$ 138.2	\$ 73.9	\$ 73.6	\$ 213.7	\$ 211.8

Note: Totals may not add due to rounding.

The largest portion of the net assets (60%) is restricted as to the purpose they can be used for or are invested in capital assets. The invested in capital assets, net of related debt is the largest portion of net assets. This represents capital assets (land, buildings, improvements, equipment, infrastructure, and construction in progress), net of accumulated depreciation, and the outstanding related debt used to acquire the assets. Unamortized bond issue costs "follow the debt" in calculating net asset components for the statement of net assets. That is, if debt is capital related, the deferred amounts are included in the calculation of invested in capital assets, net of related debt. If the debt is restricted for a specific purpose and the proceeds are unspent, the net proceeds affect restricted net assets. If the debt proceeds are not restricted for capital or other purposes, the unamortized costs are included in the calculation of unrestricted net assets. The City uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

At the end of the current fiscal year, the City of Tamarac is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior fiscal year. Maintaining a positive fund balance is an indication that the government is not spending down all its available resources and is able to fund future temporary shortfalls.

CITY OF TAMARAC, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2011

The following table compares the Revenues and Expenses for the current and prior fiscal years.

City of Tamarac, Florida Summary of Changes in Net Assets (in millions)

	Governmental Activities		Business-type Activities		Total	
	2011	2010	2011	2010	2011	2010
Revenues						
Program revenues:						
Charges for services	\$ 21.4	\$ 23.0	\$ 25.0	\$ 24.6	\$ 46.4	\$ 47.6
Operating grants and contributions	2.5	4.5	-	-	2.5	4.5
Capital grants and contributions	0.3	0.1	-	-	0.3	0.1
General revenues						
Property taxes	16.4	18.9	-	-	16.4	18.9
Other taxes	12.6	9.0	-	-	12.6	9.0
Intergovernmental	5.1	5.2	-	-	5.1	5.2
Investment income	0.1	0.3	0.1	0.1	0.2	0.4
Total revenues	58.4	61.0	25.1	24.7	83.5	85.7
Expenses Program Activities						
Governmental Activities:						
General government	11.9	11.0	-	-	11.9	11.0
Public safety	30.9	31.5	-	-	30.9	31.5
Physical Environment	3.0	3.3	-	-	3.0	3.3
Transportation	1.8	1.9	-	-	1.8	1.9
Culture and recreation	4.6	4.2	-	-	4.6	4.2
Economic environment	2.4	4.9	-	-	2.4	4.9
Human services	0.3	0.3	-	-	0.3	0.3
Interest on long-term debt	1.9	1.5	-	-	1.9	1.5
Business-type Activities:						
Utilities	-	-	20.5	20.7	20.5	20.7
Stormwater	-	-	4.3	4.0	4.3	4.0
Total expenses	56.8	58.6	24.8	24.7	81.6	83.3
Excess before transfers	1.6	2.4	0.3	-	1.9	2.4
Transfers in (out)	-	0.4	-	(0.4)	-	-
Increase (decrease) in net assets	1.6	2.8	0.3	(0.4)	1.9	2.4
Net assets, October 1	138.2	135.4	73.6	74.0	211.8	209.4
Net assets, September 30	\$ 139.8	\$ 138.2	\$ 73.9	\$ 73.6	\$ 213.7	\$ 211.8

Note: Totals may not add due to rounding.

There was a decrease of \$0.7 million in *unrestricted net assets* reported in connection with the City's business-type activities. The decrease is mainly due to principal payments on debt that reduced current assets, reduced long-term debt, reduced unrestricted net assets and increased invested in capital assets, net of related debt.

The unrestricted net assets of governmental activities showed an decrease of \$0.3 million or 0.75% from last year due to net results of activities during the current fiscal year amounting to approximately \$1.6 million, and a increase in restricted net assets through addition of new Special Revenue and Capital Projects Funds coupled by reductions in investment in capital assets through depreciation and principal payment on debt of approximately \$3.3 million and \$1.65 million, respectively.

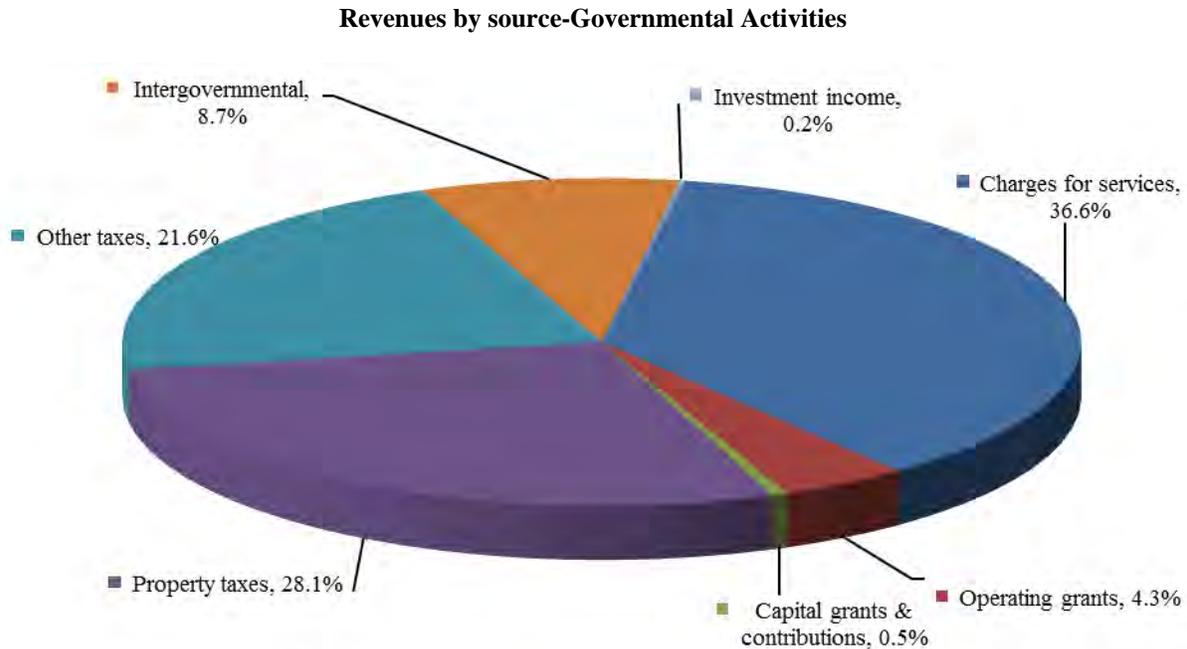
CITY OF TAMARAC, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2011

Governmental Activities

There was a decrease in the City's governmental revenues in 2011, revenues decreased by 2.6 million to \$58.4 million. Approximately 28.1% of the Governmental Activity's revenues come from property taxes, and 21.6% from other taxes. Another 36.6% come from fees charged for services, and most of the rest is federal, state and local aid.

The following is a chart of revenues by source of governmental activities by percent of total revenues.



Charges for services reported in the governmental activities decreased by \$1.6 million, or 7% in comparison to prior year. This was due mainly to a reduction in administrative service fees from the Fire Rescue Fund \$1.7 and decrease in fire protection service revenues by \$0.2 million.

Operating grants and contributions reported in the governmental activities decreased \$2 million, or 44.47%, in comparison to prior year. This decrease was primarily due to revenue from the Neighborhood Stabilization Grant realized in 2010, this grant was completed in 2011 however the majority of the activities took place in 2010.

Capital grants and contributions reported in the governmental activities increased by \$0.2 million, or 200% in comparison to prior year. This increase was primarily due to grants received from the Florida Department of Health in 2011.

Property taxes reported in the governmental activities decreased \$2.5 million, or 13.2%, in comparison to the prior year. Taxable assessed property valuation of \$2,594,386,538 for fiscal year 2010 represents a 20% decrease from the previous fiscal year. The millage rate increased from 5.9999 in fiscal year 2010 to 6.5000 or by 0.5001 mills in fiscal year 2011. This however still resulted in a \$2.5 million decrease in the tax levy from property taxation and results from an amendment to the property tax laws in the State of Florida and the general decline in property value.

Utility taxes increased \$3.2 million or 22.77% in comparison to prior year due to a new electric utility tax instituted in fiscal year 2011.

Gas taxes reported in the governmental activities increased \$0.9 million, or 6.7% in comparison to the prior year. The 6 cent and 5 cent gas taxes are based on the number of gallons sold irrespective of the unit cost per gallon. As fuel prices decreased, consumer demand increased resulting in an increase in the number of gallons being sold.

CITY OF TAMARAC, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2011

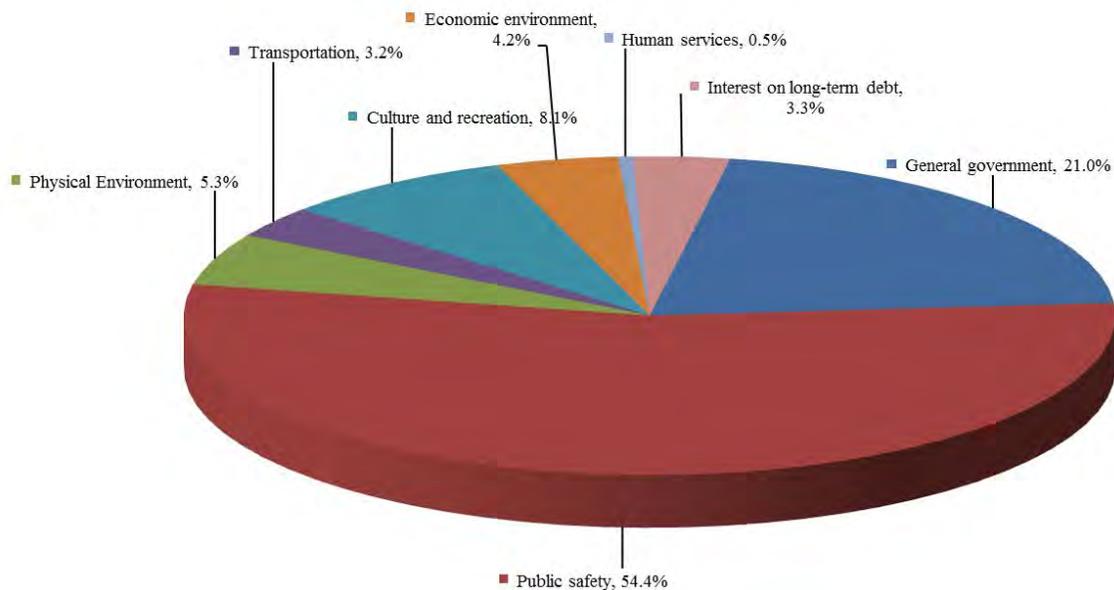
Franchise fees reported in the governmental activities decreased \$271,000, or 5.79% in comparison to the prior year. Franchise fees are levied on a corporation or individual by the City in return for granting a privilege or permitting the use of public property subject to regulations. The City receives franchise fees for electricity, solid waste, and towing services. The decrease was primarily due to a decrease in the electric franchise; FPL decreased its kilowatt charges in FY2011.

Communication taxes reported in the governmental activities decreased \$234,000, or 7.62% in comparison to the prior year. Due to the economy consumers are cutting back services they receive, for instance consumers are eliminating home phone service and utilizing cell phones, and cutting cable services to the basic plan coupled with a refund to consumers that was provided in 2011.

Interest income reported in the governmental activities decreased \$177,000, or 57.4% from the prior year. The decrease was due to the general/national decline in interest rates.

The following is a chart of expenses by function of governmental activities by percent of total expenses.

Functional Expenses for Fiscal Year 2011



The City's governmental activities expenses cover a range of services with 54.4 percent related to public safety (see Figure A-3). The expenses for governmental activities remained stable at \$58.6 million the same as 2010. The increase in net assets for governmental activities was \$1.6 million in 2011.

The functional activities expenses were similar in most cases reporting slight changes compared to last year's expenses. There were decreases in public safety (\$1.5 million), physical environment (\$0.3 million), transportation (\$0.1 million) and economic environment (0.5 million). Increases were general government (\$1.8 million), interest on long-term debt (\$0.4 million), and culture and recreation (\$0.4 million).

General government expenses reported in governmental activities increased \$0.9 million, or 16.4%, in comparison to the prior year. This is a result of increases in pension and other personnel costs during the year, and the reclassification of the customer services division to Financial Services.

Public Safety expenses reported in governmental activities decreased \$0.6 million, or 1.9%, in comparison to prior year due mainly to the reclassification in administrative fees to interfund transfers for the fire fund, coupled with the addition of the pass through expense for the insurance premium tax.

CITY OF TAMARAC, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2011

addition of the pass through expense for the insurance premium tax.

Culture and Recreation expenses reported in governmental activities increased \$0.4 million, or 9.5%, in comparison to prior year due to renovation at the Tamarac Sports Complex and Multipurpose Center.

Economic Environment expenses reported in governmental activities decreased \$2.5 million, or 51%, in comparison to the prior year as a result of the usage of Neighborhood Stabilization Program funds used to assist qualified recipients in the purchase and renovation of foreclosed homes in 2010, which did not have the same level of activity in 2011.

The table below presents the cost of each of the City's various public services—public safety, general administration, parks and recreation, physical environment, and transportation—as well as each service's net cost (total cost less fees generated by the activities and intergovernmental aid). The net cost shows the financial burden on the City's taxpayers by each of these services.

- The cost of all *governmental* activities this year was \$56.8 million. Some of that cost was financed by:
 - Those who directly benefited from the programs through charges for services (\$21.4 million), and
 - Other governments and organizations that subsidized certain programs from operating and capital grants and contributions (\$2.8 million).
- The City financed the remaining \$32.7 million “public benefit” portion of governmental activities with \$34.2 million in taxes, Franchise fees and other revenues such as interest and unrestricted state aid.

City of Tamarac, Florida Net Cost of City's Governmental Activities (in millions)

	Total Cost of Services		Net Cost of Services	
	2011	2010	2011	2010
Public safety	\$ 30.9	\$ 31.5	\$ 16.9	\$ 16.0
General government	11.9	11.0	5.5	5.4
Economic environment	2.4	4.9	0.6	0.7
Culture and recreation	4.6	4.2	3.9	3.4
Physical environment	3.0	3.3	1.8	1.5
Transportation	1.8	1.9	1.8	1.8
Other	2.2	1.8	2.2	2.1
Total	\$ 56.8	\$ 58.6	\$ 32.7	\$ 30.9

Business-type Activities

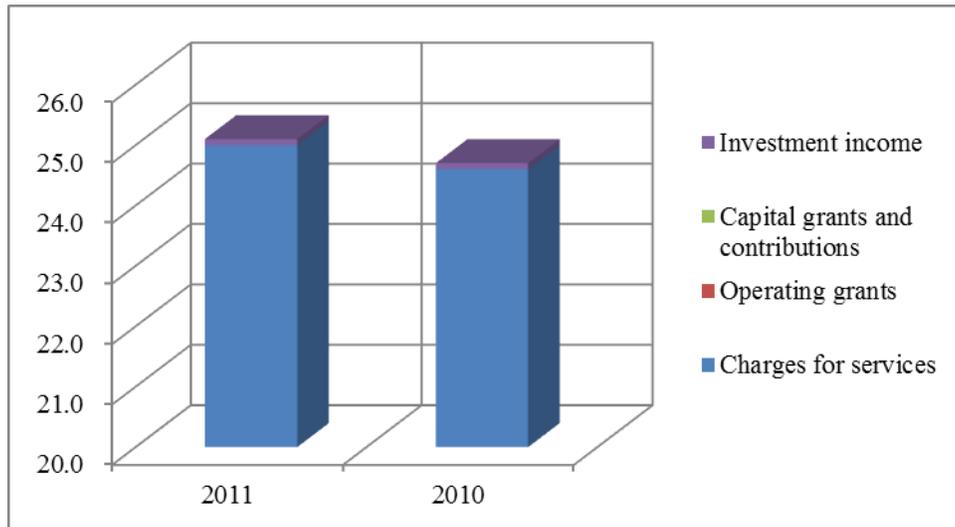
The business-type activities net assets increased by \$0.3 million from the prior fiscal year. Revenues of the City's business-type activities increased slightly by 1.6 percent to \$25.1 million and expenses increased by 0.4 percent to \$24.8 million (see *Summary of Changes in Net Assets*).

CITY OF TAMARAC, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2011

The following is a chart of revenues by source for business-type activities.

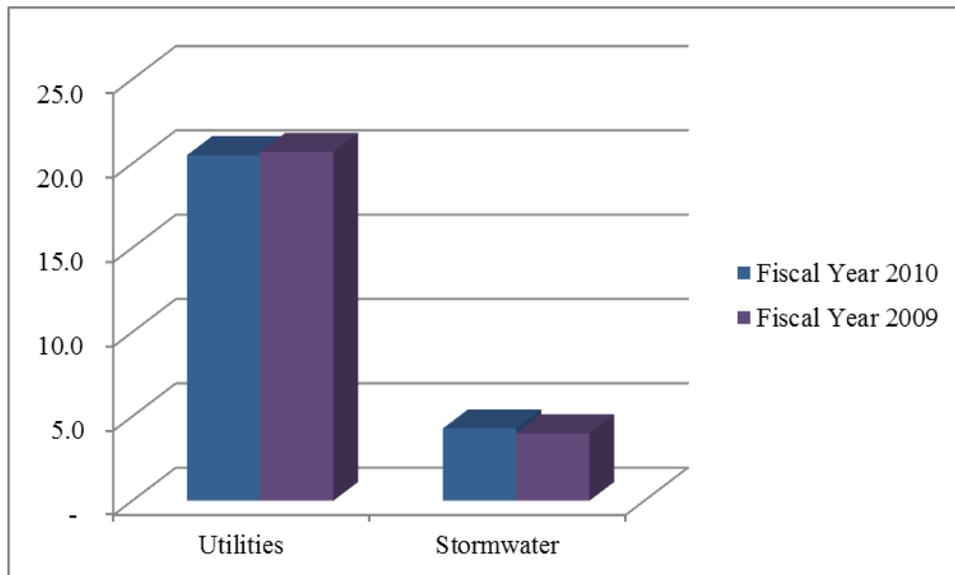
Revenues by source- Business-type Activities



For business-type activities Charges for services is the major source of revenues representing 99.6% of revenues in 2011. Charges for services reported had only a slight increase of \$400,000 mainly due to the rate structure change and the increase in rates in the Utilities and Stormwater fund.

There was a decrease in investment interest earnings primarily due to a decline in interest rates and the softened securities market. The economic downturn has limited the City's ability to earn the usual returns of its investments. The amounts received for Capital Grants and Contributions as well as operating Grants and contributions was only \$4,701 which had little impact on the results.

Expenses by Program- Business-type Activities



CITY OF TAMARAC, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS

SEPTEMBER 30, 2011

Water and sewer expenses reported in business-type activities decreased by \$0.2 million, or less than 1%, in comparison to the prior year. Stormwater reported a similar trend with a slight increase of \$0.3 million or 8% over prior year, this increase was mainly due to a change in allocation methods to ensure that the Stormwater fund was adequately covering the cost of services provided to the fund. Other enterprise funds' expenses reported in business-type activities remained constant or had slight increases due to increases such as salaries, pension costs and some maintenance services.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

Governmental Funds

The focus of the City's Governmental Funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As the City completed the year, its governmental funds reported combined fund balances of \$65.6 million, or an increase of \$9.6 million compared to last year's combined fund balances of \$56.0 million. Included in this year's total change in fund balances is a \$1.7 million excess of revenues over expenditures and transfers in the City's general fund. The primary reasons for these changes in fund balances should be noted:

- The fund balance of the General Fund increased by \$1.7 million mainly due to controlled spending. Among other initiatives, the addition of the Public Service Utility Tax which recorded \$3.2 in revenues, this new revenue source mitigated the loss in Property Taxes which decreased by \$2.5 million or 13%. The City also instituted a revised cost allocation plan which increased the transfers from Special Revenue Funds for support services provided by the General Fund. Financial Policies adopted in 2011 increases the Payment in Lieu of taxes to 6%, limited the use of reserve funds to non-recurring expenditures and continued to budget at 95% of revenue estimates. At the end of the year expenditures were 93% of budget.
- The Fire/Rescue Fund balance increased by \$0.6 million due mainly to an increase in the transfers from the General Fund \$1.7 million to support Fire Rescue services.
- The Tamarac Village Fund was newly created in fiscal year 2011 and recorded \$8.8 million in fund balance, this is mainly due to debt financing of land purchases that are recorded as real estate investments.
- General Capital Project Fund decreased by \$1.3 million due to completion of various capital projects in fiscal year 2011.

Proprietary Funds

The City's Proprietary Funds include the City's Enterprise Funds – Water and Wastewater Fund and the Stormwater Fund. An enterprise fund is used to account for activities for which a fee is charged to external users for goods and/or services. The funds provide the same type of information found in the government-wide financial statements, but in more detail.

- Water and wastewater fees were stable in FY10 resulting in a small increase of \$0.3 million in operating revenues. The City instituted a change to the structure of the rates charged for water and wastewater which contributed to the small increase. Operating expenses including depreciation decreased by \$0.3 million mainly due to controlled spending.
- Stormwater operating revenues increased by \$0.19 million or 4% over the prior fiscal year, mainly due to scheduled increases in stormwater fees. Operating expenses including depreciation increased by \$0.4 million.

CITY OF TAMARAC, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2011

General Fund Budgetary Highlights

Over the course of the year, the City amended the General Fund budget two times. Budget amendments fall into two categories: (1) Amendments are approved for prior year encumbrances; and (2) supplemental appropriations to recognize and appropriate grant revenues which were received after the adoption of the budget, and to provide appropriations for various other needs which had arisen since the adoption of the budget. Even with these adjustments, actual expenditures were \$2.4 million below final budgeted amounts. The most significant contributor to this variance was various departmental savings due to staff vacancies.

The fiscal year 2011 amended final budget of \$44.79 million increased slightly the original General Fund budget of \$44.73 million primarily to cover various new projects undertaken during the fiscal year. With base revenues of \$42.3 million and \$2.4 million in operating transfers from the Enterprise Funds, the Adopted Budget is balanced. The original General Fund budget consists of \$36.7 million base expenditures and \$7.9 million in operating transfers to the other funds.

Differences between the original budget and the final amended budget increased appropriations by \$61,733 which primarily consists of a receipt of grant from Broward County for transportation services of \$55,120 and a grant from the Beverly Foundation for \$4,478 to provided social services assistance.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The City's investment in capital assets, net of related debt, for its governmental and business-type activities as of September 30, 2011 amounts to \$118.8 million (net of accumulated depreciation), or an 8% decrease, in comparison to the prior year.

City of Tamarac, Florida Capital Assets (net of depreciation, in millions)

	Governmental		Business-type		Total	
	Activities		Activities			
	2011	2010	2011	2010	2011	2010
Land	\$ 23.9	\$ 23.8	\$ 7.5	\$ 7.5	\$ 31.4	\$ 31.3
Intangibles-right-of-ways	0.1	0.1	-	-	0.1	0.1
Buildings and improvements	24.9	25.9	6.8	7.0	31.7	32.9
Improvements other than buildings	11.5	11.1	41.4	42.2	52.9	53.3
Equipment	1.9	2.0	0.8	0.7	2.7	2.7
Infrastructure	47.6	48.4	2.5	2.5	50.1	50.9
Public arts	0.4	0.4	-	-	0.4	0.4
Construction in progress	1.0	0.8	1.2	1.3	2.2	2.1
Total	\$ 111.3	\$ 112.5	\$ 60.2	\$ 61.2	\$ 171.5	\$ 173.7

Major capital asset purchases and projects during the fiscal year included the following:

- SCADA Radio System
- Nob Hill Road Median Improvement
- Jewish Temple demolition
- Fire Stations #41 and # 78 renovations
- HVAC renewal and replacement program
- Improvements to the Waste Water Treatment Plant Main Collection System
- Upgrades to the Water Treatment Plant Clearwell
- Stormwater Gates installation

Additional information on the City's Capital Assets can be found on pages 45-47 of this report.

CITY OF TAMARAC, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2011

Long-term debt

At year-end the City had \$61.2 million in bonds outstanding— a increase of \$6.7 million from last year— as shown in the following table. Of this amount, \$1.6 million comprises debt backed by the full faith and credit of the government and \$59.8 million is revenue bonds and notes backed by specific taxes and fee revenues. The debt position of the City is summarized below:

City of Tamarac, Florida Outstanding Debt (in millions)

	<u>Governmental</u>		<u>Business-type</u>		<u>Total</u>	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
General obligation bonds	\$ 1.4	\$ 1.6	\$ -	\$ -	\$ 1.4	\$ 1.6
Revenue bonds and notes	42.4	35.0	17.4	17.9	59.8	52.9
Total	\$ 43.8	\$ 36.6	\$ 17.4	\$ 17.9	\$ 61.2	\$ 54.5

In 2011, the City refinanced and increased the drawdown on the City's Line of Credit.

In 2011, Fitch Ratings upgraded the City's general obligation credit rating of AA; both Standard & Poor's and Moody's Investors Service were affirmed in 2010. These ratings are reflective of the strong financial performance and credit position of the City. The following table shows the latest ratings for the City by the major rating agencies.

	<u>Rating Agency</u>					
	<u>Moody's</u>		<u>Fitch</u>		<u>Standard & Poor's</u>	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
<u>General Obligation Bonds</u>						
Current Underlying	A1	A1	AA	AA-	AA-	AA-
<u>Capital Improvement Revenue</u>						
Current Underlying	A2	A2	AA-	AA-	A+	A+
<u>Sales Tax Revenue (2010 & 2009)</u>						
Current Underlying	A2	A2	AA-	AA-	A+	A+
Insured	N/A	N/A	N/A	N/A	BB+	BB+
<u>Water & Sewer Revenue</u>						
Current Underlying	A1	A1	AA	AA-	AA-	AA-
Insured	Aa3	Aa3	N/A	N/A	AA+	AA+
<u>Stormwater Assessment Revenue</u>						
Current Underlying	A1	A1	AA	AA-	A+	A+

Additional information on the City of Tamarac's long-term debt can be found in Note 9 beginning on page 50 of this report.

CITY OF TAMARAC, FLORIDA

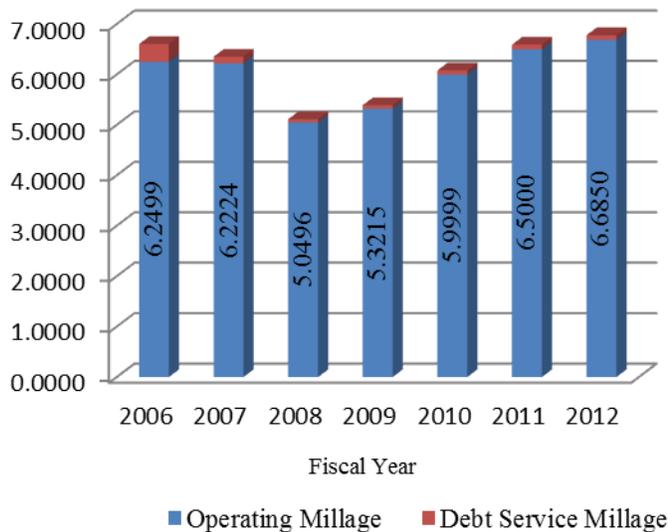
MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2011

Economic Factors and Next Year's Budget

According to the U.S. Bureau of Labor Statistics, the unemployment rate for the Broward County area in September 2011 was 9.5 percent, down from a high of 10.7% in November 2010. The largest sector of employment in Tamarac continues to be in the education and health services sector with the retail and manufacturing industry following. Together these industries account for almost one-third of the employment in the City.

The State of Florida does not have a state personal income tax and therefore, the State operates primarily using sales, gasoline and corporate income taxes. Local governments (cities, counties and school boards) primarily rely on property taxes and a limited array of permitted other taxes (sales, communication, gasoline, utilities services, etc.) and fees (franchise, building permits, occupational license, etc.) for their governmental activities. There are a limited number of state-shared revenues and recurring and non-recurring (one-time) grants from both the state and federal governments. For the business-type and certain governmental activities (building inspections, recreational programs, etc.) the user pays a related fee or charge associated with the service. It is anticipated that housing prices will continue to stay flat with bank owned properties, in-process foreclosures and new foreclosures that are being slowly released back into the system. There has been no sustained recovery in new housing starts in the construction industry, either nationwide or in Florida, and therefore sales tax revenues are projected to remain flat or with minor upticks for the foreseeable future.

Total City Millage



Fiscal Year	2006	2007	2008	2009	2010	2011	2012
Operating Millage	6.2499	6.2224	5.0496	5.3215	5.9999	6.5000	6.6850
Debt Service Millage	0.3530	0.1305	0.0630	0.0701	0.0802	0.0894	0.0924
Total Millage	6.6029	6.3529	5.1126	5.3916	6.0801	6.5894	6.7774

The operating millage for fiscal year 2011 was 6.5000 per thousand dollars of taxable value and the rate set for 2012 is 6.6850 per thousand dollars of taxable value. Despite the increase in the millage rate, there was a decline in revenue in 2011 and another expected decrease in 2012 due to the decrease in the taxable assessed value.

CITY OF TAMARAC, FLORIDA

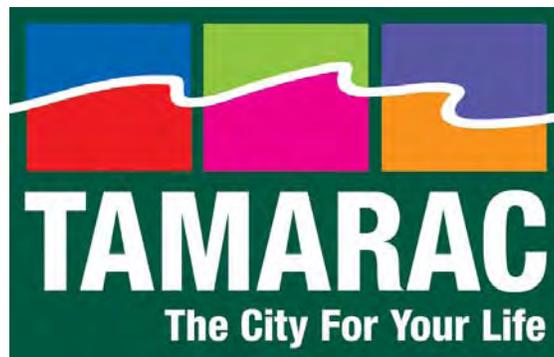
MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2011

The City is considered to be built out due to its limited vacant land available for development. Taxable assessed value decreased by 19.747% in calendar year 2010. Overall the total taxable assessed value decreased to \$2,496,995,116 in 2011 from a high of \$4,402,093,105 in 2007; this is a 43% decrease. Property taxes are projected to be approximately the same on an annual basis. Over the past two years the City has seen very small increases in growth, including the one-time annexation in 2010. Currently the City has the potential of adding housing in the Sabal Palm North area; however the timing of the growth may be over two to three years.

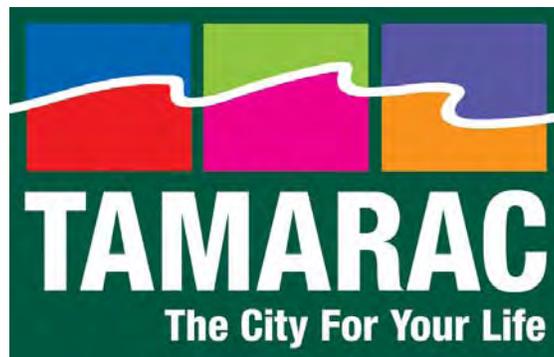
Overall, the adopted budget is an economical and prudent financial plan that will ensure quality public services and needed capital improvements for both today and in the future. Fiscal year 2012 budgeted expenditures and transfers for the General Fund are expected to be \$46.0 million, or 2.91 percent, more than fiscal year 2011. In developing the budget, the primary economic factors considered are the increased salaries and cost-of-living adjustments governed by bargaining labor agreements with the firefighters' and general employees' unions, while maintaining current service levels for the citizens of Tamarac.

Contacting the City's Financial Services Department

The City's financial statements are designed to present users (citizens, taxpayers, customers, investors and creditors) with a general overview of the City's finances and to demonstrate the City's accountability. Questions concerning any information contained in this report or for additional financial information, contact the Financial Services Department, 7525 NW. 88th Ave, Tamarac, Florida 33321.



BASIC FINANCIAL STATEMENTS



CITY OF TAMARAC, FLORIDA
STATEMENT OF NET ASSETS
 SEPTEMBER 30, 2011

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and equity in pooled cash	\$ 46,506,834	\$ 18,866,528	\$ 65,373,362
Investments	16,208,652	7,571,349	23,780,001
Investment- Real Property	8,450,548	-	8,450,548
Accounts receivable - net	4,947,000	4,171,724	9,118,724
Internal balances	(957,557)	957,557	-
Inventories	200,967	285,520	486,487
Prepaid expenses	43,312	500	43,812
Other assets	2,130	-	2,130
Deferred charges	272,516	1,374,780	1,647,296
Restricted assets:			
Cash and equity in pooled cash and investments	-	1,438,371	1,438,371
Net pension asset	3,345,367	-	3,345,367
Capital assets (net of accumulated depreciation):			
Land	23,918,234	7,460,603	31,378,837
Intangibles	114,430	-	114,430
Public art	462,480	-	462,480
Buildings and improvements	24,891,687	6,807,549	31,699,236
Improvements other than buildings	11,404,608	41,437,571	52,842,179
Equipment	1,893,702	882,479	2,776,181
Infrastructure	47,603,890	2,425,927	50,029,817
Construction in progress	973,621	1,192,890	2,166,511
Total assets	<u>190,282,421</u>	<u>94,873,348</u>	<u>285,155,769</u>
LIABILITIES			
Accounts payable and other accrued liabilities	959,827	816,033	1,775,860
Accrued payroll	869,565	200,160	1,069,725
Accrued interest payable	-	568,372	568,372
Customer deposits	25,534	1,438,371	1,463,905
Unearned revenue	715,258	-	715,258
Noncurrent liabilities:			
Due within one year	1,852,668	550,747	2,403,415
Due in more than one year	46,090,835	17,338,142	63,428,977
Total liabilities	<u>50,513,687</u>	<u>20,911,825</u>	<u>71,425,512</u>
NET ASSETS			
Invested in capital assets, net of related debt	84,047,030	45,059,260	129,106,290
Restricted for:			
Renewal and replacement	-	4,810,388	4,810,388
Public safety	2,369,150	-	2,369,150
Transportation	381,551	-	381,551
Economic development	2,547,523	-	2,547,523
Culture and recreation	272,224	-	272,224
Capital improvement	9,816,781	1,925,074	11,741,855
Debt service	494,706	1,439,465	1,934,171
Unrestricted	39,839,769	20,727,336	60,567,105
Total net assets	<u>\$ 139,768,734</u>	<u>\$ 73,961,523</u>	<u>\$ 213,730,257</u>

The notes to the financial statements are an integral part of this statement.

CITY OF TAMARAC, FLORIDA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2011

	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Changes in Net Assets</u>			
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contribution</u>	<u>Capital Grants and Contribution</u>	<u>Governmental Activities</u>	<u>Business- Type Activities</u>	<u>Total</u>
<u>Functions/programs</u>							
Primary government:							
Governmental activities:							
General government	\$ 11,907,718	\$ 5,550,906	\$ 645,023	\$ 171,127	\$ (5,540,662)	\$ -	\$ (5,540,662)
Public safety	30,961,029	13,935,434	90,422	45,053	(16,890,120)	-	(16,890,120)
Transportation	1,857,501	25,586	-	38,044	(1,793,871)	-	(1,793,871)
Culture and recreation	4,641,173	781,946	4,478	-	(3,854,749)	-	(3,854,749)
Physical environment	2,976,038	1,098,831	-	46,569	(1,830,638)	-	(1,830,638)
Economic environment	2,397,899	-	1,746,802	-	(651,097)	-	(651,097)
Human services	268,033	-	-	-	(268,033)	-	(268,033)
Interest on long-term debt	1,892,592	-	-	-	(1,892,592)	-	(1,892,592)
Total governmental activities	<u>56,901,983</u>	<u>21,392,703</u>	<u>2,486,725</u>	<u>300,793</u>	<u>(32,721,762)</u>	<u>-</u>	<u>(32,721,762)</u>
Business-type activities:							
Utilities	20,510,633	20,022,360	4,701	-	-	(483,572)	(483,572)
Stormwater	4,295,863	5,014,883	-	-	-	719,020	719,020
Total business activities	<u>24,806,496</u>	<u>25,037,243</u>	<u>4,701</u>	<u>-</u>	<u>-</u>	<u>235,448</u>	<u>235,448</u>
Total primary government	<u>\$ 81,708,479</u>	<u>\$ 46,429,946</u>	<u>\$ 2,491,426</u>	<u>\$ 300,793</u>	<u>(32,721,762)</u>	<u>235,448</u>	<u>(32,486,314)</u>
General revenues:							
Taxes:							
Property taxes, levied for general purpose					16,158,683	-	16,158,683
Property taxes, levied for debt service					222,831	-	222,831
Utility taxes					3,341,548	-	3,341,548
Franchise fees					4,409,431	-	4,409,431
Communication service tax					2,843,342	-	2,843,342
Gas taxes					2,034,911	-	2,034,911
Intergovernmental not restricted to specific program					5,138,584	-	5,138,584
Investment income					131,485	61,082	192,567
Gain on disposal of capital assets					10,678	14,804	25,482
Total general revenues					<u>34,291,493</u>	<u>75,886</u>	<u>34,367,379</u>
Change in net assets					1,569,731	311,334	1,881,065
Net assets, October 1					138,199,003	73,650,189	211,849,192
Net assets, September 30					<u>\$ 139,768,734</u>	<u>\$ 73,961,523</u>	<u>\$ 213,730,257</u>

The notes to the financial statements are an integral part of this statement.

CITY OF TAMARAC, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
 SEPTEMBER 30, 2011

	<u>Major Funds</u>					
	<u>General</u>	<u>Special Revenue Fire Rescue</u>	<u>General Capital Projects</u>	<u>Tamarac Village</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS						
Cash and equity in pooled cash	\$ 18,652,020	\$ 839,778	\$ 10,844,855	\$ 358,021	\$ 9,674,288	\$ 40,368,962
Investments	6,364,703	445,935	3,782,098	2,385	3,565,093	14,160,214
Investment- real property	-	-	-	8,450,548	-	8,450,548
Accounts receivable - net	1,554,890	1,438,040	-	-	658,531	3,651,461
Due from other funds	599,612	-	-	-	-	599,612
Due from other governments	353,363	73,510	68,511	-	800,155	1,295,539
Other assets	2,130	-	-	-	-	2,130
Inventories	106,845	-	-	-	94,122	200,967
Prepaid expenses	43,312	-	-	-	-	43,312
Deferred charges	-	-	-	-	5,644	5,644
Total assets	<u>\$ 27,676,875</u>	<u>\$ 2,797,263</u>	<u>\$ 14,695,464</u>	<u>\$ 8,810,954</u>	<u>\$ 14,797,833</u>	<u>\$ 68,778,389</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable and other accrued liabilities	\$ 713,797	\$ 33,155	\$ 44,399	\$ -	\$ 104,863	\$ 896,214
Accrued payroll	167,485	622,992	-	-	72,290	862,767
Due to other funds	-	-	-	-	599,612	599,612
Due to other governmental units	829	-	-	-	62,396	63,225
Escrow deposits	25,534	-	-	-	-	25,534
Deferred revenue	496,197	-	-	-	219,061	715,258
Total liabilities	<u>1,403,842</u>	<u>656,147</u>	<u>44,399</u>	<u>-</u>	<u>1,058,222</u>	<u>3,162,610</u>
Fund Balances:						
Non spendable:						
Inventories and prepayments	150,157	-	-	-	99,766	249,923
Investment- real property	-	-	-	8,450,548	-	8,450,548
Restricted for:						
Public safety	10,741	2,140,000	-	-	217,293	2,368,034
Transportation	-	-	-	-	381,551	381,551
Culture and recreation	-	-	-	-	272,224	272,224
Debt service	-	-	-	-	494,706	494,706
Economic development	-	-	-	-	2,444,963	2,444,963
Capital projects	-	-	-	-	9,772,289	9,772,289
Committed for:						
Economic development	87,840	-	-	-	2,794	90,634
Public safety	-	1,116	-	-	-	1,116
Capital projects	-	-	1,705,189	-	44,492	1,749,681
Parks and recreation	-	-	-	-	9,533	9,533
Assigned:						
Capital projects	4,700,000	-	12,945,876	-	-	17,645,876
Economic stabilization	3,000,000	-	-	-	-	3,000,000
Economic development	500,000	-	-	360,406	-	860,406
Disaster reserve	1,000,000	-	-	-	-	1,000,000
Unassigned:						
General fund	16,824,295	-	-	-	-	16,824,295
Total fund balances	<u>26,273,033</u>	<u>2,141,116</u>	<u>14,651,065</u>	<u>8,810,954</u>	<u>13,739,611</u>	<u>65,615,779</u>
Total liabilities and fund balances	<u>\$ 27,676,875</u>	<u>\$ 2,797,263</u>	<u>\$ 14,695,464</u>	<u>\$ 8,810,954</u>	<u>\$ 14,797,833</u>	<u>\$ 68,778,389</u>

The notes to the financial statements are an integral part of this statement.

CITY OF TAMARAC, FLORIDA
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET ASSETS
GOVERNMENTAL FUNDS
 SEPTEMBER 30, 2011

Fund balances - total government funds (page 20) \$ 65,615,779

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.

Governmental capital assets		148,783,814
Less accumulated depreciation		(37,521,162)

Net pension assets/obligations resulting from overfunding/underfunding of the police, fire, non-represented and general employees pension plans are not reported in the funds as they are not available to pay for current period expenditures.

Net pension asset		3,345,367
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Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the governmental funds.

Governmental bonds payable	(43,348,357)	
Parking lot	<u>(260,800)</u>	(43,609,157)
OPEB Obligations attributable to retiree benefits financed from governmental fund types		(379,169)
Bond issuance costs		266,872
Compensated absences		(2,537,567)

Internal service fund is used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets

		<u>5,803,957</u>
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Net assets of governmental activities (page 18) \$ 139,768,734

The notes to the financial statements are an integral part of this statement.

CITY OF TAMARAC, FLORIDA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2011

	<u>Major Funds</u>				<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
	<u>General</u>	<u>Fire Rescue</u>	<u>General Capital Projects</u>	<u>Tamarac Village</u>		
REVENUES:						
Taxes:						
Property	\$ 16,158,683	\$ -	\$ -	\$ -	\$ 222,831	\$ 16,381,514
Utility tax	3,341,548	-	-	-	-	3,341,548
Fuel	1,653,765	-	-	-	381,146	2,034,911
Franchise	4,409,431	-	-	-	-	4,409,431
Communication	2,843,342	-	-	-	-	2,843,342
Charges for services	1,436,528	2,108,284	-	-	71,050	3,615,862
Payment in lieu of taxes	1,589,330	-	-	-	-	1,589,330
Intergovernmental	5,055,354	151,919	91,622	-	2,492,772	7,791,667
Licenses and permits	764,347	-	-	-	1,988,029	2,752,376
Fines and forfeitures	795,074	-	-	-	209,251	1,004,325
Investment income	65,911	7,057	29,213	4	29,301	131,486
Donations from private resources	4,478	-	-	-	12,430	16,908
Program repayment	-	-	-	-	91,908	91,908
Other	3,627,721	10,500	-	-	41,237	3,679,458
Special assessments	-	8,791,417	-	-	-	8,791,417
Total revenues	<u>41,745,512</u>	<u>11,069,177</u>	<u>120,835</u>	<u>4</u>	<u>5,539,955</u>	<u>58,475,483</u>
EXPENDITURES:						
Current:						
General government	11,416,603	-	-	-	55,804	11,472,407
Public safety	13,456,561	15,394,498	-	-	1,705,602	30,556,661
Transportation	1,079,216	-	-	-	-	1,079,216
Culture and recreation	3,456,038	-	-	-	9,692	3,465,730
Physical environment	2,746,891	-	-	-	168,249	2,915,140
Economic environment	301,239	-	6,413	-	2,086,344	2,393,996
Human services	252,203	-	-	-	11,669	263,872
Debt service:						
Principal retirement	-	-	-	-	2,001,329	2,001,329
Interest and fiscal charges	-	-	2,125	203,147	1,747,132	1,952,404
Capital outlay	283,112	59,508	736,861	-	762,027	1,841,508
Total expenditures	<u>32,991,863</u>	<u>15,454,006</u>	<u>745,399</u>	<u>203,147</u>	<u>8,547,848</u>	<u>57,942,263</u>
Excess (deficiency) of revenues over (under) expenditures	<u>8,753,649</u>	<u>(4,384,829)</u>	<u>(624,564)</u>	<u>(203,143)</u>	<u>(3,007,893)</u>	<u>533,220</u>
Other financing sources (uses):						
Issuance of debt	-	-	-	13,771,509	9,501,000	23,272,509
Payment on refunded bond and note	-	-	(701,001)	(5,316,412)	(8,150,000)	(14,167,413)
Transfers in	2,417,060	6,919,670	803,127	559,000	2,760,958	13,459,815
Transfers out	(9,491,970)	(1,930,530)	(802,446)	-	(1,234,869)	(13,459,815)
Total other financing sources (uses)	<u>(7,074,910)</u>	<u>4,989,140</u>	<u>(700,320)</u>	<u>9,014,097</u>	<u>2,877,089</u>	<u>9,105,096</u>
Net change in fund balances	1,678,739	604,311	(1,324,884)	8,810,954	(130,804)	9,638,316
Fund balances - beginning	24,594,294	1,536,805	15,975,949	-	13,870,415	55,977,463
Fund balances - ending	<u>\$ 26,273,033</u>	<u>\$ 2,141,116</u>	<u>\$ 14,651,065</u>	<u>\$ 8,810,954</u>	<u>\$ 13,739,611</u>	<u>\$ 65,615,779</u>

The notes to the financial statements are an integral part of this statement.

CITY OF TAMARAC, FLORIDA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2011

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total government funds (page 22) \$ 9,638,316

Governmental funds report capital outlays as expenditures, however, in the statement of activities, the cost of those assets is depreciated over their estimated useful lives.

Expenditures for capital outlays and capital transfers	\$ 2,099,611	
Less current year depreciation	<u>(3,338,299)</u>	(1,238,688)

The effect of various miscellaneous transactions involving capital assets

Net disposition of capital assets		(3,772)
-----------------------------------	--	---------

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.

Bonds, note and leases

Principal repayments		16,168,743
Bond issuance and notes payable		<u>(23,272,509)</u>

Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are normally not paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due rather than as it accrues.

Compensated absences	(145,386)	
Amortization of bond discount	(20,517)	
Deferred bond issuance costs	90,348	
Amortization of bond issuance costs	(30,536)	
Increase in net pension assets	<u>859,875</u>	753,784

Contributions to the retiree benefits do not use current financial resources and are not recorded in full as expenditures in the governmental funds, however these disbursements increase the net OPEB obligations in the statement of activities. (152,261)

Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue of certain activities in the internal service fund is reported with governmental activities. (323,882)

Change in net assets of governmental activities (page 19) \$ 1,569,731

The notes to the financial statements are an integral part of this statement.

CITY OF TAMARAC, FLORIDA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
 SEPTEMBER 30, 2011

	Business- type activities - Enterprise Funds			Governmental Activities
ASSETS	Utilities	Stormwater	Total	Internal Service Insurance Service Fund
Current assets:				
Cash and equity in pooled cash and investments	\$ 11,206,209	\$ 7,660,319	\$ 18,866,528	\$ 6,137,872
Investments	4,864,741	2,706,608	7,571,349	2,048,438
Accounts receivable - net	3,496,119	675,605	4,171,724	-
Inventories	280,675	4,845	285,520	-
Prepaid expenses	500	-	500	-
Total current assets	19,848,244	11,047,377	30,895,621	8,186,310
Non-current assets:				
Restricted assets:				
Cash and equity in pooled cash and investments	1,428,779	9,592	1,438,371	-
Deferred charges	975,222	399,558	1,374,780	-
Capital assets:				
Land	7,415,829	44,774	7,460,603	-
Buildings and improvements	7,334,209	1,480,000	8,814,209	-
Improvements other than building	88,397,683	2,991,300	91,388,983	-
Equipment	3,254,085	1,388,044	4,642,129	15,766
Infrastructure	58,974	28,479,682	28,538,656	-
Construction in progress	509,494	683,396	1,192,890	-
Total capital assets	106,970,274	35,067,196	142,037,470	15,766
Less accumulated depreciation	(53,615,543)	(28,214,908)	(81,830,451)	(15,766)
Total capital assets - net	53,354,731	6,852,288	60,207,019	-
Total non-current assets	55,758,732	7,261,438	63,020,170	-
Total assets	75,606,976	18,308,815	93,915,791	8,186,310
LIABILITIES				
Current liabilities:				
Accounts payable and other accrued liabilities	696,385	104,214	800,599	388
Accrued payroll	109,447	90,713	200,160	6,798
Accrued interest payable	568,372	-	568,372	-
Due to other governments	15,434	-	15,434	-
Claims payable	-	-	-	1,360,000
Bonds payable	250,000	235,000	485,000	-
Customer deposits	1,428,779	9,592	1,438,371	-
Compensated absences	74,130	12,294	86,424	5,885
Total current liabilities	3,142,547	451,813	3,594,360	1,373,071
Non-current liabilities:				
Bonds payable	12,963,128	3,567,149	16,530,277	-
Net OPEB obligations	85,204	2,739	87,943	4,110
Compensated absences	599,775	99,470	699,245	47,615
Total noncurrent liabilities	13,648,107	3,669,358	17,317,465	51,725
Total liabilities	16,790,654	4,121,171	20,911,825	1,424,796
NET ASSETS				
Invested in capital assets, net of related debt	42,009,121	3,050,139	45,059,260	-
Restricted for:				
Capital projects	1,925,074	-	1,925,074	-
Renewal and replacement	4,709,497	100,891	4,810,388	-
Debt service	896,953	542,512	1,439,465	-
Unrestricted	9,275,677	10,494,102	19,769,779	6,761,514
Total net assets	\$ 58,816,322	\$ 14,187,644	73,003,966	\$ 6,761,514

Explanation of difference between proprietary funds statement of net assets and the statement of net assets:

Internal service fund is used by management to charge the costs of certain activities, such as insurance, to individual funds. The portion attributable to business-type activities is reflected here and the residual assets and liabilities of the internal service fund are included in the governmental activities in the statement of net assets.

957,557
\$ 73,961,523

The notes to the financial statements are an integral part of this statement.

CITY OF TAMARAC, FLORIDA
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Business-type Activities - Enterprise Funds			Governmental Activities Internal Service - Insurance Service Fund
	Utilities	Stormwater	Total	
OPERATING REVENUES:				
Charges for services	\$ 19,991,513	\$ 4,974,332	\$ 24,965,845	\$ 1,511,063
Other	30,847	40,551	71,398	32,274
Total operating revenues	20,022,360	5,014,883	25,037,243	1,543,337
OPERATING EXPENSES:				
Salaries, wages and employee benefits	5,103,883	1,517,767	6,621,650	374,172
Contractual services, materials and supplies	7,624,657	2,013,967	9,638,624	139,213
Claims and claims adjustments	-	-	-	1,438,057
Depreciation	3,170,985	338,832	3,509,817	-
Other services and charges	3,848,700	211,735	4,060,435	-
Total operating expenses	19,748,225	4,082,301	23,830,526	1,951,442
Operating income (loss)	274,135	932,582	1,206,717	(408,105)
NONOPERATING REVENUES (EXPENSES):				
Intergovernmental	4,701	-	4,701	-
Investment income	38,288	22,794	61,082	17,882
Interest expense	(646,744)	(171,395)	(818,139)	-
Debt service cost	(49,326)	(42,167)	(91,493)	-
Gain on disposal of fixed assets	7,937	6,867	14,804	-
Total nonoperating revenues (expenses)	(645,144)	(183,901)	(829,045)	17,882
Income (loss)	(371,009)	748,681	377,672	(390,223)
Change in net assets	(371,009)	748,681	377,672	(390,223)
Total net assets, October 1	59,187,331	13,438,963		7,151,737
Total net assets, September 30	\$ 58,816,322	\$ 14,187,644		\$ 6,761,514

Explanation of difference between proprietary funds statement of revenues, expenses and changes in fund net assets and the statement of activities:

Internal service fund is used by management to charge the costs of certain activities, such as insurance, to individual funds. The portion attributable to business-type activities is reflected here and the residual assets and liabilities of the internal service fund are included in the governmental activities in the statement of net assets.

(66,338)
\$ 311,334

The notes to the financial statements are an integral part of this statement.

CITY OF TAMARAC, FLORIDA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2011

	<u>Business-type Activities - Enterprise Funds</u>			Governmental Activities
				Internal Service Insurance Service Fund
	<u>Utilities</u>	<u>Stormwater</u>	<u>Total</u>	
Cash flows from operating activities:				
Cash received from customers (including other funds)	\$ 19,626,533	\$ 4,943,074	\$ 24,569,607	\$ 1,543,337
Payments to suppliers	(9,069,104)	(2,007,201)	(11,076,305)	(137,196)
Cash paid on claims	-	-	-	(1,238,057)
Payments to employees	(5,062,756)	(1,418,931)	(6,481,687)	(367,435)
Interfund service payments	(2,438,440)	(142,910)	(2,581,350)	-
Net cash provided by (used in) operating activities	<u>3,056,233</u>	<u>1,374,032</u>	<u>4,430,265</u>	<u>(199,351)</u>
Cash flows from noncapital financing activities:				
Operating grant	4,701	-	4,701	-
Net cash provided by noncapital financing activities	<u>4,701</u>	<u>-</u>	<u>4,701</u>	<u>-</u>
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(1,918,684)	(572,604)	(2,491,288)	-
Proceeds from sale of capital assets	7,937	6,867	14,804	-
Principal paid on long-term debt	(232,893)	(216,429)	(449,322)	-
Interest paid	(689,595)	(518,720)	(1,208,315)	-
Net cash used in capital and related financing activities	<u>(2,833,235)</u>	<u>(1,300,886)</u>	<u>(4,134,121)</u>	<u>-</u>
Cash flows from investing activities:				
Proceeds from sales and maturities of investments	3,964,913	2,205,971	6,170,884	1,184,403
Purchases of investments	(6,422,215)	(3,469,712)	(9,891,927)	(2,048,438)
Interest income	38,288	22,794	61,082	17,882
Net cash used in investing activities	<u>(2,419,014)</u>	<u>(1,240,947)</u>	<u>(3,659,961)</u>	<u>(846,153)</u>
Net decrease in cash and cash equivalents	(2,191,315)	(1,167,801)	(3,359,116)	(1,045,504)
Cash and cash equivalents at beginning of year	<u>14,826,303</u>	<u>8,837,712</u>	<u>23,664,015</u>	<u>7,183,376</u>
Cash and cash equivalents at end of year	<u>\$ 12,634,988</u>	<u>\$ 7,669,911</u>	<u>\$ 20,304,899</u>	<u>\$ 6,137,872</u>
Pooled cash and cash equivalents per statement of net assets:				
Unrestricted	\$ 11,206,209	\$ 7,660,319	\$ 18,866,528	\$ 6,137,872
Restricted	1,428,779	9,592	1,438,371	-
Total, September 30	<u>\$ 12,634,988</u>	<u>\$ 7,669,911</u>	<u>\$ 20,304,899</u>	<u>\$ 6,137,872</u>
Reconciliation of operating income (loss) to net cash provided by operating activities:				
Operating income (loss)	\$ 274,135	\$ 932,582	\$ 1,206,717	\$ (408,105)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation and amortization	\$ 3,170,985	\$ 338,832	\$ 3,509,817	\$ -
Change in assets and liabilities:				
Increase in accounts receivable	(363,610)	(71,602)	(435,212)	-
Decrease in inventories	14,474	-	14,474	-
Increase (decrease) in accounts payable	(123,123)	41,199	(81,924)	374
Increase in accrued liabilities	3,479	70,215	73,694	1,802
Increase in due to other government	4,928	-	4,928	-
Increase in compensated absences	37,648	28,621	66,269	4,935
Decrease in deferred charges	36,125	33,297	69,422	-
Increase in OPEB obligation	33,410	1,095	34,505	1,643
Increase in estimated insurance claims payable	-	-	-	200,000
Decrease in customer deposits	(32,218)	(207)	(32,425)	-
Total adjustments	<u>2,782,098</u>	<u>441,450</u>	<u>3,223,548</u>	<u>208,754</u>
Net cash provided by (used in) operating activities	<u>\$ 3,056,233</u>	<u>\$ 1,374,032</u>	<u>\$ 4,430,265</u>	<u>\$ (199,351)</u>
Non-cash investing, capital and financing activities:				
Decrease in fair value of investments	\$ (24,366)	\$ (18,798)	\$ (43,164)	\$ -

The notes to the financial statements are an integral part of this statement.

CITY OF TAMARAC, FLORIDA

STATEMENT OF FIDUCIARY NET ASSETS

FIDUCIARY FUNDS

September 30, 2011

		Pension Trust Funds
ASSETS		
Cash and cash equivalents	\$	3,895,765
Receivables:		
Interest and dividend receivables		113,729
Contributions receivable		100,394
Total receivables		214,123
Investments, at fair value		
Common stock	\$	40,732,948
Government securities		15,781,883
Corporate bonds		14,057,366
Mutual funds		26,926,384
		97,498,581
Total assets		101,608,469
LIABILITIES		
Accounts payable		113,958
Net assets held in trust for pension benefits (A schedule of funding progress for each plan is presented on page 77-81)		\$ 101,494,511

CITY OF TAMARAC, FLORIDA

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS

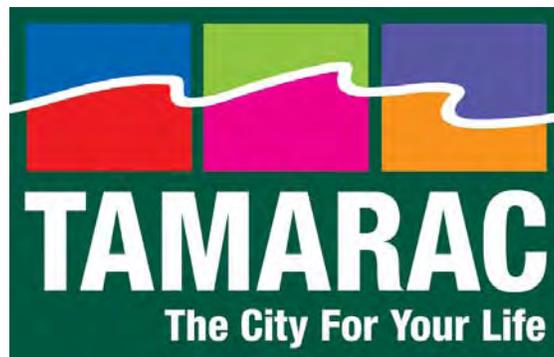
FIDUCIARY FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2011

		Pension Trust Funds
ADDITIONS		
Contributions:		
Employer	\$	7,567,170
Employee		1,877,333
State		989,071
Total contributions		10,433,574
Investment income:		
Net depreciation in fair value of investments		(535,073)
Interest and dividends		1,720,211
Total investment income		1,185,138
Less investment expenses		(548,866)
Net investment income		636,272
Total additions		11,069,846
DEDUCTIONS		
Benefits paid and refunds		6,898,938
Administrative expenses		269,851
Total deductions		7,168,789
Change in net assets		3,901,057
Net assets, October 1		97,593,454
Net assets, September 30	\$	101,494,511

The notes to the financial statements are an integral part of this statement.

NOTES TO BASIC FINANCIAL STATEMENTS



CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

NOTE 1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Organization

The City of Tamarac, Florida (the "City") was incorporated in 1963 and is a political subdivision of the State of Florida located in northwestern Broward County. The City operates under a Commission-Manager form of government, with the legislative function being vested in a five-member commission. The City Commission is governed by the City Charter and by state and local laws and regulations. The City Commission is responsible for establishment and adoption of policy. The City provides the following range of municipal services authorized by its charter: public safety (Police and Fire), highways and streets, sanitation, health and social services, culture, recreation, bus transportation, planning and zoning, water and sewer, stormwater utility services and general administrative services.

The accounting policies of the City conform to Generally Accepted Accounting Principles in the United States of America (GAAP) as applicable to governments. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting.

B. The Reporting Entity

The financial statements were prepared in accordance with GASB Statement No. 14, *The Financial Reporting Entity*, as amended by GASB Statement No. 39, which establishes standards for defining and reporting on the financial reporting entity. The definition of the financial reporting entity is based upon the concept that elected officials are accountable to their constituents for their actions. One of the objectives of financial reporting is to provide users of financial statements with a basis for assessing the accountability of the elected officials. The financial reporting entity consists of the primary government, organizations for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The City is financially accountable for a component unit if it appoints a voting majority of the organization's governing board and it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the City. Based on these criteria, one entity was evaluated for inclusion in the City's reporting entity with the following results:

Woodlands Neighborhood Improvement District (WNID): The City created the WNID pursuant to Section 163.501, Florida Statutes and Ordinance number O-2010-14 on June 9, 2010. The WNID serves a single neighborhood within the City to support planning and implementation of district improvements, including community policing. The WNID is governed by a separate Board appointed by the City Commission with taxing authority of up to 2 mills by referendum. The WNID is defined as a Dependent Special District by Florida Statute and the City Commission approves the budget. In fiscal year 2011 the WNID received a non-reimbursable grant in the amount of \$15,000 from the City as start-up cash. There were no other transactions; as such, the District has not been presented in the Financial Statements. The District does not publish individual component unit financial statements.

C. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the non-fiduciary activities of the primary government. The effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, sales taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

Accounting principles generally accepted in the United States of America set forth minimum criteria (percentage of the assets, liabilities, revenue, or expenditures/expenses of the applicable fund category and the governmental and enterprise combined) for the determination of major funds. The nonmajor funds are presented in one column in the respective fund financial statements.

The City reports the following major governmental funds:

The ***General Fund*** is the government'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 ***Fire Rescue Special Revenue Fund*** accounts for revenue sources that are legally restricted for fire rescue purposes.

The ***General Capital Project Fund*** accounts for the construction of major capital projects other than those financed by the proprietary funds.

The ***Tamarac Village Fund*** accounts for the proceeds from the 2011 Line of Credit used for various Land Acquisition projects relating to the Tamarac Village Project.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

The City reports the following major proprietary funds:

The *Utilities Fund* is used to account for the provision of water and sewer services within the boundaries of the City.

The *Stormwater Management Fund* is used to account for the provision of stormwater maintenance and capital improvements within the City.

Additionally, the government reports the following fund types:

The *Debt Service Fund* accounts for resources accumulated and payments made for principal and interest on long-term debt, other than bonds which are payable from the enterprise funds.

The *Special Revenue Fund* accounts for resources that are legally restricted to expenditure for specified purposes.

The *Capital Project Fund* accounts for the construction of major capital projects other than those financed by the proprietary funds.

The *Internal Service Fund* is used to account for the financing of the insurance services provided to other funds of the City on a cost reimbursement basis.

The *Pension Trust Funds* include General Employee's Pension Fund, Police Officers' Pension Fund, Firefighters' Pension Fund, Elected and Appointed and Non-Represented Employees' Pension Fund, which all account for the accumulation of resources to be used for retirement benefit payments to the City's employees, Elected Officials, Police Officers and Firefighters.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the *option* of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The government has elected not to follow subsequent private-sector guidance.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and interfund service payments between the City's utilities function and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes, whose purpose has not been restricted to a specific program.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's utilities and stormwater enterprise funds are charges to customers for services. Operating expenses for enterprise funds and internal service funds include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as necessary.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

E. Assets, Liabilities, and Net Assets or Equity

1. Cash, Cash Equivalents and Investments

Equity in pooled cash and cash equivalents includes cash on hand, investments with the State Board of Administration (SBA) and Florida Surplus Asset Fund Trust (FLSAFE) investment pools (Securities and Exchange Commission Rule 2A-7 Pool) and investments with a maturity of three months or less. Resources of all funds, with the exception of the pension trust funds, and certain other cash and investment accounts, have been combined into a pooled cash and investment system for the purpose of maximizing earnings. Interest earned on pooled cash and investments is allocated monthly based upon equity balances of the respective funds. Each funds' equity in pooled investment is calculated based on the funds' pro rata share of equity in pooled cash. The Financial Services Director of the City of Tamarac is a member of the FLSAFE board of Trustees. The SBA was created by section 218.405, Florida Statutes and FLSAFE was created pursuant to Florida Statute 163.01 and 218.415. The investment pools operate under investment guidelines established by Section 215.47, Florida Statutes and are reported at amortized cost.

For the purpose of the statement of cash flows for the proprietary fund types, cash and cash equivalents mean short term, highly liquid investments with an original maturity of three months or less.

In accordance with GASB Statement No. 31 "*Accounting and Financial Reporting for Certain Investments and for External Investment Pools*", all investments are reported at fair value. Fair value is determined by quoted market prices. The fair value of the investment pool is its position in the pool which is the same as the value of the pool shares. Income, including the change in fair value, from investments held by the individual funds is recorded in the respective fund as it is earned. All other investments owned by the City are accounted for in pooled cash and investment accounts. Income earned from this pooling of investments is allocated monthly to the respective funds based upon average daily balances.

2. Investments

The City's investments, except the investment in real estate, are reported at fair value which is the amount a financial instrument could be exchanged for in a current transaction between willing parties. Generally, these are quoted market prices. Investments, including restricted investments, consist of mutual funds, U.S. Government securities, corporate debt and equity securities, mortgage-backed securities, asset-backed securities and securities of governmental agencies unconditionally guaranteed by the U.S. Government. The investment in real estate is valued at cost.

3. Receivables and Payables

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" or "advances to/from other funds. Any balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

All trade and other receivables are shown net of allowance for uncollectibles. Long-term receivables are analyzed for their collectability based on the terms and conditions of the agreements. In addition to those receivables specifically identified as uncollectibles, a general allowance is calculated based on the City's historic bad-debt experience.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

4. Inventories, Deferred Charges, Prepaid Items and Unamortized Costs

Inventories are valued at cost, which approximates market, using the “first-in, first out” (FIFO) method. The costs of inventories, consisting primarily of expendable supplies held for consumption and assets held for resale, are recorded as expenditures when consumed rather than when purchased. The City’s Utilities Department maintains inventories for parts needs for line maintenance, additionally, the Information Technology Department maintain inventories for computer supplies. The Community Development Department holds inventory of Real Property for rehabilitation and resale.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items or deferred charges in both government-wide and fund financial statements.

5. Restricted Assets

Certain proceeds from revenue refunding bonds, as well as other monies as required by several bond indentures, are classified as restricted assets in the government-wide and proprietary fund statement of net assets. Restricted assets are not presented on the balance sheet of the governmental funds; however, certain assets of these funds are restricted as to use.

6. Capital Assets

Capital assets, which include land, intangibles, buildings and improvements, improvements other than buildings, equipment and infrastructure assets (e.g., roads, sidewalks, culverts, pump stations, stormwater lines, light poles, catch basins, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$1,000 for equipment and \$5,000 for infrastructure (amount not rounded) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated cost if actual historical cost is unavailable. Donated capital assets are recorded at estimated fair market value on the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized, but expensed as incurred.

Capital assets are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	40-50
Improvements Other Than Buildings	20
Equipment	4-20
Infrastructure:	
Streets	35-40
Sidewalks	30
Light Poles (Concrete)	40
Pump Stations	30
Stormwater Lines	30
Culverts	30
Catch Basins	30

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

7. Deferred/Unearned Revenue

Deferred revenues are recorded for governmental fund receivables that are not both measurable and available. Revenue cannot be recognized until it has been earned and is available to finance expenditures of the current fiscal period. In addition, inflows that do not yet meet the criteria for revenue recognition, such as occupational licenses collected in advance, or reimbursements due from Grantors are recorded as deferred revenue in the government-wide and the fund statements.

8. Deferred Gain/Loss from Current Refunding or Advance Refunding of Debt

In the government-wide financial statements and enterprise funds, the difference between the re-acquisition price (new debt) and the net carrying value of the old debt on refunded debt transactions is deferred and amortized as a component of interest expense using the straight-line method over the shorter of the remaining life of the old debt or the life of the new debt. The deferred amount is offset against the new liability.

9. Compensated Absences

It is the City's policy to permit eligible employees to accumulate earned but unused vacation and sick pay benefits. Upon separation from service, employees receive payment for a portion of unused vacation time and sick leave subject to length of service and contract classification. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. The non-current portion for governmental funds is maintained separately and represents a reconciling item between the fund and government-wide presentations. A liability for these amounts is reported in governmental funds only if they matured, for example, as a result of employee resignation or retirements.

10. Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, and proprietary fund type statement of net assets. In the government-wide financial statements and proprietary funds, bond premiums and discounts, issuance costs, and deferred loss on defeasance are amortized over the life of the bonds using the straight-line method, which does not result in a material difference from the effective interest method. The face amount of the debt issued is reported net of bond premiums and discounts whereas issuance costs are recorded as other assets.

In the fund financial statements, governmental fund types recognize bond proceeds, discounts, and bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources.

Issuance costs not withheld from the actual debt proceeds received are reported as debt service expenditures.

11. Nature and Purpose of Classification of Fund Equity and Net Assets

In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Amounts that are restricted to specific purposes either by a) constraints placed on the use of resources by creditors, grantors, contributors, or laws or regulations of other governments or b) imposed by law through constitutional provisions or enabling legislation are classified as restricted fund balances. Amounts that can only be used for specific purposes pursuant to constraints imposed by the City Commission through an ordinance or resolution are classified as committed fund balances. Amounts that are constrained by the City's intent to be used for specific purposes but are neither restricted nor committed are classified as assigned fund balances. Non-spendable fund balances include amounts

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Unassigned fund balance represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund.

Net assets of the government-wide and proprietary funds are categorized as invested in capital assets net of related debt, reduced by accumulated depreciation and any outstanding debt incurred to acquire, construct or improve those assets excluding unexpended bond proceeds, restricted or unrestricted. The first category represents net assets related to property, plant, equipment and infrastructure. The restricted category represents the balance of assets restricted by requirements of revenue bonds and other externally imposed constraints or by legislation in excess of the related liabilities payable from restricted assets. Unrestricted net assets consist of all net assets that do not meet the definition of either of the other two components.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance are available, the City considers restricted fund to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balance are available, the City considers amounts to have been spent first out of committed funds, then assigned and finally unassigned funds as needed, unless the City Commission has provided otherwise in its commitments or assignments options

12. Special Assessments

The City levies a special assessment against benefited property owners for Fire Fees.

13. 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 accompanying financial statements. Although these estimates are based on management's knowledge of current events and actions it may undertake in the future, they may ultimately differ from actual results.

NOTE 2. PROPERTY TAXES

Property taxes are assessed as of January 1 each year and are first billed (levied) and due the following November 1.

Under Florida law, the assessment of all properties and the collection of all county, municipal, school board and special district property taxes are consolidated in the offices of the County Property Appraiser and County Tax Collector, respectively. The laws for the State regulating tax assessments are also designed to assure a consistent property valuation method statewide. State statutes permit municipalities to levy property taxes up to 10 mills (\$10 per \$1,000 of assessed taxable valuation). The millage rate assessed by the City for the fiscal year ended September 30, 2011 was 6.5000 mills.

Taxes are due on March 31st, and all unpaid taxes on real and tangible personal property become delinquent and liens are placed on April 1 of the year following the year in which taxes were assessed.

There were no material delinquent property taxes at September 30, 2011; therefore an allowance for uncollectible taxes has not been recorded.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

NOTE 3. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

1. Compliance with Finance-Related Legal and Contractual Provisions

The City has no violations of finance-related legal and contractual provisions.

2. Deficit Fund Balances of individual funds

The City has no excess of expenditures over appropriations in the General Fund, Fire Rescue Fund, General Capital Projects Fund or Other Governmental funds.

3. Prior Year's Net Assets and Fund Balances

There were no changes during the fiscal year that had an effect on the Government Wide and Governmental Fund financial statements in the prior year.

4. Compliance with Bond Rate Covenant

Water and Waste Water Revenues

The water and sewer (Utility) revenue bond resolution requires the City to fix, establish and revise the same from time to time, whenever necessary, maintain and collect such fees, rates or other charges for the product, services and facilities of the system, which will always provide in each fiscal year (1) net revenues, each fiscal year sufficient to pay (110%) of the annual debt service on all outstanding bonds becoming due in such fiscal year and (2) net revenues in each fiscal year adequate to pay at least one hundred percent (100%) of (a) the annual debt service on all outstanding bonds becoming due in such fiscal year and (b) any amounts required to be deposited into the Reserve Fund, and the Reserve for Renewal, Replacement and Improvement Fund.

For fiscal year ended September 30, 2011, the water and sewer 110% test was 450% and the 100% test was 145%.

Stormwater Revenues

The Stormwater revenue Bond resolution requires the City to fix, establish, revise from time to time whenever necessary, maintain and collect always such fees, rates, rentals, and other charges for the use of the products, services and facilities of the System which will always provide Net Revenues in each fiscal year sufficient to pay 125% of the Bond Service Requirement in the applicable bond year, plus 100% of any amount required by the terms hereof to be deposited into the Reserve Fund, and the Reserve for Renewal, Replacement and Improvement Fund.

For fiscal year ended September 30, 2011, the stormwater test 110% calculation was 262% and the 100% test was 145%.

Sales Tax Revenue

Sales Tax Bond Resolutions for the Series 2002, the Series 2009 and the Series 2010 Sales Tax Bond (collectively, the "Bonds") covenants that the estimated Pledged Revenues will be sufficient to pay the principal of and interest on the Bonds as the same become due.

For fiscal year ended September 30, 2011, the Sales Tax Revenue was 142% of the maximum annual debt service of the bonds.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

Covenant to Budget and Appropriate

Resolutions for the City's 2005 Capital Improvement Bond and the 2011 Line of Credit are secured by Covenant to Budget and Appropriate (CB&A), additionally the City's Sales Tax Bonds and Stormwater Revenue Bond are covered by a back-up CB&A. Resolutions for the various Bonds and note require that the average of the Pledgeable Non-Ad Valorem Revenues for the two most recent Fiscal Years for which audited financial statements of the Issuer are available is equal to or greater than 2.0x the projected maximum annual debt service for all issues.

For fiscal year ended September 30, 2011 and 2010, the CB&A coverage for the City was 4.88 and 4.75 respectively and average is 4.815.

NOTE 4. DETAILED NOTES

1. Deposits and Investments

a. Cash and Cash Equivalents

The City, for accounting and investment purposes, maintains a cash and investment pool for use by all City funds, excluding pension funds. This gives the City the ability to invest large amounts of idle cash for short periods of time and to maximize earning potential. Each fund type's portion of this pool is displayed on the combined balance sheet as cash and equity in pooled cash and investments. Income earned on pooled cash and investments is allocated to the respective funds based on each fund's equity balances.

As of September 30, 2011, the City had the following cash equivalents:

	<u>Amounts</u>
Demand Deposits	\$ 28,462,380
FLSAFE	37,991,667
Short term Portfolio	<u>357,686</u>
Total	<u><u>\$ 66,811,733</u></u>

Deposits

The carrying amounts of the City's cash deposits were \$28,462,380 including petty cash on hand of \$2,825 as of September 30, 2011. Bank balances before reconciling items were \$30,161,449 at that date, the total of which is collateralized or insured with securities held by the City or by its agent in the City's name as discussed below.

Custodial Credit Risk. Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. All of the City's deposits are entirely insured by federal depository insurance or collateralized by the multiple financial institution collateral pool pursuant to Florida Statutes, Chapter 280, "Florida Security for Public Deposits Act." Under this Act, all qualified public depositories are required to pledge eligible collateral having a fair value equal to or greater than the average daily or monthly balance of all public deposits, multiplied by the depository's collateral pledging level.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

b. Investments Portfolio

Section 218.415, Florida Statutes, limits the types of investments that a government can invest in unless specifically authorized in an investment policy. On June 9, 2010, the City of Tamarac adopted a revised comprehensive investment policy pursuant to Section 218.415, Florida Statutes that established permitted investments, asset allocation limits, issuer limits, credit rating requirements, and maturity limits to protect the City's cash and investment assets. The City maintains a common cash and investment pool for the use of all funds. The investment policy applies to all cash and investments held or controlled by the City with the exception of Pension Funds and funds related to the issuance of debt.

The City's investment policy allows for the following investments: The Florida State Board of Administration's Local Government Surplus Funds Trust Fund, United States Government Securities, United States Government Agencies, Federal Instrumentalities, Non-Negotiable Interest Bearing Time Certificates of Deposit or Saving Accounts, Repurchase Agreements, Commercial Paper, Bankers' Acceptances, State and/or Local Government Taxable and/or Tax-Exempt Debt, Money Market Mutual Funds, Intergovernmental Investment Pools, Corporate Obligations or Corporate Notes, Mortgage-Backed Securities (MBS), Asset-Backed Securities (ABS), and Bond Funds.

As of September 30, 2011, the City had the following investments types and effective duration presented in terms of years:

<u>Security Type</u>	<u>Fair Value</u>	<u>Weighted Average Duration (Years)</u>	<u>Rating</u>
Florida Prime (SBA)	\$ 82	0	N\A
Florida Safe Investment Pool	37,991,667	0	AAAm
Certificates of Deposits	3,837,161	0.41	N\A
Money Market Fund	357,686	0	N\A
US Government Agency Securities	7,074,209	0.81	AA+
Commercial Paper	<u>12,935,319</u>	1.06	AA
	<u>\$ 62,196,124</u>		
Portfolio Weighted Average Duration		0.35	

c. Interest Rate Risk.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in interest rates. As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's investment policy limits the City's investment portfolio to maturities not to exceed five years at time of purchase.

d. Credit Risk.

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. State law limits investments in commercial paper and corporate bonds to the highest credit rating from a nationally recognized rating agency. It is the City's policy to limit investments in these types to have at least A1/P1 rating from Moody's Investor Services and Standard and Poor's (S&P), respectively.

Commercial Paper of any United States company that is rated, at the time of purchase, "Prime-1" by Moody's and "A-1" by Standard & Poor's (prime commercial paper). If the commercial paper is backed by a letter of credit ("LOC"), the long-term debt of the LOC provider must be rated "A" or better by at least two nationally recognized rating agencies.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

As of September 30, 2011, the City had the following exposure as a percentage of total investments:

<u>Security Type</u>	<u>S&P Credit Rating</u>	<u>Percentage of Portfolio</u>
US Government Agency Securities	AA+	7.7%
Commercial Paper	AA	14.0%

e. Concentration of Credit Risk.

The City's investment policy has established asset allocation and issuer limits on the following investments, which are designed to reduce concentration of credit risk of the City's investment portfolio.

A maximum of 100% of available funds may be invested in United States Government Securities, 75% of available funds may be invested in United States Government Instrumentalities, 50% of available funds may be invested in the Florida Prime (formally SBA), in United States Government Obligations and in Intergovernmental investment pools, 25% of available funds may be invested in commercial paper by any US Corporation, bankers' acceptances, repurchase agreements, registered investment companies (mutual funds) and in bond funds, 20% of available funds may be invested in state and local government debts, and corporate obligations or corporate notes, 15% of available funds may be invested in mortgage-backed securities and 10% of available funds may be invested in certificates of deposits and asset backed securities.

f. Custodial Credit Risk.

Custodial credit risk for investments is the risk that in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The City's investment policy requires that a third party commercial bank's trust department hold all securities owned by the City. All securities purchased or sold will be transferred only under the "delivery versus payment" (D.V.P.) method through the City's safekeeping agent. All City investments at September 30, 2011 are being held by a third party commercial trust bank and are fully secured and collateralized under the name of the City or its agent.

g. Local Government Investment Pool.

At September 30, 2011, the City had \$37,991,667 invested in the Florida Surplus Asset Fund Trust (FLSAFE), an investment vehicle established by state statute for local government entities in Florida to pool surplus funds. The Board of Trustees, which is primarily comprised of five (5) government officials of participating entities that have investment responsibility for their respective government entity, administers and enforces the requirements of creating and operating the FLSAFE. FLSAFE operates similarly to money market funds and each share is equal in value to \$1.00. FLSAFE is rate AAAM by Standard & Poor's. Investments are limited to those allowed by the Indenture of Trust. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodial's internal records identify the investments owned by the participating governments.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

h. Investment in Real Property

In December 2010 the City adopted via Resolution R-2010-158 and R-2010-163 the purchase of real property consisting of eight vacant lots located between 91st and 94th Avenues on the North side of Commercial Boulevard and vacant land located immediately East and West of 91st Avenue on the North side of Commercial Boulevard. The total amount paid for all parcels was \$8,450,548.

As of September 30, 2011, the market value of the investment properties is estimated to be \$5,494,225, this is considered a temporary impairment.

i. Employee Pension Plans

The Employee Pension Plan investments are held separately from those of other City funds. As prescribed by the plan documents, the plan administrator is authorized to invest plan assets in obligations of the U.S. Government, stocks, corporate bonds, and various mutual and money market funds, which are held by the plan administrators and not in the City's name. The plan investments are being held by Voyageur Asset Management, American Realty Advisors, Fifth Third Bank, Florida Municipal Pension Trust Fund, and State Street Global Advisors which consisted of the following:

	General Employees Pension	Police Pension	Firefighters Pension	Non-represented Employees Pension
Common stock	\$ 9,043,301	\$ 2,251,199	\$ 29,438,448	\$ -
Government securities, corporate bonds and mortgage backed securities	9,043,058	1,752,258	19,043,932	-
Mutual funds	8,680,609	906,653	-	17,339,122
Money market funds	2,006,215	439,215	1,263,380	-
Total	<u>\$ 28,773,183</u>	<u>\$ 5,349,325</u>	<u>\$ 49,745,760</u>	<u>\$ 17,339,122</u>

General Employees' Pension Trust Fund

The general employees' pension trust fund's investments in government securities and corporate bonds has maturities as follows:

Investment type	Investment Maturities (in Years)				
	Fair value	Less than 1	1 to 5	6 to 10	More than 10
Corporate bonds	\$ 2,929,858	\$ 442,164	\$ 837,249	\$ 1,189,951	\$ 460,494
US Agencies	2,522,296	187,477	1,761,453	573,366	-
US Treasuries	1,986,431	174,936	1,394,543	262,211	154,741
Convertible Bonds	1,604,473	154,892	755,590	109,160	584,831
Total	<u>\$ 9,043,058</u>	<u>\$ 959,469</u>	<u>\$ 4,748,835</u>	<u>\$ 2,134,688</u>	<u>\$ 1,200,066</u>

Although the Plan has a formal investment policy, it does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However all investment managers are fiduciaries of the fund and must meet the requirements of Chapter 112.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

The Plan's Investment Policy limits investments in corporate bonds and commercial paper to Baa or above, as rated by nationally recognized statistical rating organizations. The fund's corporate bonds were rated by Standard and Poor's Investors Services as follows:

<u>Rating</u>	<u>Fair Value</u>
AAA	\$ 4,414,506
AA	355,660
A	2,066,850
BBB	966,155
<BBB	718,452
Unrated	521,435
<i>Total</i>	<u>\$ 9,043,058</u>

In accordance with the Plan's Investment Policy there was no investment in a single issuer exceeding 5% of Plan Net Assets, other than those of the US Government or its Agencies. Short term investments totaling \$2,006,215 are held in a money market fund at Fifth Third Bank rated AAAm by Standard & Pooers. There is also a bond mutual fund with State Street Global Advisors with a market value of \$3,397,373 and an average rating Aa2.

Police Officers' Pension Trust Fund

The police officers' pension trust fund's investments in government securities and corporate bonds has maturities as follows:

<u>Investment Type</u>	<u>Investment Maturities (in Years)</u>			
	<u>Fair value</u>	<u>Less than 1</u>	<u>1 to 5</u>	<u>6 to 10</u>
Corporate bonds	\$ 797,442	\$ 74,694	\$ 383,572	\$ 339,176
US Agencies	853,609	100,203	753,406	-
US Treasuries	101,207	-	101,207	-
Total	<u>\$ 1,752,258</u>	<u>\$ 174,897</u>	<u>\$ 1,238,185</u>	<u>\$ 339,176</u>

Although the Plan has a formal investment policy, it does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However all investment managers are fiduciaries of the fund and must meet the requirements of Chapter 112.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

State law limits investments in corporate bonds and commercial paper to the top 3 ratings provided by nationally recognized statistical rating organizations. The Fund's corporate bonds were rated by Moody's Investors Services as follows:

<u>Rating</u>	<u>Fair Value</u>
Aaa	\$ 994,068
Aa1	88,432
Aa2	72,432
Aa3	189,917
A1	178,832
A2	169,835
A3	58,742
<i>Total</i>	<u>\$ 1,752,258</u>

In accordance with the Plan's Investment Policy there was no investment in a single issuer exceeding 5% of Plan Net Assets, other than those of the US Government or its Agencies. Short term investments totaling \$439,215 are held in a money market fund at Fifth Third Bank rated AAAM by Standard & Poors.

Firefighters' Pension Trust Fund

The firefighters' pension trust fund's investments in government securities and corporate bonds has maturities as follows

<u>Investment type</u>	<u>Investment Maturities (in Years)</u>				
	<u>Fair value</u>	<u>Less than 1</u>	<u>1 to 5</u>	<u>6 to 10</u>	<u>More than 10</u>
US Treasuries	\$ 3,015,052	\$ -	\$ -	\$ 412,110	\$ 2,602,942
US Agencies	2,562,051	151,562	2,410,489	-	-
Agency MBS	8,090,045	12,845	6,099,087	1,978,113	-
Asset-Backed Securities	3,943,848	1,988,011	1,955,837	-	-
Corporates	1,432,936	-	561,780	786,189	84,967
<i>Total</i>	<u>\$ 19,043,932</u>	<u>\$ 2,152,418</u>	<u>\$ 11,027,193</u>	<u>\$ 3,176,412</u>	<u>\$ 2,687,909</u>

Although the Plan has a formal investment policy, it does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However all investment managers are fiduciaries of the fund and must meet the requirements of Chapter 112.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

State law limits investments in corporate bonds and commercial paper to the top 3 ratings provided by nationally recognized statistical rating organizations. The Fund's corporate bonds were rated by Standard and Poor's Investors Services as follows:

<u>Rating</u>	<u>Fair Value</u>
A-	\$ 269,883
A	400,439
A+	172,452
AA-	243,152
AA	101,596
AA+	245,414
AAA	17,610,996
<i>Total</i>	<u>\$ 19,043,932</u>

In accordance with the Plan's Investment Policy there was no investment in a single issuer exceeding 5% of Plan Net Assets, other than those of the US Government or its Agencies. Short term investments totaling \$1,263,280 are held in a money market fund at Fifth Third Bank rated AAAM by Standard & Poors.

Elected and Appointed Officers and Non-represented Employee Retirement Fund

The Elected and Appointed Officers and Non-represented Employee Retirement Fund's total investments of \$17,339,122 is in mutual funds at September 30, 2011.

The Fund's Investment Guidelines regarding bond duration states that the Portfolio should maintain a duration equal to the Barclays Capital A+ Aggregate Index plus or minus 30% but no greater than seven years. The Portfolio duration as of 9/30/2011 is within these guidelines with a duration of 5.11 years.

The Fund holds shares in the Florida Municipal Investment Trust Fund. The Fund participates in the Fund A portfolio, which has an asset allocation as follows:

Cash	1.80%
Broad Market High Quality Bond	43.10%
High Quality Growth	7.00%
Diversified Large Cap Value	7.30%
Russell 1000 Index	21.60%
Diversified Small Cap Equity	10.30%
International Blend	8.90%

Interest rate risk exists when there is a possibility that changes in interest rates could adversely affect an investment's fair value. The Florida Municipal Investment Trust Board Market High Quality Bond Fund mitigates interest rate risk by limiting the duration and maturity of its investments. At September 30, 2011 it reported to its investors a duration of 5.1 years. State law limits investment in debt securities to those with the top 3 ratings issued by the nationally recognized statistical rating organizations. The Florida Municipal Investment Trust Board Market High Quality Fund had a Fitch rating of AA.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

2. Receivables and payables

Receivables at year-end for the City's governmental funds, including the applicable allowance for uncollectible accounts, are as follows:

	General Fund	Fire Rescue Fund	General Capital Projects Fund	Nonmajor Governmental Funds	Total
Receivables:					
Gross accounts receivable	\$ 1,566,819	\$ 1,438,683	\$ -	\$ 2,513,321	\$ 5,518,823
Due from other governments	353,363	73,510	68,511	800,155	1,295,539
Gross receivables	1,920,182	1,512,193	68,511	3,313,476	6,814,362
Less: Allowance for uncollectibles	(11,929)	(643)	-	(1,854,790)	(1,867,362)
Net total receivables	<u>\$ 1,908,253</u>	<u>\$ 1,511,550</u>	<u>\$ 68,511</u>	<u>\$ 1,458,686</u>	<u>\$ 4,947,000</u>

Receivables at year-end for the City's business-type activities, including the applicable allowance for uncollectible accounts, are as follows:

	Utilities Fund	Stormwater Fund	Total
Receivables:			
Customers, gross	\$ 3,518,145	\$ 680,494	\$ 4,198,639
Less: Allowance for uncollectibles	(22,026)	(4,889)	(26,915)
Net total receivables	<u>\$ 3,496,119</u>	<u>\$ 675,605</u>	<u>\$ 4,171,724</u>

Payables at September 30, 2011 were as follows:

	General Fund	Fire Rescue Fund	General Capital Projects Fund	Nonmajor Governmental Funds	Internal Service Fund	Total
Governmental activities:						
Accounts & accrued liabilities	\$ 713,797	\$ 33,155	\$ 44,399	\$ 104,863	\$ 388	\$ 896,602
Accrued payroll	167,485	622,992	-	72,290	6,798	869,565
Due to other governments	829	-	-	62,396	-	63,225
Total governmental activities	<u>\$ 882,111</u>	<u>\$ 656,147</u>	<u>\$ 44,399</u>	<u>\$ 239,549</u>	<u>\$ 7,186</u>	<u>\$ 1,829,392</u>
Business-type activities:						
Accounts & accrued liabilities	\$ 696,385	\$ 104,214	\$ 800,599			
Accrued payroll	109,447	90,713	200,160			
Due to City of North Lauderdale	15,434	-	15,434			
Total business-type activities	<u>\$ 821,266</u>	<u>\$ 194,927</u>	<u>\$ 1,016,193</u>			

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

3. Intergovernmental Revenue

Intergovernmental revenue at September 30, 2011 is as follows:

Governmental activities:

	General Fund	Fire Rescue Fund	General Capital Projects Fund	Nonmajor Governmental Funds	Total
Shared Revenues					
Federal shared revenue	\$ 71,421	\$ 25,547	\$ 45,053	\$ 2,190,034	\$ 2,332,055
State shared revenue	4,779,689	126,372	-	302,738	5,208,799
Local shared revenue	204,244	-	46,569	-	250,813
Total	<u>\$ 5,055,354</u>	<u>\$ 151,919</u>	<u>\$ 91,622</u>	<u>\$ 2,492,772</u>	<u>\$ 7,791,667</u>

Business-type activities:

	Utilities Fund
Local Government Grants	
Water incentive	<u>\$ 4,701</u>

4. Interest Income

Interest income as of September 30, 2011 is as follows:

	Governmental Funds	Enterprise Funds	Internal Service Fund	Total
Investment income	\$ 130,516	\$ 61,082	\$ 17,882	\$ 209,480
Interest received from tax collector	970	-	-	970
Total	<u>\$ 131,486</u>	<u>\$ 61,082</u>	<u>\$ 17,882</u>	<u>\$ 210,450</u>

5. Other Revenue

Other revenue as of September 30, 2011 is as follows:

	Governmental Funds	Enterprise Funds	Internal Service Fund	Total
Administrative charges	\$ 2,678,880	\$ -	\$ 32,274	\$ 2,711,154
Rental Income	741,426	-	-	741,426
School board shared utilities costs	40,359	-	-	40,359
Fleet charges- Interlocal	49,114	-	-	49,114
Other	169,679	71,398	-	241,077
Total	<u>\$ 3,679,458</u>	<u>\$ 71,398</u>	<u>\$ 32,274</u>	<u>\$ 3,783,130</u>

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

NOTE 5. CAPITAL ASSETS

Capital assets activity for the year ended September 30, 2011 was as follows:

	Balance October 1, 2010	Additions	Retirements	Balance September 30, 2011
Governmental Activities				
Capital assets not being depreciated:				
Land	\$ 23,801,162	\$ 117,072	\$ -	\$ 23,918,234
Intangibles-right-of-ways	67,090	47,340		114,430
Construction in progress	781,823	410,471	(218,673)	973,621
Public art	462,480	-		462,480
Total assets not being depreciated	<u>25,112,555</u>	<u>574,883</u>	<u>(218,673)</u>	<u>25,468,765</u>
Capital assets being depreciated:				
Buildings and improvements	37,055,515	-	-	37,055,515
Improvements other than buildings	13,993,985	956,041	-	14,950,026
Infrastructure	56,442,935	-	-	56,442,935
Equipment	14,688,350	787,360	(593,371)	14,882,339
Total capital assets being depreciated	<u>122,180,785</u>	<u>1,743,401</u>	<u>(593,371)</u>	<u>123,330,815</u>
Less accumulated depreciation for:				
Building	(11,121,367)	(1,042,461)	-	(12,163,828)
Improvements other than buildings	(2,899,339)	(646,079)	-	(3,545,418)
Infrastructure	(8,067,505)	(771,540)	-	(8,839,045)
Equipment	(12,700,017)	(878,219)	589,599	(12,988,637)
Total accumulated depreciation	<u>(34,788,228)</u>	<u>(3,338,299)</u>	<u>589,599</u>	<u>(37,536,928)</u>
Net capital assets being depreciated	<u>87,392,557</u>	<u>(1,594,898)</u>	<u>(3,772)</u>	<u>85,793,887</u>
Governmental activity capital assets, net	<u>\$ 112,505,112</u>	<u>\$ (1,020,015)</u>	<u>\$ (222,445)</u>	<u>\$ 111,262,652</u>

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

The following is a summary of capital assets in the Enterprise Funds at September 30, 2011:

	October 1, 2010	Increases	Decreases	September 30, 2011
Business-type activities				
Capital assets not being depreciated:				
Land	\$ 7,460,603	\$ -	\$ -	\$ 7,460,603
Construction in progress	1,273,358	1,192,889	(1,273,357)	1,192,890
Total assets not being depreciated	8,733,961	1,192,889	(1,273,357)	8,653,493
Capital assets being depreciated:				
Buildings and improvements	8,808,350	5,859	-	8,814,209
Improvements other than buildings	89,238,619	2,150,364	-	91,388,983
Infrastructure	28,538,656	-	-	28,538,656
Equipment	4,392,185	415,533	(165,589)	4,642,129
Total capital assets being depreciated	130,977,810	2,571,756	(165,589)	133,383,977
Less accumulated depreciation for:				
Buildings and improvements	(1,804,869)	(201,791)	-	(2,006,660)
Improvements other than buildings	(46,982,641)	(2,968,771)	-	(49,951,412)
Infrastructure	(26,012,395)	(100,334)	-	(26,112,729)
Equipment	(3,686,318)	(238,921)	165,589	(3,759,650)
Total accumulated depreciation	(78,486,223)	(3,509,817)	165,589	(81,830,451)
Net capital assets being depreciated	52,491,587	(938,061)	-	51,553,526
Business-type activity capital assets, net	\$ 61,225,548	\$ 254,828	\$ (1,273,357)	\$ 60,207,019

Depreciation expense was charged to functions/programs of the City as follows:

General government	\$ 864,533
Public safety	615,444
Transportation	732,693
Culture/recreation	1,108,911
Physical environment	16,285
Human services	433
Total depreciation expense - governmental activities	\$ 3,338,299

Depreciation expense was charged to functions/programs of the City as follows:

Business-type activities:

Utilities	\$ 3,170,985
Stormwater	338,832
Total depreciation expense-business-type activities	\$ 3,509,817

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

NOTE 6. CONSTRUCTION COMMITMENTS

The City has active construction projects as of September 30, 2011. The projects include culverts, headwalls and sidewalks installations, infrastructure improvements, parking lot resurfacings, building modifications, and water and sewer improvements. At the end of the current fiscal year, the City's commitments with contractors are as follows:

		<u>Total Contract</u>	<u>Spent to Date</u>	<u>Remaining Commitment</u>
Governmental activities:				
Grants Fund:				
Citywide culvert/headwall installations	(1)	\$ 304,310	\$ (288,821)	\$ 15,489
CDBG Fund:				
Sidewalk installation at Lagos de Campo Blvd	(2)	199,580	(43,621)	155,959
General Capital Project Fund:				
Solar panels at various city buildings	(3)	1,015,300	-	1,015,300
Municipal complex parking lot resurfacing	(4)	461,792	(51,761)	410,031
Nob hill road median improvement	(5)	226,194	(46,569)	179,625
Sunset Pointe parking lot expansion	(6)	75,127	(47,495)	27,632
American Recovery and Reinvestment Act (AARA) Fund:				
Sports lighting system at sports complex	(7)	130,886	(63,189)	67,697
Revenue Bond Fund:				
Multi-purpose center building modification	(8)	65,000	(44,629)	20,371
Total governmental activities		<u>\$ 2,478,189</u>	<u>\$ (586,085)</u>	<u>\$ 1,892,104</u>
Business-type activities:				
Stormwater Fund:				
Citywide culvert/headwall installations	(1)	\$ 477,153	\$ (59,107)	\$ 418,046
Automated gate valve system	(9)	482,975	(416,381)	66,594
Utilities Fund:				
Filter backwash water recovery	(10)	1,382,645	(223,644)	1,159,001
Sanitary sewer mains and pipe rehabilitation	(11)	700,000	(207,565)	492,435
Filters 3 & 4 and greenleaf filter rehabilitation	(12)	358,000	-	358,000
Pump stations #2A1 and #26 rehabilitation	(13)	221,126	-	221,126
Total business-type activities		<u>\$ 3,621,899</u>	<u>\$ (906,697)</u>	<u>\$ 2,715,202</u>

- (1) The citywide culvert and headwall installations are funded by federal grants and the stormwater fund.
- (2) The sidewalk installation at Lagos de Campo Blvd is funded by federal grants in the community development block grant fund.
- (3) The solar panels at various city buildings are funded by the general capital project fund and federal appropriation.
- (4) The municipal complex parking lot resurfacing is funded by the general capital project fund.
- (5) The Nob Hill Road median improvement is funded by the general capital project fund.
- (6) The Sunset Pointe parking lot expansion is funded by the general capital project fund.
- (7) The sports lighting system at Sports Complex is funded by the ARRA fund.
- (8) The multi-purpose center building modification is funded by debt proceeds.
- (9) The automated gate valve system is funded by the stormwater fund.
- (10) The design of the filter backwash water recovery is funded by debt proceeds and will be repaid by water and sewer user fees.
- (11) The sanitary sewer mains and pipe rehabilitation is funded by the utilities fund.
- (12) The filters 3 & 4 and greenleaf filter rehabilitation is funded by the utilities fund.
- (13) The pump stations #2A1 and #26 rehabilitation is funded by the utilities fund.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

NOTE 7. OPERATING LEASES

The City has entered into various lease agreements for computers, copiers and cell phone towers. These leases are accounted for as operating leases. The leases are generally for a 3, 4 or 5-year term and include renewal options. The City entered into a four year \$108,659 lease agreement with Dell Financial Services to lease 135 desktops and laptops at an annual cost of \$27,165.

The following schedule reflects the operating lease obligations for governmental activities and business-type activities for the next four years. The leases do not extend beyond 2015.

<u>Year Ending September 30,</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
2012	\$ 60,439	\$ 2,120	\$ 62,559
2013	50,400	2,120	52,520
2014	47,898	2,120	50,018
2015	30,853	-	30,853
	<u>\$ 189,590</u>	<u>\$ 6,360</u>	<u>\$ 195,950</u>

NOTE 8. INTERFUND BALANCES AND TRANSFERS

Interfund balances at September 30, 2011 consisted of the following:

Due to/from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Purpose for Balance</u>	<u>Amount</u>
General	Non-major Governmental Fund (Grants Fund)	Unreimbursed expense payments	\$ 455,452
	Non-major Governmental Fund (Community Development Block Grant Fund)	Unreimbursed expense payments	137,054
	Non-major Governmental Fund (Neighborhood Stabilization Grant)	Unreimbursed expense payments	7,106
Total			<u>\$ 599,612</u>

The outstanding balances between funds result mainly from the timing differences between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) reimbursements are received, and (3) payments between funds are made.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

Interfund Transfers for the year ended September 30, 2011, consisted of the following:

<u>Transfer Out</u>	<u>Transfer In</u>					<u>Total</u>
	<u>General Fund</u>	<u>Fire Rescue</u>	<u>General Capital Project</u>	<u>Tamarac Village</u>	<u>Nonmajor Governmental</u>	
General fund	\$ -	\$ 6,919,670 ⁽¹⁾	\$ -	\$ -	\$ 2,572,300 ⁽²⁾	\$ 9,491,970
Fire rescue fund	1,930,530 ⁽³⁾	-	-	-	-	1,930,530
General capital projects fund	100,000 ⁽⁴⁾	-	-	559,000 ⁽⁵⁾	143,446 ⁽⁶⁾	802,446
Nonmajor governmental funds	386,530 ⁽⁷⁾	-	803,127 ⁽⁸⁾	-	45,212	1,234,869
Total	<u>\$ 2,417,060</u>	<u>\$ 6,919,670</u>	<u>\$ 803,127</u>	<u>\$ 559,000</u>	<u>\$ 2,760,958</u>	<u>\$ 13,459,815</u>

Transfers are used to (1) move funds from the fund that the budget requires to collect them to the fund that the budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various capital projects accounted for in other funds in accordance with budgetary authorizations. The following transfers are explained below:

- (1) \$6,919,670 was transferred from General Fund to Fire Rescue Fund to supplement the cost of fire services;
- (2) \$2,572,300 was transferred from General Fund to Revenue Bond Fund to cover the cost of debt service for the 2005 Capital Improvement Revenue Bond and the 2002 and 2009 Sales Tax Revenue Bond;
- (3) \$1,930,530 was transferred from Fire Rescue Fund to General Fund to cover the costs of administrative charges;
- (4) \$100,000 was transferred from General Capital Projects Fund to General Fund to cover the costs of administrative charges;
- (5) \$559,000 was transferred from General Capital Projects Fund to Tamarac Village Fund to support the project;
- (6) \$143,446 was transferred from General Capital Projects Fund to Nonmajor Governmental Fund (Grants Fund) to cover lease costs of SCADA radio system expended from the Grants Fund not covered by grants;
- (7) \$386,530 was transferred from Nonmajor Governmental Fund (Building Fund) to General Fund to cover the costs of administrative charges;
- (8) \$803,127 was transferred from Nonmajor Governmental Funds (Debt Service Fund and Parks & Recreation Fund) to General Capital Projects Fund to fund the costs of certain capital projects;

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

NOTE 9. LONG-TERM DEBT

Long-term debt at September 30, 2011 is comprised of the following:

General Long-term Debt

General Obligation Bonds

The government issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities.

On December 10, 1998, the City of Tamarac issued \$3,250,000 of General Obligation Bonds, Series 1998 (Senior and Community Center Project). The 1998 General Obligation bonds bear an interest rate of 4.269% and matures in varying annual installments through 2018. Bond proceeds were used to build the City of Tamarac Community Center. The bonds will be repaid from ad valorem taxes levied by the City upon the taxable real property within the City.

\$ 1,363,431

Revenue Bonds

The government also issues bonds where the government pledges income derived from acquired or constructed assets to pay debt service.

Sales Tax Revenue Bonds, Series 2002 in the amount of \$13,410,000 used to to finance street improvements, construction of a fire station, construction of a development services building, construction of a public works storage building, construction of parks and recreation facilities and to acquire land. The revenue bonds bear interest from 3% to 4.8% and mature in varying annual installments through 2022. The bonds are secured by a lien on a pledge of the half-cent sales tax revenues. In December 2010, a refunding bond was issued to partially refund the 2002 bond in the amount of \$8,150,000.

\$ 630,000

Capital Improvement Revenue Bonds Series 2005 issued to fund the acquisition, construction and equipping of certain City owned capital improvements for parks, recreation and public safety purposes. The Revenue Bonds bear interest from 3.75% to 5% and mature in varying annual installments through 2030. The bonds are secured and payable solely from non-ad valorem revenues appropriated by the City.

13,995,000

Sales Tax Revenue Refunding Bonds, Series 2009 in the amount of \$5,350,000 issued to refund the Series 1999 Sales Tax Bond. The 2009 Refunding Revenue bonds bear an interest rate of 3.7% and matures in varying annual installments through 2019. The bonds will be repaid solely from and is secured by a lien on and pledge of the half-cent sales tax revenues.

4,560,000

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

On December 8, 2010, the City issued Sales Tax Refunding Revenue Bond, Series 2010 in the amount of \$9,501,000. The purpose is to provide a partial refunding of the Sales Tax Revenue Bond, Series 2002 in order to take advantage of favorable market conditions, to achieve interest savings on the existing bond and to provide new money in the amount of \$703,127 to refund a note payable related to real property slated for a passive park. The bond was issued at an interest rate of 2.25% with no extension of the Series 2002 maturity date of April 1, 2022.

9,366,000

\$ 28,551,000

Revenue Note

In February, 2011, the City issued a \$20 million Taxable Redevelopment Revenue Note, Series 2011 initially as a line of credit with RBC Bank and the amount may be drawn until April 1, 2014. The line of credit bears a variable interest rate equal to one (1) month LIBOR rate plus 1.35% per annum and accrues based on the outstanding amount drawn, payable semi-annually beginning October 1, 2011 and on each subsequent April 1 and October 1 through April 1, 2014 (the "Conversion Date"). No principal amount is due prior to conversion date.

Effective April 1, 2014, the line of credit shall automatically convert into a term loan with interest rate equal to any of the following based on City's election on March 1, 2014 (a) variable interest rate equal to one (1) month LIBOR rate plus 1.35 per annum; (b) fixed interest rate to be determined one month prior to the conversion date. The principal and interest of the term loan shall be payable semi-annually on each April 1 and October 1 beginning October 1, 2014 through 2021.

The Note was issued to finance the acquisition of real property within the City to be used for community redevelopment purposes and is secured by non-ad valorem revenues. As of September 30, 2011, the City has \$13,771,509 outstanding.

Business-type

Water and Sewer Utility Revenue Refunding Bonds, Series 2009 in the amount of \$14,020,000. The bonds were a combined refunding and new money issue, partial refunding of the Capital Improvement Revenue Bond Series 2004 and refunding of the Capital Improvement Revenue Note Series 2006. The 2009 Revenue bonds bear interest at rates varying from 3% to 5% and mature in varying annual installments through 2039. The new money as well as the refunding of the Capital Improvement Note will finance acquisition, construction and equipping of certain capital improvements to the City's water and waste water facilities. The bonds will be repaid from revenues derived from water and sewer service charges.

\$ 13,540,000

Stormwater System Refunding Bond, Series 2009 in the amount of \$4,345,000. The Bond was a partial refunding of the Capital Improvement Revenue Bonds, Series 2004. The 2009 Revenue bonds bear an interest rate of 4.15% and matures in varying annual installments through 2024. These bonds were issued to finance the acquisition, construction and equipping of certain capital improvements to the City's stormwater utility system and related capital expenditures. The bonds and the interest are secured by and payable from revenues derived from the storm water service charges and, if necessary, from non ad valorem Revenues budgeted and appropriated by the City in accordance with the Resolution.

3,905,000

\$ 17,445,000

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

Summary of debt service requirements to maturity are as follows:

	Governmental Activities				Business-type activities	
	General Obligation Bonds		Revenue Bonds		Principal	Interest
	Principal	Interest	Principal	Interest		
Year ending September 30,						
2012	\$ 204,168	\$ 58,205	\$ 1,384,000	\$ 1,033,138	\$ 485,000	\$ 801,451
2013	212,884	49,489	1,464,000	977,713	500,000	781,699
2014	221,972	40,401	1,538,000	932,680	520,000	761,339
2015	231,448	30,925	1,612,000	884,748	550,000	738,814
2016	241,328	21,044	1,695,000	833,580	575,000	714,991
2017-2021	251,631	10,742	9,803,000	3,318,815	3,250,000	3,182,421
2022-2026	-	-	5,930,000	1,944,613	3,190,000	2,457,830
Thereafter	-	-	5,125,000	666,500	8,375,000	3,205,038
Total	\$ 1,363,431	\$ 210,806	\$ 28,551,000	\$ 10,591,785	\$ 17,445,000	\$ 12,643,583

As of September 30, 2011, the City was in compliance with all revenue bond and note covenants.

The City has performed the required arbitrage liability computations in accordance with the Internal Revenue Service (IRS) arbitrage regulations. As of October 1, 2011, there is no rebatable arbitrage liability for any of the outstanding bond issues.

Parking Lot Remediation

As of September 30, 2011, there is a liability for parking lot remediation of \$260,800 which was recorded based on the estimated amount necessary to remediate a municipal parking lot from environmental contamination. The City is awaiting instructions from the Florida Department of Environmental Protection before proceeding with clean up.

Advanced and Current Refunding

On December 8, 2010, via Resolution R-2010-161, the City issued Sales Tax Refunding Revenue Bond, Series 2010 in the amount of \$9,501,000. The purpose is to provide a partial refunding of the Sales Tax Revenue Bond, Series 2002 in order to take advantage of favorable market conditions, to achieve interest savings on the existing bond and to provide new money in the amount of \$703,127 to refund a note payable related to real property slated for a passive park. The bond was issued at an interest rate of 2.25% with no extension of the Series 2002 maturity date of April 1, 2022.

The refunding, along with the new money, will yield budgetary savings in years 2013 through 2019 of approximately \$180,000 per year, an overall savings of approximately \$1,500 and an economic gain of approximately \$88,690.

Conduit Debt Obligations

The City has issued Industrial Revenue Bonds to provide financial assistance to four private-sector entities for the acquisition and construction of warehouses and office facilities. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Neither the City, nor the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

As of September 30, 2011, the City of Tamarac has issued \$18,100,000 of Industrial Revenue Bonds.

Long-term liability activity for the year ended September 30, 2011 was as follows:

	October 1, <u>2010</u>	<u>Additions</u>	<u>Reductions</u>	September 30, <u>2011</u>	Due within <u>One Year</u>
Governmental activities:					
Bonds, notes and leases payable					
General obligation	\$ 1,559,240	\$ -	\$ (195,809)	\$ 1,363,431	\$ 204,168
Revenue bonds	28,635,000	9,501,000	(9,585,000)	28,551,000	1,384,000
Redevelopment note	6,017,414	13,771,509	(6,017,414)	13,771,509	-
Capital lease	370,520		(370,520)	-	-
Less deferred amounts:					
On refunding	(358,100)	-	20,517	(337,583)	(20,517)
Total bonds and notes payable	<u>36,224,074</u>	<u>23,272,509</u>	<u>(16,148,226)</u>	<u>43,348,357</u>	<u>1,567,651</u>
Other liabilities:					
Compensated absences	2,440,746	281,455	(131,134)	2,591,067	285,017
Claims and judgments	1,160,000	200,000	-	1,360,000	-
OPEB obligations	229,375	153,904	-	383,279	-
Parking lot remediation	260,800	-	-	260,800	-
Total other liabilities	<u>4,090,921</u>	<u>635,359</u>	<u>(131,134)</u>	<u>4,595,146</u>	<u>285,017</u>
Governmental activity long-term liabilities	<u>\$ 40,314,995</u>	<u>\$ 23,907,868</u>	<u>\$ (16,279,360)</u>	<u>\$ 47,943,503</u>	<u>\$ 1,852,668</u>
Business-type activities:					
Bonds and notes payable					
Water and sewer revenue refunding bonds	\$ 13,785,000	\$ -	\$ (245,000)	\$ 13,540,000	\$ 250,000
Stormwater Refunding Revenue Note	4,130,000	-	(225,000)	3,905,000	235,000
Less deferred amounts:					
For issuance discounts	(181,675)	-	6,487	(175,188)	(6,487)
On refunding	(268,726)	-	14,190	(254,536)	(14,190)
Total bonds and notes payable	<u>17,464,599</u>	<u>-</u>	<u>(449,323)</u>	<u>17,015,276</u>	<u>464,323</u>
Other liabilities:					
Compensated absences	719,400	92,000	(25,731)	785,669	86,424
OPEB Obligations	53,438	34,506	-	87,944	-
Total other liabilities	<u>772,838</u>	<u>126,506</u>	<u>(25,731)</u>	<u>873,613</u>	<u>86,424</u>
Business-type activity long-term liabilities	<u>\$ 18,237,437</u>	<u>\$ 126,506</u>	<u>\$ (475,054)</u>	<u>\$ 17,888,889</u>	<u>\$ 550,747</u>

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

The Internal Service Fund predominantly serves the governmental funds. Accordingly, long-term liabilities for the fund are included as part of the above totals for governmental activities. Also, for the governmental activities, claims and judgments and compensated absences are generally liquidated by the General Fund.

NOTE 11. FUTURE REVENUES THAT ARE PLEDGED

The City has pledged various future revenue sources for various debt issues. For the water and sewer system and the stormwater system, the City has pledged future customer revenues, net of certain operating expenses. The following table provides a summary of the pledged revenues for the City's outstanding debt issues. Additional information regarding the City's pledged revenue can be found in note 3.

Pledged Revenue	Total Principal and Interest Outstanding	Current Year Principal and Interest Paid	Current Year Revenue	% of Revenues to Principal and Interest Paid
Water and Sewer Net Revenue	\$ 24,957,050	\$ 891,744	\$ 4,029,598	452%
Stormwater Net Revenue	5,131,533	396,395	1,040,095	262%
Half Cent Sales Tax	16,851,918	1,712,940	3,140,797	183%
Covenant to Budget and Appropriate	36,062,377	1,062,052	25,586,829	2409%

NOTE 12. RESTRICTED ASSETS

The balances of the restricted asset accounts in the enterprise funds at September 30, 2011 pertains to the following:

Customer deposits	\$ <u>1,438,371</u>
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CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

NOTE 13. FUND BALANCE

As of September 30, 2011, fund balances are composed of the following:

	General	Fire Rescue	General Capital Projects	Tamarac Village	Nonmajor Governmental	Total Governmental Funds
Nonspendable:						
Inventories	\$ 106,845	\$ -	\$ -	\$ -	\$ 99,766	\$ 206,611
Investment- real property	-	-	-	8,450,548	-	8,450,548
Prepaid items	43,312	-	-	-	-	43,312
Restricted:						
Public safety	10,741	2,140,000	-	-	217,293	2,368,034
Transportation	-	-	-	-	381,551	381,551
Culture and recreation	-	-	-	-	272,224	272,224
Debt service	-	-	-	-	494,706	494,706
Economic development	-	-	-	-	2,444,963	2,444,963
Capital projects	-	-	-	-	9,772,289	9,772,289
Committed:						
Community development	87,840	-	-	-	2,794	90,634
Public safety	-	1,116	-	-	-	1,116
Parks and recreation	-	-	-	-	9,533	9,533
Capital projects	-	-	1,705,189	-	44,492	1,749,681
Assigned:						
Capital:						
Capital vehicles and equipment	\$ 500,000					
Facilities maintenance	400,000					
Land acquisition	3,000,000					
Technology replacement	800,000	4,700,000	-	-	-	4,700,000
Redevelopment/Corridor Study	300,000					
Mainland parks	250,000					
Citywide Entry Signage	185,000					
Pedestrian Overpass	1,232,000					
Other projects	10,978,876		12,945,876			12,945,876
Economic stablization	3,000,000	-	-	-	-	3,000,000
Economic development	500,000	-	-	360,406	-	860,406
Disaster reserve	1,000,000	-	-	-	-	1,000,000
Unassigned	16,824,295	-	-	-	-	16,824,295
Total fund balances	\$ 26,273,033	\$ 2,141,116	\$ 14,651,065	\$ 8,810,954	\$ 13,739,611	\$ 65,615,779

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

NOTE 14. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS

The City has four defined benefit single-employer pension plans:

- General Employees' Pension Plan
- Police Officers' Pension Plan
- Firefighters' Pension Plan
- Elected and Appointed Officers and Non-Represented Employees' Pension Plan

The City accounts for all four plans as pension trust funds; therefore, they are accounted for in substantially the same manner as proprietary funds with an economic resources measurement focus and the accrual basis of accounting. Plan member contributions, employer contributions, and contributions from other entities are recognized in the period in which the contributions are due. Benefits and refunds are recognized when due and payable in accordance with terms of the plans. Plan assets are valued at fair value for financial statement purposes, as reported within the annual trustee statements.

The defined benefit plans do not issue stand-alone financial reports and are not included in any other retirement system's or entity's financial report. Financial statements for the individual pension plans are presented below since separate GAAP financial reports have not been issued for the individual plans.

The City also has some employees who are in a defined contribution plan established under the provisions of Section 401(a) of the Internal Revenue Code.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

CITY OF TAMARAC, FLORIDA COMBINING STATEMENT OF FIDUCIARY NET ASSETS FIDUCIARY FUNDS September 30, 2011

	Pension Trust Funds				Total
	General Employees Retirement	Police Officers Retirement	Firefighters Retirement	Elected and Appointed and Non-represented Employees Retirement	
ASSETS					
Cash and cash equivalents	\$ 2,121,600	\$ 444,176	\$ 1,329,458	\$ 531	\$ 3,895,765
Receivables:					
Interest and dividends	-	10,778	102,951	-	113,729
Contributions receivable	83,575	9,769	7,050	-	100,394
Investments, at fair value:					
Common stock	9,043,301	2,251,199	29,438,448	-	40,732,948
Government securities	3,838,632	954,817	10,988,434	-	15,781,883
Corporate bonds	5,204,426	797,442	8,055,498	-	14,057,366
Mutual funds	8,680,609	906,653	-	17,339,122	26,926,384
Total investments, at fair value	<u>26,766,968</u>	<u>4,910,111</u>	<u>48,482,380</u>	<u>17,339,122</u>	<u>97,498,581</u>
Total assets	<u>28,972,143</u>	<u>5,374,834</u>	<u>49,921,839</u>	<u>17,339,653</u>	<u>101,608,469</u>
LIABILITIES					
Accounts payable	29,524	16,506	67,928	-	113,958
Net assets held in trust for pension benefits (A schedule of funding progress for each plan is presented on page 77-81)	<u>\$ 28,942,619</u>	<u>\$ 5,358,328</u>	<u>\$ 49,853,911</u>	<u>\$ 17,339,653</u>	<u>\$ 101,494,511</u>

CITY OF TAMARAC, FLORIDA COMBINING STATEMENT OF CHANGES IN NET ASSETS FIDUCIARY FUNDS FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Pension Trust Funds				Total
	General Employees Retirement	Police Officers Retirement	Firefighters Retirement	Elected and Appointed and Non-represented Employees Retirement	
ADDITIONS					
Contributions:					
Employer	\$ 1,732,015	\$ 166,352	\$ 3,709,823	\$ 1,958,980	\$ 7,567,170
Employee	493,853	-	698,337	685,143	1,877,333
State	-	395,100	593,971	-	989,071
Total contributions	<u>2,225,868</u>	<u>561,452</u>	<u>5,002,131</u>	<u>2,644,123</u>	<u>10,433,574</u>
Investment income:					
Net appreciation in fair value of investments	(277,612)	58,780	(380,851)	64,610	(535,073)
Interest and dividend income	526,552	133,476	1,060,025	158	1,720,211
Total investment income	248,940	192,256	679,174	64,768	1,185,138
Less investment expenses	(154,211)	(73,162)	(294,130)	(27,363)	(548,866)
Net investment income	<u>94,729</u>	<u>119,094</u>	<u>385,044</u>	<u>37,405</u>	<u>636,272</u>
Total additions	<u>2,320,597</u>	<u>680,546</u>	<u>5,387,175</u>	<u>2,681,528</u>	<u>11,069,846</u>
DEDUCTIONS					
Benefits paid and refunds	1,599,363	1,377,775	3,339,436	582,364	6,898,938
Administrative expenses	76,286	63,439	86,019	44,107	269,851
Total deductions	<u>1,675,649</u>	<u>1,441,214</u>	<u>3,425,455</u>	<u>626,471</u>	<u>7,168,789</u>
Change in net assets	644,948	(760,668)	1,961,720	2,055,057	3,901,057
Net assets, October 1	28,297,671	6,118,996	47,892,191	15,284,596	97,593,454
Net assets, September 30	<u>\$ 28,942,619</u>	<u>\$ 5,358,328</u>	<u>\$ 49,853,911</u>	<u>\$ 17,339,653</u>	<u>\$ 101,494,511</u>

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

A. General Employees' Pension Plan

Current membership is comprised of the following:

Retirees and beneficiaries of deceased retirees currently receiving benefits	131
Employees no longer with the City entitled to benefits but not yet receiving them	40
Active employees	158

Plan Description

All City full-time permanent employees, except for certain administrative employees, management employees, and Firefighters are required to participate in the General Employees' Pension Plan (General Plan). The Plan was established by the City in accordance with City ordinance and Florida Statutes. The Plan provides retirement, death and disability benefits. The benefit provisions are established and may be amended under the authority of City Ordinance. The General Plan provides that a cost-of-living adjustment of up to 2% may be payable for any year in which the Plan has an actuarial gain. The General Employees may participate in a Deferred Retirement Option Plan (DROP) for up to 36 months upon reaching normal retirement age. There are currently no participants in the DROP. A Board of Trustees administers the General Plan. All costs of administering the plan are paid from plan assets.

Funded Status and Funding Policy

The funded status as of October 1, 2010, the most recent actuarial valuation date, is as follows (dollar amounts in thousands):

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liabilities (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
10/1/10	\$ 26,016	\$ 33,373	\$ 7,357	78%	\$ 6,275	117%

Employees contribute 7% of their compensation. The City contributes the remaining amounts at actuarially determined rates that are designed to accumulate sufficient assets to pay benefits when due. The current rate is 24.55% of annual covered payroll.

The schedule of funding progress, presented as Required Supplementary Information (RSI) following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of the plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

Annual Pension Cost and Net Pension Asset

The City has no net pension obligation (calculated in accordance with GASB No. 27, *Accounting for Pensions by State and Local Governmental Employers*) as actuarially determined amounts are contributed each year. The annual required contribution for the current year was determined as part of the October 1, 2010 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included (a) 7% rate of return, (b) 5% projected salary increase, (c) inflation at 3.5%, (d) 2% cost of living adjustment lump sum in any year in which the plan has an actuarial gain. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a three-year period. The unfunded actuarial accrued liability (UAAL) is being amortized over periods that vary from five to thirty years. The City's annual pension cost for the fiscal year ended September 30, 2011 was \$1,540,613.

Fiscal year ending	Annual pension cost	Percentage of APC contributed	Net pension (asset)/ obligation
9/30/09	\$ 1,506,585	104%	\$ 168,005
9/30/10	1,510,011	121%	(154,014)
9/30/11	1,540,613	112%	(354,416)

Development of Net Pension Asset (NPA)

This municipal Defined Benefit Plan has been subject to the minimum funding standards since the adoption of the "Florida Protections of Public Employee Retirement Benefits Act" (Part VII of Chapter 112, Florida Statutes) in 1980.

The annual pension cost and net pension asset for the General Plan for fiscal year ended September 30, 2011 is as follows:

	<u>General Employees</u>
Annual required contribution	\$ 1,540,679
Interest on net pension obligation/(assets)	858
Adjustment to annual required contribution	<u>(924)</u>
Annual pension cost	1,540,613
Contributions made	<u>1,732,015</u>
(Increase) decrease in net pension obligation/(asset)	(191,402)
Net pension obligation/(asset) at beginning of year	<u>(154,014)</u>
Net pension obligation/(asset) at end of year	<u><u>\$ (345,416)</u></u>

Concentration of Investments

This plan does not have a concentration of investments that are not direct governmental obligations or agency securities that exceed 5% or more of plan net assets.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

B. Police Officers' Pension Plan

The Police Officers' Pension Plan is a closed plan. Current membership is comprised of the following:

Retirees and beneficiaries of deceased retirees currently receiving benefits	38
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Plan Description

Certain members of the Broward Sheriff's Office who were formerly City of Tamarac Police Officers, who chose to stay in the City's Pension Plan are the only participants of the Tamarac Police Officers' Pension Plan (Police Plan). This is a closed plan with no active employees. All participants are retirees, beneficiaries or vested terminated employees. The Police Plan was established by the City in accordance with City ordinance and Florida Statutes. The Plan provides retirement, death and disability benefits. The benefit provisions are established and may be amended under the authority of City Ordinance. The Police Plan provides that a cost-of-living adjustment of up to 2% may be payable for any year in which the Plan has an actuarial gain. A Board of Trustees administers the Police Plan. All costs of administering the plan are paid from plan assets.

Funded Status and Funding Policy

The funded status as of October 1, 2010, the most recent actuarial valuation date, is as follows (dollar amounts in thousands):

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liabilities (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
10/1/10	\$ 6,987	\$ 10,934	\$ 3,947	64%	\$ N/A	N/A

Employees (previously active) effectively contributed 5% of their compensation by taking a 5% reduction in pay upon transferring to the Broward Sheriff's Office. The State of Florida makes contributions from taxes on casualty insurance premiums. The State of Florida's contribution to the Police Officers' Pension Plan for fiscal year 2011 was \$395,100. The City recognized \$233,874 of these funds as part of the required contribution for fiscal year 2011. The remaining amount of \$161,225 was held for distribution to retirees and beneficiaries according to plan provisions. The City contributes the remaining amounts at actuarially determined rates that are designated to accumulate sufficient assets to pay benefits when due. The current year's required contribution was \$166,352.

The schedule of funding progress, presented as Required Supplementary Information (RSI) following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of the plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

Annual Pension Cost and Net Pension Asset

The City has no net pension obligation (calculated in accordance with GASB No. 27, *Accounting for Pensions by State and Local Governmental Employers*) as actuarially determined amounts are contributed each year. The annual required contribution for the current year was determined as part of the October 1, 2010 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included (a) 7% rate of return (changed from previous rate of 7.25%), (b) No projected salary increase, (c) inflation at 3.25%, (d) 2% cost of living adjustment lump sum in any year in which the plan has an actuarial gain. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a four-year period. The unfunded actuarial accrued liability (UAAL) is being amortized over an equivalent single amortization period of twenty-four years. The City's annual pension cost for the fiscal year ended September 30, 2011 was \$374,578.

Fiscal year ending	Annual pension cost	Percentage of APC contributed	Net pension (asset)/ obligation
9/30/09	\$ 309,330	79%	\$ 7,972
9/30/10	314,853	112%	(29,118)
9/30/11	374,578	107%	(54,766)

Development of Net Pension Asset (NPA)

This municipal Defined Benefit Plan has been subject to the minimum funding standards since the adoption of the "Florida Protections of Public Employee Retirement Benefits Act" (Part VII of Chapter 112, Florida Statutes) in 1980.

The annual pension cost and net pension asset for the Police Plan for fiscal year ended September 30, 2011 is as follows:

	<u>Police Officers</u>
Annual required contribution	\$ 400,226
Interest on net pension obligation/(assets)	1,931
Adjustment to annual required contribution	(27,579)
Annual pension cost	374,578
Contributions made	400,226
(Increase) decrease in net pension obligation/(asset)	(25,648)
Net pension obligation/(asset) at beginning of year	(29,118)
Net pension obligation/(asset) at end of year	\$ (54,766)

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

Concentration of Investments

This plan does not have a concentration of investments that are not direct governmental obligations or agency securities that exceed 5% or more of plan net assets.

C. Firefighters' Pension Plan

Current membership is comprised of the following:

Retirees and beneficiaries of deceased retirees currently receiving benefits	20
Employees no longer with the City entitled to benefits but not yet receiving them	3
Employees participating in Deferred Retirement Option Plan (DROP)	11
Active employees	81

Plan Description

All City full-time permanent firefighters, and certain Fire Department management employees are required to participate in the Firefighters' Pension Plan (Fire Plan). The Fire Plan was established by the City in accordance with City ordinance and Florida Statutes. The Plan provides retirement, death and disability benefits. The benefit provisions are established and may be amended under the authority of City Ordinance. The Fire Plan provides that a cost-of-living adjustment of up to 2% may be payable for any year in which the Plan has an actuarial gain. During fiscal year 2005, the Firefighters' Pension Fund implemented an annual cost-of-living adjustment (COLA) of 2% to those participants who retire on or after October 1, 2002, which replaces the cost-of-living adjustment described above for eligible retirees. The new COLA is payable each January 1 to those eligible participants who retired at least three years prior to such January 1. The cost-of-living adjustment was increased to 2.25% for participants who retire on or after March 1, 2007. And a supplemental benefit (additional benefit) was implemented for eligible active participants based on accrued, unused sick leave at 3% of average final compensation. The Firefighters' Pension Fund also implemented a Deferred Retirement Option Plan (DROP) for participants attaining 25 years of service. Participation may be up to 36 months. DROP payments are held in the fund and earn interest until termination of employment, at which time the balance including interest is paid in a lump sum amount. In 2007, the DROP participation period was increased from 36 months to 60 months with a maximum of 30 years of service. A Board of Trustees administers the Firefighters' Plan. All costs of administering the plan are paid from plan assets.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

Funded Status and Funding Policy

The funded status as of October 1, 2010, the most recent actuarial valuation date, is as follows (dollar amounts in thousands):

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liabilities (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
10/1/10	\$ 41,934	\$ 66,530	\$ 24,595	63%	\$ 6,971	353%

Employees contribute 9% of their compensation. The State of Florida makes contributions from taxes on casualty insurance premiums. The State of Florida's contribution to the Firefighters' Pension Plan for fiscal year 2011 was \$593,971. The City recognized these funds as part of the required contribution for fiscal year 2011. The City contributes the remaining amounts at actuarially determined rates that are designated to accumulate sufficient assets to pay benefits when due. The current rate is 55.45% of annual covered payroll.

The schedule of funding progress, presented as Required Supplementary Information (RSI) following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of the plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Annual Pension Cost and Net Pension Asset

The City has no net pension obligation (calculated in accordance with GASB No. 27, *Accounting for Pensions by State and Local Governmental Employers*) as actuarially determined amounts are contributed each year. The annual required contribution for the current year was determined as part of the October 1, 2010 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included (a) 7% rate of return, (b) 5% projected salary increase, (c) inflation at 3%, (d) 2.25% cost of living adjustment. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a three-year period. The unfunded actuarial accrued liability (UAAL) is being amortized over periods that vary from six to thirty years. The City's annual pension cost for the fiscal year ended September 30, 2011 was \$3,868,429.

Fiscal year ending	Annual pension cost	Percentage of APC contributed	Net pension (asset)/ obligation
9/30/09	\$ 3,295,056	98%	\$ (293,279)
9/30/10	3,586,458	126%	(1,211,703)
9/30/11	3,868,429	111%	(1,647,068)

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

Development of Net Pension Asset (NPA)

This municipal Defined Benefit Plan has been subject to the minimum funding standards since the adoption of the "Florida Protections of Public Employee Retirement Benefits Act" (Part VII of Chapter 112, Florida Statutes) in 1980.

The annual pension cost and net pension asset for the Firefighters' Plan for fiscal year ended September 30, 2011 is as follows:

	<u>Firefighters</u>
Annual required contribution	\$ 3,865,619
Interest on net pension obligation/(assets)	(37,015)
Adjustment to annual required contribution	39,825
Annual pension cost	3,868,429
Contributions made	4,303,794
(Increase) decrease in net pension obligation/(asset)	(435,365)
Net pension obligation/(asset) at beginning of year	(1,211,703)
Net pension obligation/(asset) at end of year	\$ (1,647,068)

Concentration of Investments

This plan does not have a concentration of investments that are not direct governmental obligations or agency securities that exceed 5% or more of plan net assets.

D. Elected and Appointed Officers and Non-Represented Employees' Pension Plan

Current membership is comprised of the following:

Retirees and beneficiaries of deceased retirees currently receiving benefits	14
Employees no longer with the City entitled to benefits but not yet receiving them	17
Active employees	75

Plan Description

All City full-time permanent employees who are not part of a bargaining unit, except for certain administrative and management employees who were participating in the defined contribution plan prior to 10/1/06 who elected to remain in the defined contribution plan are required to participate in the Elected and Appointed Officers and Non-Represented Employees' Pension Plan (Management Plan). The Plan was established by the City in accordance with City ordinance and Florida Statutes. The Plan provides retirement, death and disability benefits. The benefit provisions are established and may be amended under the authority of City Ordinance.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

The Management Plan provides that a cost-of-living adjustment of 2% per year compounded annually beginning on January 1st coincident with or immediately following the completion of 60 complete months after the commencement of retirement benefits under the plan. A Board of Trustees administers the Management Plan. All costs of administering the plan are paid from plan assets.

Funded Status and Funding Policy

The funded status as of October 1, 2010, the most recent actuarial valuation date, is as follows (dollar amounts in thousands):

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liabilities (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
10/1/10	\$ 13,583	\$ 27,180	\$ 13,597	50%	\$ 5,262	258%

Employees contribute 10% of their compensation. The City contributes the remaining amounts at actuarially determined rates that are designated to accumulate sufficient assets to pay benefits when due. The current rate is 33.52% of annual covered payroll.

The schedule of funding progress, presented as Required Supplementary Information (RSI) following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of the plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Annual Pension Cost and Net Pension Asset

The City has no net pension obligation (calculated in accordance with GASB No. 27, *Accounting for Pensions by State and Local Governmental Employers*) as actuarially determined amounts are contributed each year. The annual required contribution for the current year was determined as part of the October 1, 2010 actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included (a) 7% rate of return, (b) 5% projected salary increase, (c) inflation at 3.5%, (d) 2% cost of living adjustment. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The unfunded actuarial accrued liability (UAAL) is being amortized over periods that vary from twenty-five to thirty years. The City's annual pension cost for the fiscal year ended September 30, 2011 was \$1,751,520.

(1) Fiscal year ending	(2) Annual pension cost	(3) Percentage of APC contributed	(4) Net pension (asset)/ obligation
9/30/09	\$ 1,430,941	118%	\$ (292,270)
9/30/10	1,528,317	154%	(1,090,657)
9/30/11	1,751,520	112%	(1,298,117)

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS

SEPTEMBER 30, 2011

Development of Net Pension Asset (NPA)

This municipal Defined Benefit Plan has been subject to the minimum funding standards since the adoption of the "Florida Protections of Public Employee Retirement Benefits Act" (Part VII of Chapter 112, Florida Statutes) in 1980.

The annual pension cost and net pension asset for the Non-Represented Employees' Plan for fiscal year ended September 30, 2011 is as follows:

	Elected and Appointed and Non-Rep. <u>Employees</u>
Annual required contribution	\$ 1,763,595
Interest on net pension obligation/(assets)	(31,590)
Adjustment to annual required contribution	<u>19,515</u>
Annual pension cost	1,751,520
Contributions made	<u>1,958,980</u>
(Increase) decrease in net pension obligation/(asset)	(207,460)
Net pension obligation/(asset) at beginning of year	<u>(1,090,657)</u>
Net pension obligation/(asset) at end of year	<u>\$ (1,298,117)</u>

Concentration of Investments

This plan does not have a concentration of investments that are not direct governmental obligations or agency securities that exceed 5% or more of plan net assets.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

The actuarial assumptions presented below were determined as part of the actuarial valuations at the dates indicated.

	Elected and Appointed and Non-represented Employees' Pension Plan	General Employees' Pension Plan	Police Officers' Pension Plan	Firefighters' Pension Plan
Contribution rates (% of Payroll):				
City*	33.52%	24.55%	N/A ***	55.45%
State of Florida*	0.00%	0.00%	N/A ***	8.52%
Plan members*	10.00%	7.00%	N/A ***	9.00%
Annual pension cost*	\$1,751,520	\$1,540,613	\$374,578	\$3,868,429
Contributions made	\$1,958,980	\$1,732,015	\$400,226	\$4,303,794
Actuarial valuation date	10/1/2010	10/1/2010	10/1/2010	10/1/2010
Actuarial cost method*	Entry age normal	Entry age normal	Entry age normal	Entry age normal
Amortization method*	Level percentage, closed	Level dollar, closed	Level dollar, closed	Level dollar, closed
Asset Valuation Method	5-year smoothed market	3-year smoothed market	4-year smoothed market	3-year smoothed market
Remaining amortization period*	30 years	30 years	24 years	30 years
Actuarial assumptions:				
Investment rate of return*	7.00%	7.00%	7.00%	7.00%
Projected salary increases*	5.00%	5.00%	N/A	5.00%
Includes inflation at *	3.50%	3.50%	3.25%	3.00%
Cost-of-living adjustments**	2.00%	None	None	2.25%

*Per Actuarial Valuation Report on Actuarial valuation date.

**Each plan provides for a 2% cost-of-living adjustment for any year in which the Plan has an actuarial gain. The non-represented employees' plan provides a 2% annual cost-of-living adjustment beginning January 1 five years after retirement. The firefighters' plan provides a 2% annual cost-of-living adjustment for participants retiring on or after October 1, 2008 and a 2.25% cost-of-living adjustment for participants retiring on or after March 1, 2007, beginning January 1 three years after retirement.

***There is no payroll for the police officers' plan because it is a closed plan. All participants have retired or terminated with vested benefits.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

C. OTHER POST EMPLOYMENT BENEFITS

The City of Tamarac provides Post Employment Benefits Other than Pensions (OPEB) to employees as mandated by Florida Statutes 112.0801. The City of Tamarac, Florida has no formal plan that administers the City's post-employment healthcare, dental and life insurance coverage to eligible individuals, which include all regular employees of the City who retire from active service and are eligible for retirement or disability benefits under the general employee, or management pension plan. Under certain conditions, eligible individuals for healthcare coverage also include spouses and dependent children. The retiree healthcare and life insurance plan does not issue a financial report since there are no significant assets and liabilities to report as of the end of the fiscal year 2011.

Funding Policy. The cost of retiree healthcare and life insurance benefits for certain retirees who were covered by the early retirement program window are eligible to receive subsidized postemployment health care up to age 65. The subsidy varies by individual depending on the retiree's election to use his/her early retirement window "point" to receive a partial or full subsidy toward the regular monthly premium. The City contributed approximately \$69,591 during the fiscal year 2011 as the City's portion of their health costs on a "pay as you go" funding basis.

Retirees not covered by the early retirement program pay the full insurance premium for medical and life insurance coverage as determined by the insurance carrier. Premium varies depending on whether retirees elect coverage under a health maintenance organization (HMO) plan, under a point-of-service (POS) plan, or a preferred provider organization (PPO) plan and whether the retiree elects single or family coverage. The monthly health insurance premium rates for retirees for the fiscal year 2011 range from \$422 to \$474 for single coverage, from \$1,127 to \$1,180 for retiree and spousal coverage, and \$1,227 for family coverage. The monthly dental insurance premium rates for the fiscal year 2011 were \$13 for retiree up to \$56 for retiree with two or more family members.

Annual OPEB Cost and Net OPEB Obligation. The City's annual other post employment benefit (OPEB) cost is calculated based on annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the City's annual OPEB cost for the year ended September 30, 2011, the amount actually contributed and the changes in the City's net OPEB obligation:

Annual required contributions	\$ <u>267,000</u>
Annual OPEB Cost	258,000
Contribution made	<u>69,591</u>
Increase in Net OPEB obligation	188,409
Net OPEB obligation at beginning of the year	<u>282,813</u>
Net OPEB obligation at end of the year	<u>\$ 471,222</u>

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

The City's annual OPEB cost, the percentage of annual OPEB cost contribution and the net OPEB obligation for fiscal year ended September 30, 2011 are as follows:

Annual OPEB Cost	\$ 258,000
Percentage of Annual OPEB Cost Contributed	27%
Net OPEB Obligation	\$ 471,222

Funded Status and Funding Progress. As of October 1, 2011, the most recent actuarial valuation date, the actuarial accrued liability for benefits was \$2,092,000, all of which was unfunded. The covered payroll (annual payroll of active employees) was \$20,127,000 and the ratio of the unfunded actuarial accrued liability to the covered payroll was 10.4 percent.

The projection of future benefit payments for an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents the current year information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Method and Assumptions. Projection of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan member to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effect of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

On the October 1, 2011 actuarial valuation, the projected unit credit cost method was used to determine all liabilities, with the liability for each active employee assumed to accrue over his working lifetime based on elapsed time from his date of hire until retirement. The actuarial assumption included a 4 percent investment rate of return and annual healthcare costs trend rate of 10 percent initially, reduced by decrements to an ultimate rate of 5 percent after 9 years, investment rate of return included a 2.75 percent inflation rate assumption. The investment rate was based on the expected long-term return on the assets which will be used to provide the OPEB benefits being valued. If there are no invested assets, which is the case where the City has no benefit trust designated to pay the promised benefits, the actuary used the expected long-term on the City surplus fund in the calculation. The City's OPEB unfunded actuarial accrued liability is being amortized as a level dollar payment on a 20-year open period.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

NOTE 15. OTHER INFORMATION

A. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The risk management program is responsible for administering the City's insurance, self-insurance, and general safety and loss prevention programs. The City purchases commercial insurance for all types of claims with nominal deductible amounts except for self-insurance risks discussed below.

Prior to October 1, 1996, the City established a self-insurance program for workers' compensation effective October 1, 1987 and for general and automobile liability effective October 1, 1989.

The Florida Legislature pursuant to Florida Statute §768.28, must approve liability awards in excess of \$200,000 per person, \$300,000 per occurrence against municipalities in the State of Florida.

These limits do not apply to action brought in federal courts or to claim relief bills approved by the Florida legislature.

The amount of risk retained by the City is limited through the purchase of excess insurance of \$2 million with a deductible per occurrence as follows:

Workers' compensation	\$ 350,000
General and auto liability	200,000
Public official liability	25,000

For periods subsequent to October 1, 1996, the City continues to change their insurance program limits and deductibles to enhance and refine the protection afforded. Current deductible limits for the primary insurance lines per occurrence are as follows:

General and auto liability	\$ 25,000
Automobile physical damage	10,000
Workers' compensation	25,000
Crime	10,000
Property damage	50,000
Property damage (named storm) - 5% of the total insured value per damaged location subject to the minimum property damage deductible of \$50,000 whichever is greater in any one occurrence.	

Liabilities are recorded when it is probable that a loss has occurred and the amount of loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Because actual claims liabilities depend on such complex factors as inflation, changes in legal doctrines and damage awards, the process used in computing claims liability does not necessarily result in an exact amount.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

Claims liabilities are reevaluated periodically to take into consideration recently settled claims, the frequency of claims, and other economic and social factors. Interfund premiums are based primarily upon the insured funds' claims experience and are reported as interfund services provided and used. The claims liability of \$1,360,000 reported at September 30, 2011 in the Insurance Services Fund is based on GASB No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues" which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

Changes in the fund's claims liability during the past two fiscal years are as follows:

<u>Year Ended September 30</u>	<u>Beginning of Year Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claim Payments (Credits)</u>	<u>End of Year Liability</u>
2010	\$ 891,000	\$ 1,177,534	\$ (908,534)	\$ 1,160,000
2011	1,160,000	1,438,057	(1,238,057)	1,360,000

The City has not had a significant reduction in insurance coverage from coverage in the prior year major categories of risk, and settled claims have not exceeded the City's retention and excess coverage in force for each of the past three years.

At the end of Fiscal Year 2011 the City has certain amounts set aside for the payments of claims, these claims are being evaluated but have not yet been settled and the amount attributable to the short-term liability is not determinable.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

B COMMITMENTS AND CONTINGENCIES

1. Pending litigation

The City is defendant in various legal proceedings and claims arising in the ordinary course of operations. Management has instructed legal counsel to vigorously defend these actions and does not expect ultimate liability, if any, to have a material adverse effect on the financial statements of the City.

2. Interlocal Agreement with Broward County Sheriff's Office

A contract exists between Broward County Sheriff's Office and the City, whereby Broward County Sheriff's Office provides police officers to serve the City of Tamarac. These police officers are paid through the Broward County Sheriff's Office payroll. The City of Tamarac pays Broward County for the police services based on an ongoing contract with annual renewals.. The City recorded expenses of \$11,585,009 under this contract for the fiscal year ended September 30, 2011.

3. Interlocal Agreement with Broward County, Florida

In 1988, the City entered into an agreement with Broward County, Florida for the transmission, treatment and disposal of wastewater. The charges for service provided by the County include operating, maintenance and debt service charges for the facilities and the County Improvement, Repair, and Replacement Fund Surcharge. The charges are adjusted annually based upon actual costs incurred in the prior year. For the fiscal year ended September 30, 2011, the City recorded expenses of \$4,914,183 under this agreement. The agreement will continue in existence and cannot be canceled on any condition except by mutual cancellation agreement between the City and Broward County. Management considers cancellation of this agreement as remote.

4. Interlocal Agreement with City of North Lauderdale

In February 2011 the City entered into an agreement with the City of North Lauderdale to provide fleet maintenance and repairs to the City of North Lauderdale's Fire Department. In September 2011, this agreement was extended to include the City of North Lauderdale's Public Works Department. Under this agreement the City of Tamarac provides in-house and contracted service for preventative maintenance and repair services to North Lauderdale's vehicles and equipment, to include the provision of recommendations on replacement cycles of vehicles and equipment serviced under the agreement. The City of North Lauderdale is charged an annual fee for preventative maintenance and additional charges for all unscheduled repairs to include the cost for labor and parts. The agreement is effective for one (1) year beginning October 1, 2011 with two (2) one year renewals but may be terminated by each party with the provision of sixty (60) days notice of the intention to terminate. The City recorded revenue of \$49,114 under this contract for the fiscal year ended September 30, 2011.

5. Termination Benefits

In June 2010 the City offered to Employees a Voluntary Separation Incentive Plan (VSIP). The purpose of the plan was to reduce and contain costs through savings in personnel expenses. Eligible employees were offered incentives for participating in the plan, the incentives consisted of twenty (20) weeks of base pay or the continuation of insurance coverage for up to (3) years or a combination of pay and insurance coverage. A total of fourteen (14) employees were approved for VSIP resulting in a total payout of \$227,520 in base salary and \$57,491 in insurance premium benefits, in fiscal years 2010 and 2011, an additional \$22,168 and \$10,799 in insurance premium is expected to be paid in fiscal year 2012 and 2013 respectively. A total of \$22,168 has been accrued in fiscal year 2011.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2011

C. SUBSEQUENT EVENTS

A. Purchase of Real Property

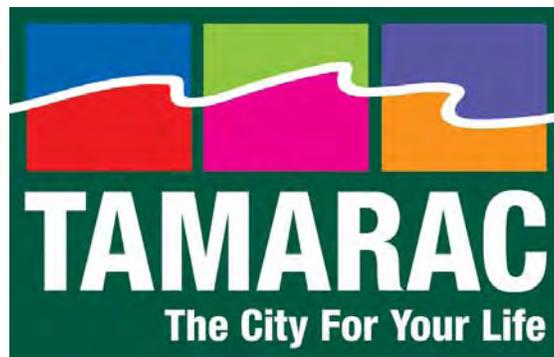
In September 2011 the City Commission adopted Resolution R-2011-114 approving the purchase of real property, for the preservation of 237± acres of open space and property values within the City. The property is known as the Colony West Golf Club, a portion of Section 8, Township 49 South, Range 41 East, of Fort Lauderdale Truck Farms Subdivision in the City of Tamarac. The City closed on the purchase on December 29, 2011 for a total cost of \$3,225,647 including closing costs.

Additionally, the City Commission approved the execution of a lease agreement with Sandtrap Management, Inc, (SMI) for the operation and maintenance of the Colony West Golf Course for a period of three (3) years with one five (5) year renewal. Under the Lease Agreement, SMI is responsible for all operations, maintenance, and utilities. SMI collects all Golf and other fees and sets prices at their own discretion. SMI will pay the City a sum of \$752, 000 for License fees, taxes, etc in the first three years of the contract in amounts of \$179,000, \$259,000 and \$314,000 for fiscal years 2012, 2013 and 2014 respectively. Additionally, the City will receive a proportional share of gross revenues in excess of \$3 million as follows:

6% of \$3.0 - \$3.5 million
11% of \$3.5 - \$4.0 million
15% of \$4.0 - \$4.5 million
20% of > \$4.5 million

All revenue collected pursuant to this agreement will be restricted for Capital Improvements on the property.

**REQUIRED SUPPLEMENTARY INFORMATION
(OTHER THAN MD&A)**



CITY OF TAMARAC, FLORIDA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED SEPTEMBER 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Budgetary Basis</u>	<u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
Revenues:				
Taxes	\$ 28,735,300	\$ 28,735,300	\$ 28,406,769	\$ (328,531)
Charges for services	1,396,400	1,396,400	1,436,528	40,128
Payment in lieu of taxes	1,589,330	1,589,330	1,589,330	-
Intergovernmental	4,793,180	4,848,300	5,055,354	207,054
Licenses and permits	717,470	717,470	764,347	46,877
Fines and forfeitures	545,000	545,000	795,074	250,074
Donations from private resources	-	6,613	4,478	(2,135)
Investment income	356,510	356,510	65,911	(290,599)
Miscellaneous	3,510,880	3,510,880	3,627,721	116,841
Total revenues	<u>41,644,070</u>	<u>41,705,803</u>	<u>41,745,512</u>	<u>39,709</u>
Expenditures:				
Commission	712,244	720,494	644,771	75,723
City manager	1,636,891	1,636,891	1,518,919	117,972
City attorney	495,670	693,572	678,739	14,833
City clerk	559,055	694,190	601,830	92,360
Human resources	903,008	934,808	909,684	25,124
Finance	2,531,691	2,535,691	2,350,709	184,982
Information technology	1,278,632	1,298,833	1,297,068	1,765
Public works	6,987,918	6,990,198	6,317,332	672,866
Parks and recreation	3,672,696	3,734,429	3,624,269	110,160
Police	11,854,750	12,011,333	11,921,081	90,252
Community development	1,250,729	1,266,050	1,213,219	52,831
Non-departmental	4,893,036	2,787,497	1,914,242	873,255
Total expenditures	<u>36,776,320</u>	<u>35,303,986</u>	<u>32,991,863</u>	<u>2,312,123</u>
Excess of revenues over expenditures	<u>4,867,750</u>	<u>6,401,817</u>	<u>8,753,649</u>	<u>2,351,832</u>
Other financing sources (uses):				
Transfers in	2,454,851	2,454,851	2,417,060	(37,791)
Transfers out	(7,957,903)	(9,491,970)	(9,491,970)	-
Reserves	635,302	635,302	-	(635,302)
Total other financing (uses)	<u>(4,867,750)</u>	<u>(6,401,817)</u>	<u>(7,074,910)</u>	<u>(673,093)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	1,678,739	<u>\$ 1,678,739</u>
Budgetary fund balances, October 1			<u>24,594,294</u>	
Budgetary fund balances, September 30			<u>\$ 26,273,033</u>	

See notes to required supplementary information.

CITY OF TAMARAC, FLORIDA
BUDGETARY COMPARISON SCHEDULE
FIRE AND RESCUE SPECIAL REVENUE FUND
YEAR ENDED SEPTEMBER 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>Budgetary Basis</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
				Positive
				(Negative)
Revenues:				
Charges for services	\$ 2,044,000	\$ 2,044,000	\$ 2,108,284	\$ 64,284
Intergovernmental	38,280	168,758	151,919	(16,839)
Fire rescue assessment	8,800,000	8,800,000	8,791,417	(8,583)
Investment income	17,000	17,000	7,057	(9,943)
Miscellaneous	<u>40,245</u>	<u>55,245</u>	<u>10,500</u>	<u>(44,745)</u>
Total revenues	<u>10,939,525</u>	<u>11,085,003</u>	<u>11,069,177</u>	<u>(15,826)</u>
Expenditures:				
Current:				
Public safety	14,394,598	15,961,290	15,394,498	566,792
Capital outlay	<u>-</u>	<u>68,018</u>	<u>59,508</u>	<u>8,510</u>
Total expenditures	<u>14,394,598</u>	<u>16,029,308</u>	<u>15,454,006</u>	<u>575,302</u>
(Deficiency) of revenues (under) expenditures	<u>(3,455,073)</u>	<u>(4,944,305)</u>	<u>(4,384,829)</u>	<u>559,476</u>
Other financing sources (uses):				
Transfers in	5,385,603	6,919,670	6,919,670	-
Transfers out	<u>(1,930,530)</u>	<u>(1,975,365)</u>	<u>(1,930,530)</u>	<u>44,835</u>
Total other financing sources	<u>3,455,073</u>	<u>4,944,305</u>	<u>4,989,140</u>	<u>44,835</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	604,311	<u>\$ 604,311</u>
Budgetary fund balances, October 1			<u>1,536,805</u>	
Budgetary fund balances, September 30			<u>\$ 2,141,116</u>	

See notes to required supplementary information.

CITY OF TAMARAC, FLORIDA

NOTE TO BUDGETARY COMPARISON SCHEDULE FISCAL YEAR ENDED SEPTEMBER 30, 2011

A. Budgetary Information

The following procedures are used to establish the budgetary data reflected in the financial statements:

Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States on all governmental funds except for four (4) special revenue funds: Law Enforcement Forfeiture, Donations and Sponsorship, Street Improvement and Affordable Housing Assistance Funds.

1. Prior to July 30 of each year, the City Manager submits to the City Commission a proposed operating budget for the fiscal year commencing the following October 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are held to obtain taxpayer comments.
3. On or before September 30, the budget is legally enacted by the City Commission through passage of an Ordinance pursuant to Florida Statute.
4. The level of control at which expenditures may not exceed the budget is at the departmental level. The City Commission approves these levels annually by Ordinance. The City Manager is authorized to transfer budgeted amounts within individual departments; any revisions that alter the total expenditures of any department must be approved by the City Commission. See the separately issued budgetary report on the General Fund's Statement of Revenues, Expenditures and Changes in Fund – Budget and Actual for the departmental legal level of control.
5. Pursuant to Financial Policy, every appropriation, except an appropriation for Capital Improvement Expenditure and multi-year grants, shall lapse at the close of the fiscal year to the extent that it has not been expended or encumbered. An appropriation for a Capital Improvement Expenditure or multi-year grant shall continue in force, i.e. not required to be re-budgeted, until the purpose for which it was made has been accomplished or abandoned; the purpose of any such appropriation shall be deemed abandoned if three (3) years pass without any disbursement from an encumbrance of the appropriation unless extended by action of the City Commission.
6. Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America except for reporting of Encumbrance, Capital Leases, and sale of Capital Assets. Annual appropriated budgets are adopted for General, certain Special Revenue, and Debt Service Funds. Project length financial plans and budgets are adopted for the Capital Project Funds.

City of Tamarac, Florida
EMPLOYEES' PENSION FUNDS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS AND EMPLOYER CONTRIBUTIONS
(Unaudited)

Elected and Appointed Officers and Non-Represented Employees' Pension Fund

Schedule of Funding Progress

(1) Actuarial Valuation Date	(2) Actuarial Value of Assets (AVA)	(3) Actuarial Accrued Liability (AAL) - Entry Age	(4) Unfunded Actuarial Accrued Liability (UAAL)(3)-(2)	(5) Funded Ratio (2)/(3)	(6) Covered Payroll	(7) UAAL As % of Covered Payroll (4)/(6)
10/1/04	\$ N/A	\$ N/A	\$ N/A	N/A	\$ N/A	N/A
10/1/05	3,695,925	12,112,950	8,427,025	30.5%	3,796,333	222.0%
10/1/06	6,051,404	14,140,443	8,089,039	42.8	4,157,248	194.6%
10/1/07	8,287,371	17,271,459	8,984,088	48.0	4,701,787	191.1%
10/1/08	9,628,373	19,348,956	9,720,583	49.8	4,517,584	215.2%
10/1/09	11,195,853	22,028,355	10,832,502	50.8	4,833,856	224.1%
10/1/10	13,583,013	27,179,851	13,569,838	50.0	5,261,520	258.4%

Schedule of Contributions from Employer

Year ended September 30,	Annual Required Contribution	City Contribution	Percentage Contributed
2005	\$ N/A	\$ N/A	N/A
2006	1,173,947	1,173,947	100%
2007	924,832	924,832	100%
2008	1,423,538	1,423,538	100%
2009	1,363,166	1,693,211	124%
2010	1,528,317 ⁽¹⁾	2,356,704	154%
2011	1,763,595 ⁽¹⁾	1,958,980	111%

(1) Annual Required Contribution as stated in Actuarial Valuation. Actual Annual Required Contribution based on % of actual payroll was \$1,979,591 for FY2010 with Percentage Contributed at 119%, and \$1,958,977 for FY2011 with Percentage Contributed at 100%.

City of Tamarac, Florida
EMPLOYEES' PENSION FUNDS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS AND EMPLOYER CONTRIBUTIONS
(Unaudited)

General Employees' Pension Fund

Schedule of Funding Progress

(1)	(2)	(3)	(4)	(5)	(6)	(7)
Actuarial Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL) - Entry Age	Unfunded Actuarial Accrued Liability (UAAL)(3)-(2)	Funded Ratio (2)/(3)	Covered Payroll	UAAL As % of Covered Payroll (4)/(6)
10/1/04	\$ 16,827,267	\$ 23,160,488	\$ 6,333,221	72.7%	\$ 6,087,937	104.0%
10/1/05	18,743,212	21,799,510	3,056,298	86.0	5,460,339	56.0%
10/1/06	20,634,647	26,352,967	5,718,320	78.3	6,278,039	91.1%
10/1/07	23,422,600	28,221,518	4,798,918	83.0	6,189,215	77.5%
10/1/08	24,439,985	30,788,532	6,348,547	79.4	6,222,769	102.0%
10/1/09	25,078,465	31,414,192	6,335,727	79.8	6,544,201	96.8%
10/1/10	26,016,099	33,372,754	7,356,655	78.0	6,275,679	117.2%

Schedule of Contributions from Employer

Year ended September 30,	Annual Required Contribution	City Contribution	Percentage Contributed
2005	\$ 1,089,674	\$ 1,077,311	99%
2006	788,126	759,534	96%
2007	1,473,927	1,454,833	99%
2008	1,272,374	1,210,466	95%
2009	1,508,999	1,556,604	103%
2010	1,511,787 ⁽¹⁾	1,832,030	121%
2011	1,540,679 ⁽¹⁾	1,732,015	112%

(1) Annual Required Contribution as stated in Actuarial Valuation. Actual Annual Required Contribution based on % of actual payroll was \$1,831,544 for FY2010 with Percentage Contributed at 100%, and \$1,732,014 for FY2011 with Percentage Contributed at 100%.

City of Tamarac, Florida
EMPLOYEES' PENSION FUNDS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS AND EMPLOYER CONTRIBUTIONS
(Unaudited)

Police Officers' Pension Fund

Schedule of Funding Progress

(1)	(2)	(3)	(4)	(5)	(6)	(7)
Actuarial Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL) - Entry Age	Unfunded Actuarial Accrued Liability (UAAL)(3)-(2)	Funded Ratio (2)/(3)	Covered Payroll	UAAL As % of Covered Payroll (4)/(6)
10/1/04	\$ 8,598,813	\$ 11,336,920	\$ 2,738,107	75.8%	\$ 226,090	1,211.1%
10/1/05	8,326,320	11,119,704	2,793,384	74.9	80,391	3,474.7%
10/1/06	8,466,037	11,172,170	2,706,133	75.8	92,805	2,915.9%
10/1/07	8,755,871	11,182,761	2,426,890	78.3	0	N/A
10/1/08	8,414,770	10,919,691	2,504,921	77.1	0	N/A
10/1/09	7,381,283	11,029,438	3,648,155	66.9	0	N/A
10/1/10	6,987,165	10,934,493	3,947,328	63.9	0	N/A

Schedule of Contributions from Employer and Other Contributing Parties

Year ended September 30,	Annual Required Contribution	City Contribution	State Contribution	Percentage Contributed
2005	\$ 270,107	\$ 36,233	\$ 375,378	152%
2006	268,566	34,962	381,440	155%
2007	280,740	46,866	442,849	174%
2008	238,889	5,015	505,905	214%
2009	247,146	10,215	233,874	214%
2010	364,182	130,308	233,874	100%
2011	400,226	166,352	233,874	100%

City of Tamarac, Florida
EMPLOYEES' PENSION FUNDS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS AND EMPLOYER CONTRIBUTIONS

(Unaudited)

Firefighters' Pension Fund

Schedule of Funding Progress

(1)	(2)	(3)	(4)	(5)	(6)	(7)
Actuarial Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL) - Entry Age	Unfunded Actuarial Accrued Liability (UAAL)(3)-(2)	Funded Ratio (2)/(3)	Covered Payroll	UAAL As % of Covered Payroll (4)/(6)
10/1/04	\$ 21,969,095	\$ 35,242,773	\$ 13,273,678	62.3%	\$ 5,706,950	232.6%
10/1/05	26,370,033	39,185,356	12,815,323	67.3	5,793,827	221.2%
10/1/06	30,210,509	43,488,781	13,278,272	69.5	5,356,655	247.9%
10/1/07	34,978,331	50,390,174	15,411,843	69.4	6,815,386	226.1%
10/1/08	37,279,328	55,016,609	17,737,281	67.8	6,721,811	263.9%
10/1/09	39,571,421	61,732,038	22,160,662	64.1	6,839,210	324.0%
10/1/10	41,934,384	66,529,729	24,595,345	63.0	6,971,283	352.8%

Schedule of Contributions from Employer and Other Contributing Parties

Year ended September 30,	Annual Required Contribution	City Contribution	State Contribution	Percentage Contributed
2005	\$ 2,177,432	\$ 1,875,217	\$ 405,609	105%
2006	2,114,870	1,776,532	436,987	104%
2007	2,335,191	1,840,192	607,139	105%
2008	3,073,819	2,369,256	688,142	99%
2009	3,291,348	2,638,716	599,378	98%
2010	3,585,160	3,927,689	577,192	126%
2011	3,865,619	3,709,823	593,971	111%

(1) Annual Required Contribution as stated in Actuarial Valuation. Actual Annual Required Contribution based on % of actual payroll was \$3,907,085 for FY2010 with Percentage Contributed at 115%, and \$4,302,532 for FY2011 with Percentage Contributed at 100%.

City of Tamarac, Florida
EMPLOYEES' PENSION FUNDS

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS AND EMPLOYER CONTRIBUTIONS
(Unaudited)

City of Tamarac Other Post Employment Benefits (OPEB)

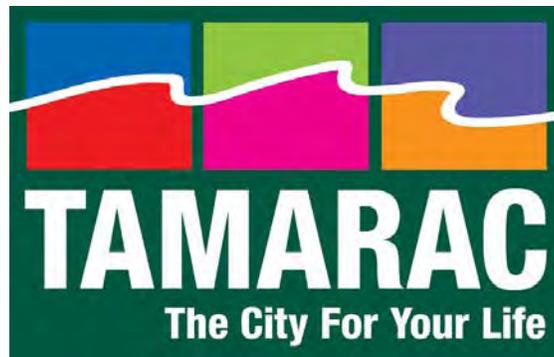
Schedule of Funding Progress

(1)	(2)	(3)	(4)	(5)	(6)	(7)
Actuarial Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL) - Entry Age	Unfunded Actuarial Accrued Liability (UAAL)(3)-(2)	Funded Ratio (2)/(3)	Covered Payroll	UAAL As % of Covered Payroll (4)/(6)
10/1/07	\$ -	\$1,250,000	\$1,250,000	0%	\$19,762,000	6.3%
10/1/08	\$ -	1,041,000	1,041,000	0	18,633,000	5.6%
10/1/10	\$ -	1,041,000	1,041,000	0	18,633,000	5.6%
10/1/11	\$ -	2,092,000	2,092,000	0	20,127,000	10.4%

Schedule of Contributions from Employer

Year ended September 30,	Annual Required Contribution	City Contribution	Percentage Contributed
2008	\$ 107,000	\$ 58,267	54%
2009	140,000	52,374	37%
2010	140,000	37,687	27%
2011	267,000	69,591	26%

COMBINING FINANCIAL STATEMENTS



NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects.

Law Enforcement Forfeiture Fund – to account for law enforcement related projects funded by the proceeds from forfeited confiscated property.

Drainage Improvement Fund – to account for the collection of drainage impact fees to be used for upgrading drainage and drainage retention.

Parks and Recreation Improvement Fund – to account for the collection of parks and recreation impact fees to be used for the acquisition and development of park and recreation facilities and sites.

Trafficways Improvement Fund – to account for the collection of impact fees to be used for construction or improvement of roads, streets, highways and bridges.

Public Arts Fund – to account all contributions received from art fees, grants, donations that are restricted for public arts projects within the City.

Local Option Gas Tax Fund – to account for the collection of gas taxes used to fund the construction of new roads and sidewalks, intersection improvements and improvements of the City's existing transportation network.

Building Department Fund – to account for the collection of permit fees, inspection fees, and other fees and charges, and for the operational expenditures related to the Building Department.

Grants Fund – to account for the grant proceeds received from other local, state and federal governments and their related expenditures excluding Community Development Block Grant and State Housing Initiative Partnership.

Community Development Block Grant Program Fund – to account for revenue from a grant agreement between the City and the U.S. Department of Housing and Urban Development and expenditures for qualified neighborhood revitalization. The program includes expenditures for housing rehabilitation and public service programs.

Neighborhood Stabilization Program – to account for funds received from the U.S. Department of Housing and Urban Development to address foreclosures and abandoned properties within the City.

American Recovery and Reinvestment Act Fund (ARRA) – to account for funds received from the U.S. Department of Energy under the American Recover and Reinvestment Act and to account for funds received from the U.S. Department of Agriculture under the American Recovery and Reinvestment Act.

State Housing Initiative Partnership – to account for funds received from the State Housing Initiatives Partnership for the purpose of providing affordable housing in the City.

Donations and Sponsorship Fund – to account for private donations and sponsorships received from citizens and corporate businesses.

Streetscape Improvement Fund – to account for the collection of investment income to be used for public roadways including curbage and medians.

State Affordable Housing Assistance Fund – to account for loan programs financed by the State Housing Initiative Partnership grant.

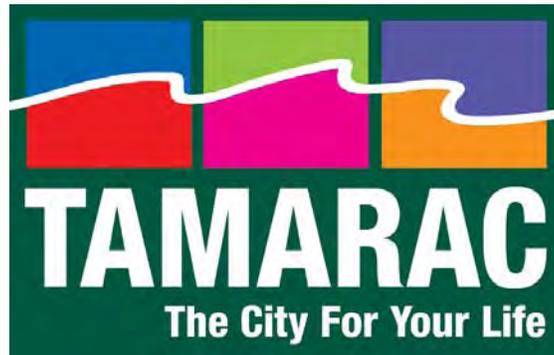
Debt Service Fund

Debt Service Fund – to account for the accumulation of transfers from other funds and payment of principal and interest and fiscal charges on the City's general obligation bonds which are payable from ad valorem taxes and the City's revenue bonds (Street Improvement Program) which are payable from sales tax revenue and non-ad valorem revenues appropriated by the City.

Capital Projects Funds

Public Service Facilities Construction Fund – to account for the proceeds from the Series 2002 Sales Tax Revenue Bonds used for the acquisition and construction of capital projects which includes the purchase of land, street improvements, the construction of a fire station, and a development service building.

2005 Capital Improvement Projects Fund – to account for the proceeds from the Series 2005 Capital Improvement Revenue Bonds used for various construction projects including the Sports Complex Expansion and the Recreation center Demolition/Construction..



CITY OF TAMARAC, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
 SEPTEMBER 30, 2011

	<u>Special Revenue</u>						
	<u>Law</u>	<u>Law</u>		<u>Parks and</u>			<u>Local Option</u>
	<u>Enforcement</u>	<u>Enforcement</u>	<u>Drainage</u>	<u>Recreation</u>	<u>Trafficways</u>	<u>Public</u>	<u>Local Option</u>
	<u>Trust-State</u>	<u>Trust-Federal</u>	<u>Improvements</u>	<u>Improvements</u>	<u>Improvements</u>	<u>Arts</u>	<u>Gas Tax</u>
ASSETS							
Cash and equity in pooled cash	\$ 137,401	\$ 23,271	\$ 183,202	\$ 179,222	\$ 777,066	\$ 1,231,040	\$ 293,318
Investments	54,848	7,154	62,002	93,002	257,545	407,780	88,233
Accounts receivable - net	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-
Deferred charges	-	-	-	-	-	-	-
Total assets	<u>\$ 192,249</u>	<u>\$ 30,425</u>	<u>\$ 245,204</u>	<u>\$ 272,224</u>	<u>\$ 1,034,611</u>	<u>\$ 1,638,820</u>	<u>\$ 381,551</u>
LIABILITIES							
Accounts payable	\$ 5,381	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-
Due to other governments	-	-	-	-	-	-	-
Deferred revenues	-	-	-	-	-	-	-
Total liabilities	<u>5,381</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES							
Non spendable:							
Inventories and prepayments	-	-	-	-	-	-	-
Restricted for:							
Economic development	-	-	245,204	-	909,611	274,986	-
Transportation	-	-	-	-	-	-	381,551
Culture and recreation	-	-	-	272,224	-	-	-
Capital improvements	-	-	-	-	125,000	1,354,301	-
Public safety	186,868	30,425	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Committed for:							
Economic development	-	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	9,533	-
Total fund balances	<u>186,868</u>	<u>30,425</u>	<u>245,204</u>	<u>272,224</u>	<u>1,034,611</u>	<u>1,638,820</u>	<u>381,551</u>
Total liabilities and fund balances	<u>\$ 192,249</u>	<u>\$ 30,425</u>	<u>\$ 245,204</u>	<u>\$ 272,224</u>	<u>\$ 1,034,611</u>	<u>\$ 1,638,820</u>	<u>\$ 381,551</u>

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (Continued)
 SEPTEMBER 30, 2011

	Special Revenue						
	<u>Building Department</u>	<u>Grants</u>	<u>Community Development Block Grant Program</u>	<u>Neighborhood Stabilization Grant</u>	<u>ARRA</u>	<u>State Housing Initiative Partnership</u>	<u>Donations and Sponsorship</u>
ASSETS							
Cash and equity in pooled cash	\$ 245,031	\$ 16,199	\$ -	\$ -	\$ 117,826	\$ 42,236	\$ 35,815
Investments	83,464	-	-	-	57,232	2,385	11,923
Accounts receivable - net	-	511	-	-	-	-	-
Due from other governments	-	112,221	525,963	161,971	-	-	-
Inventories	-	-	-	94,122	-	-	-
Deferred charges	-	-	-	5,644	-	-	-
Total assets	<u>\$ 328,495</u>	<u>\$ 128,931</u>	<u>\$ 525,963</u>	<u>\$ 261,737</u>	<u>\$ 175,058</u>	<u>\$ 44,621</u>	<u>\$ 47,738</u>
LIABILITIES							
Accounts payable	\$ 19,243	\$ 7,978	\$ 1,319	\$ 8,027	\$ 62,915	\$ -	\$ -
Accrued liabilities	48,505	-	6,895	16,890	-	-	-
Due to other funds	-	-	455,452	137,054	-	-	-
Due to other governments	940	61,456	-	-	-	-	-
Deferred revenues	-	-	62,297	-	112,143	44,621	-
Total liabilities	<u>68,688</u>	<u>69,434</u>	<u>525,963</u>	<u>161,971</u>	<u>175,058</u>	<u>44,621</u>	<u>-</u>
FUND BALANCES							
Non spendable:							
Inventories and prepayments	-	-	-	99,766	-	-	-
Restricted for:							
Economic development	257,013	59,497	-	-	-	-	47,738
Transportation	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Capital improvements	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Committed for:							
Economic development	2,794	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-	-
Total fund balances	<u>259,807</u>	<u>59,497</u>	<u>-</u>	<u>99,766</u>	<u>-</u>	<u>-</u>	<u>47,738</u>
Total liabilities and fund balances	<u>\$ 328,495</u>	<u>\$ 128,931</u>	<u>\$ 525,963</u>	<u>\$ 261,737</u>	<u>\$ 175,058</u>	<u>\$ 44,621</u>	<u>\$ 47,738</u>

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
 SEPTEMBER 30, 2011

	Special Revenue		Debt Service	Capital Projects Fund		Total Nonmajor Governmental Funds
	Streetscape Improvements	State Affordable Housing Assistance	Debt Service Fund	Public Services Facilities Construction	2005 Capital Improvement Projects	Total
ASSETS						
Cash and equity in pooled cash	\$ 477,997	\$ -	\$ 139,389	\$ 2,296,052	\$ 3,479,223	\$ 9,674,288
Investments	159,773	-	355,317	770,251	1,154,184	3,565,093
Accounts receivable - net	-	658,020	-	-	-	658,531
Due from other governments	-	-	-	-	-	800,155
Inventories	-	-	-	-	-	94,122
Deferred charges	-	-	-	-	-	5,644
Total assets	<u>\$ 637,770</u>	<u>\$ 658,020</u>	<u>\$ 494,706</u>	<u>\$ 3,066,303</u>	<u>\$ 4,633,407</u>	<u>\$ 14,797,833</u>
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 104,863
Accrued liabilities	-	-	-	-	-	72,290
Due to other funds	-	7,106	-	-	-	599,612
Due to other governments	-	-	-	-	-	62,396
Deferred revenues	-	-	-	-	-	219,061
Total liabilities	<u>-</u>	<u>7,106</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,058,222</u>
FUND BALANCES						
Non spendable:						
Inventories and prepayments	-	-	-	-	-	99,766
Restricted for:						
Economic development	-	650,914	-	-	-	2,444,963
Transportation	-	-	-	-	-	381,551
Culture and recreation	-	-	-	-	-	272,224
Capital improvements	637,770	-	-	3,064,366	4,590,852	9,772,289
Public safety	-	-	-	-	-	217,293
Debt service	-	-	494,706	-	-	494,706
Committed for:						
Economic development	-	-	-	-	-	2,794
Capital projects	-	-	-	1,937	42,555	44,492
Parks and recreation	-	-	-	-	-	9,533
Total fund balances	<u>637,770</u>	<u>650,914</u>	<u>494,706</u>	<u>3,066,303</u>	<u>4,633,407</u>	<u>13,739,611</u>
Total liabilities and fund balances	<u>\$ 637,770</u>	<u>\$ 658,020</u>	<u>\$ 494,706</u>	<u>\$ 3,066,303</u>	<u>\$ 4,633,407</u>	<u>\$ 14,797,833</u>

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2011

Special Revenue

	<u>Law Enforcement Trust-State</u>	<u>Law Enforcement Trust-Federal</u>	<u>Drainage Improvements</u>	<u>Parks and Recreation Improvements</u>	<u>Trafficways Improvements</u>	<u>Public Arts</u>	<u>Local Option Gas Tax</u>
Revenues:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 381,146
Charges for services	-	-	-	-	-	71,050	-
Intergovernmental	17,116	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-	-
Investment Income	510	66	530	803	2,234	3,432	405
Donations from private sources	-	-	-	-	-	-	-
Program repayment	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
Total revenues	<u>17,626</u>	<u>66</u>	<u>530</u>	<u>803</u>	<u>2,234</u>	<u>74,482</u>	<u>381,551</u>
Expenditures:							
Current:							
General government	-	-	-	-	-	-	-
Public safety	66,766	-	-	-	-	-	-
Physical Environment	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	8,407	-
Economic environment	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	-
Debt service:							
Principal retirement	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-
Physical Environment	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	7,475	-
Economic environment	-	-	-	-	-	-	-
Total expenditures	<u>66,766</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,882</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(49,140)</u>	<u>66</u>	<u>530</u>	<u>803</u>	<u>2,234</u>	<u>58,600</u>	<u>381,551</u>
Other financing sources (uses):							
Issuance of debt	-	-	-	-	-	-	-
Payment on refunded bond and note	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	(100,000)	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(100,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(49,140)	66	530	(99,197)	2,234	58,600	381,551
Fund balances, October 1	<u>236,008</u>	<u>30,359</u>	<u>244,674</u>	<u>371,421</u>	<u>1,032,377</u>	<u>1,580,220</u>	<u>-</u>
Fund balances, September 30	<u>\$ 186,868</u>	<u>\$ 30,425</u>	<u>\$ 245,204</u>	<u>\$ 272,224</u>	<u>\$ 1,034,611</u>	<u>\$ 1,638,820</u>	<u>\$ 381,551</u>

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (Continued)
FOR THE YEAR ENDED SEPTEMBER 30, 2011

Special Revenue

	<u>Building Department</u>	<u>Grants</u>	<u>Community Development Block Grant Program</u>	<u>Neighborhood Stabilization Grant</u>	<u>ARRA</u>	<u>State Housing Initiative Partnership</u>	<u>Donations and Sponsorship</u>
Revenues:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-	-	-	-
Intergovernmental	-	475,741	882,087	728,353	362,458	27,017	-
Licenses and permits	1,988,029	-	-	-	-	-	-
Fines and forfeitures	209,251	-	-	-	-	-	-
Investment Income	346	-	70	-	670	7	113
Donations from private sources	-	-	-	-	-	-	12,430
Program repayment	-	-	87,908	-	-	4,000	-
Miscellaneous	3,191	-	-	2	-	-	-
Total revenues	<u>2,200,817</u>	<u>475,741</u>	<u>970,065</u>	<u>728,355</u>	<u>363,128</u>	<u>31,024</u>	<u>12,543</u>
Expenditures:							
Current:							
General government	-	-	-	-	55,804	-	-
Public safety	1,628,611	5,861	-	-	-	-	4,364
Physical Environment	-	168,249	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	1,285
Economic environment	-	-	833,215	628,589	-	24	-
Human services	-	-	-	-	-	-	11,669
Debt service:							
Principal retirement	-	370,520	-	-	-	-	-
Interest and fiscal charges	-	28,025	-	-	-	-	-
Capital outlay:							
General government	-	-	-	-	226,700	-	-
Public safety	53,161	46,532	-	-	-	-	-
Transportation	-	-	-	-	-	-	-
Physical Environment	-	-	-	-	63,189	-	-
Culture and recreation	-	-	-	-	-	-	-
Economic environment	-	-	136,850	-	17,435	-	-
Total expenditures	<u>1,681,772</u>	<u>619,187</u>	<u>970,065</u>	<u>628,589</u>	<u>363,128</u>	<u>24</u>	<u>17,318</u>
Excess (deficiency) of revenues over expenditures	<u>519,045</u>	<u>(143,446)</u>	<u>-</u>	<u>99,766</u>	<u>-</u>	<u>31,000</u>	<u>(4,775)</u>
Other financing sources (uses):							
Issuance of debt	-	-	-	-	-	-	-
Payment on refunded bond and note	-	-	-	-	-	-	-
Transfers in	-	143,446	-	-	-	7,106	-
Transfers out	(386,530)	-	-	-	-	(38,106)	-
Total other financing sources (uses)	<u>(386,530)</u>	<u>143,446</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(31,000)</u>	<u>-</u>
Net change in fund balance	132,515	-	-	99,766	-	-	(4,775)
Fund balances, October 1	127,292	59,497	-	-	-	-	52,513
Fund balances, September 30	<u>\$ 259,807</u>	<u>\$ 59,497</u>	<u>\$ -</u>	<u>\$ 99,766</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 47,738</u>

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (Continued)
FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Special Revenue		Debt Service	Capital Projects Fund		Total
	Streetscape Improvements	State Affordable Housing Assistance	Fund	Public Services Facilities Construction	2005 Capital Improvement Projects	Nonmajor Governmental Funds
			Debt Service Fund			
Revenues:						
Taxes	\$ -	\$ -	\$ 222,831	\$ -	\$ -	\$ 603,977
Charges for services	-	-	-	-	-	71,050
Intergovernmental	-	-	-	-	-	2,492,772
Licenses and permits	-	-	-	-	-	1,988,029
Fines and forfeitures	-	-	-	-	-	209,251
Investment Income	1,378	-	2,090	6,614	10,033	29,301
Donations from private sources	-	-	-	-	-	12,430
Program repayment	-	-	-	-	-	91,908
Miscellaneous	-	-	-	38,044	-	41,237
Total revenues	<u>1,378</u>	<u>-</u>	<u>224,921</u>	<u>44,658</u>	<u>10,033</u>	<u>5,539,955</u>
Expenditures:						
Current:						
General government	-	-	-	-	-	55,804
Public safety	-	-	-	-	-	1,705,602
Physical Environment	-	-	-	-	-	168,249
Culture and recreation	-	-	-	-	-	9,692
Economic environment	-	624,516	-	-	-	2,086,344
Human services	-	-	-	-	-	11,669
Debt service:						
Principal retirement	-	-	1,630,809	-	-	2,001,329
Interest and fiscal charges	-	-	1,719,107	-	-	1,747,132
Capital outlay:						
General government	-	-	-	-	-	226,700
Public safety	-	-	-	-	38,008	137,701
Transportation	-	-	-	27,288	-	27,288
Physical Environment	-	-	-	-	-	63,189
Culture and recreation	-	-	-	-	145,389	152,864
Economic environment	-	-	-	-	-	154,285
Total expenditures	<u>-</u>	<u>624,516</u>	<u>3,349,916</u>	<u>27,288</u>	<u>183,397</u>	<u>8,547,848</u>
Excess (deficiency) of revenues over expenditures	<u>1,378</u>	<u>(624,516)</u>	<u>(3,124,995)</u>	<u>17,370</u>	<u>(173,364)</u>	<u>(3,007,893)</u>
Other financing sources (uses):						
Issuance of debt	-	-	9,501,000	-	-	9,501,000
Payment on refunded bond and note	-	-	(8,150,000)	-	-	(8,150,000)
Transfers in	-	38,106	2,572,300	-	-	2,760,958
Transfers out	-	(7,106)	(703,127)	-	-	(1,234,869)
Total other financing sources (uses)	<u>-</u>	<u>31,000</u>	<u>3,220,173</u>	<u>-</u>	<u>-</u>	<u>2,877,089</u>
Net change in fund balance	1,378	(593,516)	95,178	17,370	(173,364)	(130,804)
Fund balances, October 1	<u>636,392</u>	<u>1,244,430</u>	<u>399,528</u>	<u>3,048,933</u>	<u>4,806,771</u>	<u>13,870,415</u>
Fund balances, September 30	<u>\$ 637,770</u>	<u>\$ 650,914</u>	<u>\$ 494,706</u>	<u>\$ 3,066,303</u>	<u>\$ 4,633,407</u>	<u>\$ 13,739,611</u>

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
DRAINAGE IMPROVEMENTS FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>Budgetary Basis</u>	<u>Variance with</u> <u>Final Budget</u>
	<u>Original</u>	<u>Final</u>		<u>Positive</u> <u>(Negative)</u>
Revenues:				
Investment income	\$ -	\$ -	\$ 530	\$ 530
Total revenues	-	-	530	530
Expenditures:				
Current:				
Physical Environment	244,049	244,049	-	244,049
Total expenditures	244,049	244,049	-	244,049
Excess (deficiency) of revenues over (under) expenditures	(244,049)	(244,049)	530	244,579
Other financing sources (uses):				
Reserves	244,049	244,049	-	(244,049)
Total other financing (uses)	244,049	244,049	-	(244,049)
Net change in fund balance	\$ -	\$ -	530	\$ (244,049)
Fund balances at beginning of year			244,674	
Fund balances at end of year			<u>\$ 245,204</u>	

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
PARKS AND RECREATION IMPROVEMENTS FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>Budgetary Basis</u>	<u>Variance with</u> <u>Final Budget</u>
	<u>Original</u>	<u>Final</u>		<u>Positive</u> <u>(Negative)</u>
Revenues:				
Investment income	\$ -	\$ -	\$ 803	\$ 803
Total revenues	-	-	803	803
Expenditures:				
Current:				
Culture / recreation	370,472	270,472	-	270,472
Total expenditures	370,472	270,472	-	270,472
Excess (deficiency) of revenues over (under) expenditures	(370,472)	(270,472)	803	271,275
Other financing sources (uses):				
Transfers out	-	(100,000)	(100,000)	
Reserves	370,472	370,472	-	(370,472)
Total other financing (uses)	370,472	270,472	(100,000)	(370,472)
Net change in fund balance	\$ -	\$ -	(99,197)	\$ (99,197)
Fund balances at beginning of year			371,421	
Fund balances at end of year			<u>\$ 272,224</u>	

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
TRAFFICWAYS IMPROVEMENTS FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>Budgetary Basis</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>
				<u>Positive</u> <u>(Negative)</u>
Revenues:				
Investment income	\$ -	\$ -	\$ 2,234	\$ 2,234
Total revenues	<u>-</u>	<u>-</u>	<u>2,234</u>	<u>2,234</u>
Expenditures:				
Current:				
Transportation	<u>1,029,741</u>	<u>1,029,741</u>	<u>-</u>	<u>1,029,741</u>
Total expenditures	<u>1,029,741</u>	<u>1,029,741</u>	<u>-</u>	<u>1,029,741</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,029,741)</u>	<u>(1,029,741)</u>	<u>2,234</u>	<u>1,031,975</u>
Other financing sources (uses):				
Reserves	<u>1,029,741</u>	<u>1,029,741</u>	<u>-</u>	<u>(1,029,741)</u>
Total other financing (uses)	<u>1,029,741</u>	<u>1,029,741</u>	<u>-</u>	<u>(1,029,741)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>2,234</u>	<u>\$ -</u>
Fund balances at beginning of year			<u>1,032,377</u>	
Fund balances at end of year			<u>\$ 1,034,611</u>	

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
PUBLIC ARTS FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>Budgetary Basis</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>
				<u>Positive</u> <u>(Negative)</u>
Revenues:				
Charges for services	\$ 50,000	\$ 50,000	\$ 71,050	\$ 21,050
Investment income	<u>15,000</u>	<u>15,000</u>	<u>3,432</u>	<u>(11,568)</u>
Total revenues	<u>65,000</u>	<u>65,000</u>	<u>74,482</u>	<u>9,482</u>
Expenditures:				
Current:				
Culture / recreation	<u>-</u>	<u>-</u>	<u>8,407</u>	<u>(8,407)</u>
Capital Outlay:				
Culture / recreation	<u>1,652,586</u>	<u>1,652,586</u>	<u>7,475</u>	<u>1,645,111</u>
Total expenditures	<u>1,652,586</u>	<u>1,652,586</u>	<u>15,882</u>	<u>1,636,704</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,587,586)</u>	<u>(1,587,586)</u>	<u>58,600</u>	<u>1,646,186</u>
Other financing sources (uses):				
Reserves	<u>1,587,586</u>	<u>1,587,586</u>	<u>-</u>	<u>(1,587,586)</u>
Total other financing (uses)	<u>1,587,586</u>	<u>1,587,586</u>	<u>-</u>	<u>(1,587,586)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>58,600</u>	<u>\$ (1,587,586)</u>
Fund balances at beginning of year			<u>1,580,220</u>	
Fund balances at end of year			<u>\$ 1,638,820</u>	

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
LOCAL OPTION GAS TAX FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>Budgetary Basis</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ 435,600	\$ 435,600	\$ 381,146	\$ (54,454)
Investment income	-	-	405	405
Total revenues	<u>435,600</u>	<u>435,600</u>	<u>381,551</u>	<u>(54,049)</u>
Excess of revenues over expenditures	<u>435,600</u>	<u>435,600</u>	<u>381,551</u>	<u>(54,049)</u>
Net change in fund balance	435,600	435,600	381,551	(54,049)
Fund balances at beginning of year	-	-	-	-
Fund balances at end of year	<u>\$ 435,600</u>	<u>\$ 435,600</u>	<u>\$ 381,551</u>	<u>\$ (54,049)</u>

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
BUILDING DEPARTMENT FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>Budgetary Basis</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Licenses and permits	\$ 1,813,500	\$ 1,813,500	\$ 1,988,029	\$ 174,529
Fines and forfeitures	40,000	40,000	209,251	169,251
Investment Income	-	-	346	346
Miscellaneous	-	-	3,191	3,191
Total revenues	<u>1,853,500</u>	<u>1,853,500</u>	<u>2,200,817</u>	<u>347,317</u>
Expenditures:				
Current:				
Public safety	1,790,624	1,734,669	1,628,611	106,058
Capital Outlay:				
Culture / recreation	-	55,955	53,161	2,794
Total expenditures	<u>1,790,624</u>	<u>1,790,624</u>	<u>1,681,772</u>	<u>108,852</u>
Excess of revenues over expenditures	<u>62,876</u>	<u>62,876</u>	<u>519,045</u>	<u>456,169</u>
Other financing sources:				
Transfers out	(386,530)	(386,530)	(386,530)	-
Reserves	323,654	323,654	-	(323,654)
Total other financing sources	<u>(62,876)</u>	<u>(62,876)</u>	<u>(386,530)</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	132,515	<u>\$ 456,169</u>
Fund balances at beginning of year			<u>127,292</u>	
Fund balances at end of year			<u>\$ 259,807</u>	

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
GRANTS FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>Budgetary Basis</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>
				<u>Positive</u> <u>(Negative)</u>
Revenues:				
Intergovernmental	\$ -	\$ 508,769	\$ 475,741	\$ (33,028)
Miscellaneous	-	246	-	(246)
Total revenues	<u>-</u>	<u>509,015</u>	<u>475,741</u>	<u>(33,274)</u>
Expenditures:				
Current:				
General government	96,855	197,368	-	197,368
Public safety	-	-	5,861	(5,861)
Transportation	-	11,636	-	11,636
Physical environment	-	179,427	168,249	11,178
Debt service:				
Principal retirement	-	177,456	370,520	(193,064)
Interest and fiscal charges	-	23,966	28,025	(4,059)
Capital Outlay:				
Public safety	-	62,831	46,532	16,299
Total expenditures	<u>96,855</u>	<u>652,684</u>	<u>619,187</u>	<u>33,497</u>
Deficiency of revenues under expenditures	<u>(96,855)</u>	<u>(143,669)</u>	<u>(143,446)</u>	<u>223</u>
Other financing sources:				
Transfers in	96,855	143,669	143,446	(223)
Total other financing sources	<u>96,855</u>	<u>143,669</u>	<u>143,446</u>	<u>(223)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund balances at beginning of year			59,496	
Fund balances at end of year			<u>\$ 59,496</u>	

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>Budgetary Basis</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>
				<u>Positive</u> <u>(Negative)</u>
Revenues:				
Intergovernmental	\$ 578,000	\$ 2,162,234	\$ 882,087	\$ (1,280,147)
Investment income	-	-	70	70
Miscellaneous	-	24,952	87,908	62,956
Total revenues	<u>578,000</u>	<u>2,187,186</u>	<u>970,065</u>	<u>(1,217,121)</u>
Expenditures:				
Current:				
Economic environment	608,100	1,835,508	833,215	1,002,293
Capital Outlay:				
Economic environment	-	366,578	136,850	229,728
Total expenditures	<u>608,100</u>	<u>2,202,086</u>	<u>970,065</u>	<u>1,232,021</u>
Deficiency of revenues under expenditures	<u>(30,100)</u>	<u>(14,900)</u>	<u>-</u>	<u>14,900</u>
Other financing sources (uses):				
Reserves	30,100	14,900	-	(14,900)
Total other financing sources (uses)	<u>30,100</u>	<u>14,900</u>	<u>-</u>	<u>(14,900)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund balances at beginning of year			-	
Fund balances at end of year			<u>\$ -</u>	

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
NEIGHBORHOOD STABILIZATION GRANT FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>Budgetary Basis</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>
				<u>Positive</u> <u>(Negative)</u>
Revenues:				
Intergovernmental	\$ -	\$ 2,064,464	\$ 728,353	\$ (1,336,111)
Miscellaneous	198,419	-	2	2
Total revenues	<u>198,419</u>	<u>2,064,464</u>	<u>728,355</u>	<u>(1,336,109)</u>
Expenditures:				
Current:				
Economic environment	198,419	2,064,464	628,589	1,435,875
Total expenditures	<u>198,419</u>	<u>2,064,464</u>	<u>628,589</u>	<u>1,435,875</u>
Excess of revenues over expenditures	-	-	99,766	99,766
Other financing sources (uses):				
Reserves	198,419	-	-	-
Total other financing sources (uses)	<u>198,419</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	99,766	<u>\$ 99,766</u>
Fund balances at beginning of year			-	
Fund balances at end of year			<u>\$ 99,766</u>	

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
AMERICAN RECOVERY AND REINVESTMENT ACT GRANT FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>Budgetary Basis</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>
				<u>Positive</u> <u>(Negative)</u>
Revenues:				
Intergovernmental	\$ -	\$ 474,761	\$ 362,458	\$ (112,303)
Investment income	-	-	670	670
Miscellaneous	-	-	-	-
Total revenues	<u>-</u>	<u>474,761</u>	<u>363,128</u>	<u>(111,633)</u>
Expenditures:				
Current:				
General government	20,800	158,140	55,804	102,336
Physical Environment	-	3,085	-	3,085
Capital Outlay:				
General government	-	164,335	226,700	(62,365)
Physical Environment	-	152,501	63,189	89,312
Economic environment	-	17,500	17,435	65
Total expenditures	<u>20,800</u>	<u>495,561</u>	<u>363,128</u>	<u>132,433</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(20,800)</u>	<u>(20,800)</u>	<u>-</u>	<u>20,800</u>
Other financing sources (uses):				
Reserves	20,800	20,800	-	(20,800)
Total other financing sources (uses)	<u>20,800</u>	<u>20,800</u>	<u>-</u>	<u>(20,800)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
Fund balances at beginning of year			-	
Fund balances at end of year			<u>\$ -</u>	

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
STATE HOUSING INITIATIVE PARTNERSHIP SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>Budgetary Basis</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>
				<u>Positive</u> <u>(Negative)</u>
Revenues:				
Intergovernmental	\$ 10,508	\$ 75,830	\$ 27,017	\$ (48,813)
Investment income	-	-	7	7
Program income	-	4,000	4,000	-
Total revenues	<u>10,508</u>	<u>79,830</u>	<u>31,024</u>	<u>(48,806)</u>
Expenditures:				
Current:				
Economic environment	<u>15,118</u>	<u>7,452</u>	<u>24</u>	<u>7,428</u>
Total expenditures	<u>15,118</u>	<u>7,452</u>	<u>24</u>	<u>7,428</u>
Excess of revenues over expenditures	<u>(4,610)</u>	<u>72,378</u>	<u>31,000</u>	<u>(41,378)</u>
Other financing sources (uses):				
Transfers in	-	-	7,106	7,106
Transfers out	(1,890)	(72,378)	(38,106)	34,272
Reserves	<u>6,500</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing uses	<u>4,610</u>	<u>(72,378)</u>	<u>(31,000)</u>	<u>41,378</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund balances at beginning of year			<u>-</u>	
Fund balances at end of year			<u>\$ -</u>	

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED SEPTEMBER 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>Budgetary Basis</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>
				<u>Positive</u> <u>(Negative)</u>
Revenues:				
Taxes	\$ 231,820	\$ 231,820	\$ 222,831	\$ (8,989)
Investment income	7,000	7,000	2,089	(4,911)
Miscellaneous	20,580	20,580	-	(20,580)
Total revenues	<u>259,400</u>	<u>259,400</u>	<u>224,920</u>	<u>(34,480)</u>
Expenditures:				
Debt service:				
Principal	1,487,800	1,487,800	1,630,809	(143,009)
Interest and fiscal charges	1,343,900	1,434,248	1,719,107	(284,859)
Total expenditures	<u>2,831,700</u>	<u>2,922,048</u>	<u>3,349,916</u>	<u>(427,868)</u>
Deficiency of revenues under expenditures	<u>(2,572,300)</u>	<u>(2,662,648)</u>	<u>(3,124,996)</u>	<u>(462,348)</u>
Other financing sources:				
Proceeds from issuance of debt	-	9,501,000	9,501,000	-
Payment to refunding bond escrow account	-	(8,707,525)	(8,150,000)	557,525
Transfers in	2,572,300	2,572,300	2,572,300	-
Transfers out	-	(703,127)	(703,127)	-
Total other financing sources	<u>2,572,300</u>	<u>2,662,648</u>	<u>3,220,173</u>	<u>557,525</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	95,177	<u>\$ 95,177</u>
Fund balances at beginning of year			<u>399,529</u>	
Fund balances at end of year			<u>\$ 494,706</u>	

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
PUBLIC SERVICE FACILITIES CONSTRUCTION CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED SEPTEMBER 30, 2011

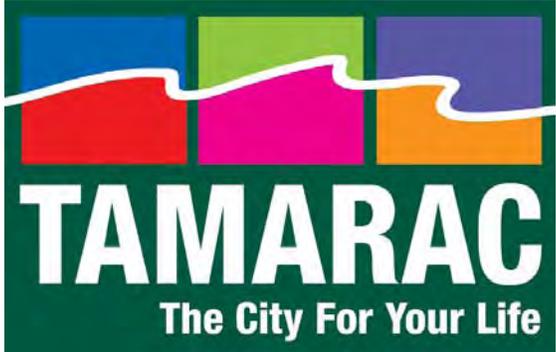
	<u>Prior</u> <u>Years</u>	<u>Current</u> <u>Year</u>	<u>Total to</u> <u>Date</u>	<u>Project</u> <u>Authorization</u>
Revenues:				
Intergovernmental	\$ 3,966,875	\$ -	\$ 3,966,875	\$ 500,000
Investment income	809,086	6,614	815,700	75,000
Miscellaneous	-	<u>38,044</u>	<u>38,044</u>	<u>38,044</u>
Total revenues	<u>4,775,961</u>	<u>44,658</u>	<u>4,820,619</u>	<u>613,044</u>
Expenditures:				
Transportation	114,832	-	114,832	-
Culture and recreation	21,599	-	21,599	15,045
Capital improvements	14,605,155	27,288	14,632,443	13,549,069
Debt service:				
Interest and fiscal charges	<u>395,442</u>	-	<u>395,442</u>	-
Total expenditures	<u>15,137,028</u>	<u>27,288</u>	<u>15,164,316</u>	<u>13,564,114</u>
Excess (deficiency) of revenues over (under) expenditures	(10,361,067)	17,370	(10,343,697)	(12,951,070)
Other financing sources (uses):				
Proceeds from issuance of debt	13,410,000	-	13,410,000	13,001,070
Contingencies	-	-	-	(50,000)
Total other financing sources	<u>13,410,000</u>	<u>-</u>	<u>13,410,000</u>	<u>12,951,070</u>
Net change in fund balances	<u>\$ 3,048,933</u>	17,370	<u>\$ 3,066,303</u>	<u>\$ -</u>
Fund balances at beginning of year		<u>3,048,933</u>		
Fund balances at end of year		<u>\$ 3,066,303</u>		

See accompanying independent auditors' report.

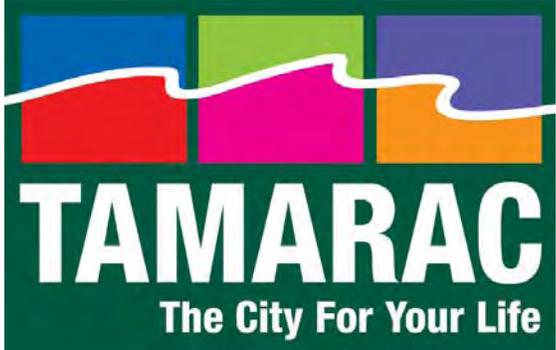
CITY OF TAMARAC, FLORIDA
2005 CAPITAL IMPROVEMENT PROJECT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED SEPTEMBER 30, 2011

	<u>Prior</u> <u>Years</u>	<u>Current</u> <u>Year</u>	<u>Total to</u> <u>Date</u>	<u>Project</u> <u>Authorization</u>
Revenues:				
Intergovernmental	\$ 80,000	\$ -	\$ 80,000	\$ -
Investment income	1,726,223	10,033	1,736,256	-
Total revenues	<u>1,806,223</u>	<u>10,033</u>	<u>1,816,256</u>	<u>-</u>
Expenditures:				
General government	4,000	-	4,000	-
Public safety	1,036	-	1,036	-
Transportation	18,900	-	18,900	100,000
Culture and recreation	87,464	21,765	109,229	591,900
Capital improvements	11,520,251	161,632	11,681,883	13,367,200
Debt service:				
Interest and fiscal charges	395,498	-	395,498	349,803
Total expenditures	<u>12,027,149</u>	<u>183,397</u>	<u>12,210,546</u>	<u>14,408,903</u>
Deficiency of revenues under expenditures	<u>(10,220,926)</u>	<u>(173,364)</u>	<u>(10,394,290)</u>	<u>(14,408,903)</u>
Other financing sources (uses):				
Proceeds from issuance of debt	15,027,697	-	15,027,697	15,000,000
Contingencies	-	-	-	(591,097)
Total other financing sources	<u>15,027,697</u>	<u>-</u>	<u>15,027,697</u>	<u>14,408,903</u>
Net change in fund balances	<u>\$ 4,806,771</u>	(173,364)	<u>\$ 4,633,407</u>	<u>\$ -</u>
Fund balances at beginning of year		<u>4,806,771</u>		
Fund balances at end of year		<u>\$ 4,633,407</u>		

See accompanying independent auditors' report.



**MAJOR CAPITAL PROJECTS FUND
BUDGETARY COMPARISON SCHEDULE**



CITY OF TAMARAC, FLORIDA
GENERAL CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED SEPTEMBER 30, 2011

	<u>Prior</u> <u>Years</u>	<u>Current</u> <u>Year</u>	<u>Total to</u> <u>Date</u>	<u>Project</u> <u>Authorization</u>
Revenues:				
Intergovernmental	\$ 2,747,701	\$ 91,622	\$ 2,839,323	\$ 4,255,767
Investment income	1,515,119	29,213	1,544,332	355,053
Miscellaneous	<u>275,108</u>	<u>-</u>	<u>275,108</u>	<u>341,535</u>
Total revenues	<u>4,537,928</u>	<u>120,835</u>	<u>4,658,763</u>	<u>4,952,355</u>
Expenditures:				
General government	1,122,475	12,733	1,135,208	1,346,844
Public safety	32,520	20,724	53,244	1,750,723
Transportation	83,238	16,877	100,115	119,470
Culture and recreation	933,084	23,635	956,719	536,888
Capital improvements	25,438,154	669,305	26,107,459	39,299,422
Debt service:				
Principal	2,000,000	-	2,000,000	2,000,000
Interest and fiscal charges	<u>243,901</u>	<u>2,125</u>	<u>246,026</u>	<u>246,026</u>
Total expenditures	<u>29,853,372</u>	<u>745,399</u>	<u>30,598,771</u>	<u>45,299,373</u>
Deficiency of revenues under expenditures	<u>(25,315,444)</u>	<u>(624,564)</u>	<u>(25,940,008)</u>	<u>(40,347,018)</u>
Proceeds from issuance of debt	11,267,414	-	11,267,414	11,267,413
Payment on refunded bond and note	-	(701,001)	(701,001)	(701,001)
Transfers in	30,342,926	803,127	31,146,053	31,417,737
Transfers out	(318,947)	(802,446)	(1,121,393)	(1,025,449)
Contingencies	<u>-</u>	<u>-</u>	<u>-</u>	<u>(611,682)</u>
Total other financing sources	<u>41,291,393</u>	<u>(700,320)</u>	<u>40,591,073</u>	<u>40,347,018</u>
Net change in fund balances	<u>\$ 15,975,949</u>	<u>(1,324,884)</u>	<u>\$ 14,651,065</u>	<u>\$ -</u>
Fund balances at beginning of year		<u>15,975,949</u>		
Fund balances at end of year		<u>\$ 14,651,065</u>		

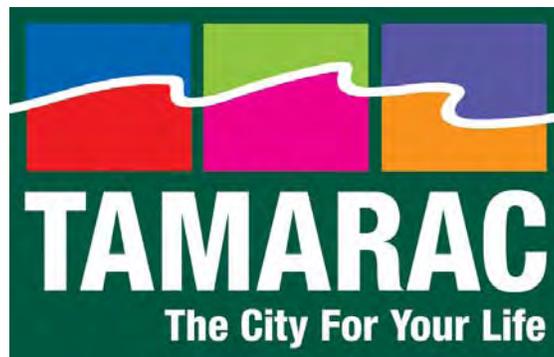
See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
TAMARAC VILLAGE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED SEPTEMBER 30, 2011

	<u>Prior</u> <u>Years</u>	<u>Current</u> <u>Year</u>	<u>Total to</u> <u>Date</u>	<u>Project</u> <u>Authorization</u>
Revenues:				
Investment income	\$ -	\$ 4	\$ 4	\$ -
Total revenues	<u>-</u>	<u>4</u>	<u>4</u>	<u>-</u>
Expenditures:				
Interest and fiscal charges	<u>-</u>	<u>203,147</u>	<u>203,147</u>	<u>15,039,439</u>
Total expenditures	<u>-</u>	<u>203,147</u>	<u>203,147</u>	<u>15,039,439</u>
Excess of revenues over expenditures	<u>-</u>	<u>(203,143)</u>	<u>(203,143)</u>	<u>(15,039,439)</u>
Other financing sources (uses):				
Proceeds from issuance of debt	-	13,771,509	13,771,509	20,000,000
Payment on refunded bond and note	-	(5,316,412)	(5,316,412)	(5,519,561)
Transfers in	<u>-</u>	<u>559,000</u>	<u>559,000</u>	<u>559,000</u>
Total other financing sources	<u>-</u>	<u>9,014,097</u>	<u>9,014,097</u>	<u>15,039,439</u>
Net change in fund balances	<u>\$ -</u>	<u>8,810,954</u>	<u>\$ 8,810,954</u>	<u>\$ -</u>
Fund balances at beginning of year		<u>-</u>		
Fund balances at end of year		<u>\$ 8,810,954</u>		

See accompanying independent auditors' report.

STATISTICAL SECTION



STATISTICAL SECTION

This part of the City of Tamarac’s comprehensive annual report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government’s overall financial health.

Contents	Page
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Financial Trends	99-106
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These schedules contain trend information to help the reader understand how the government’s financial performance and well-being have changed over time.

Revenue Capacity	
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These schedules contain information to help the reader assess the government’s most significant local revenue source, the property tax.	107-110
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Debt Capacity	
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These schedules present information to help the reader assess the affordability of the government’s current levels of outstanding debt and the governments’ ability to issue additional debt in the future.	111-115
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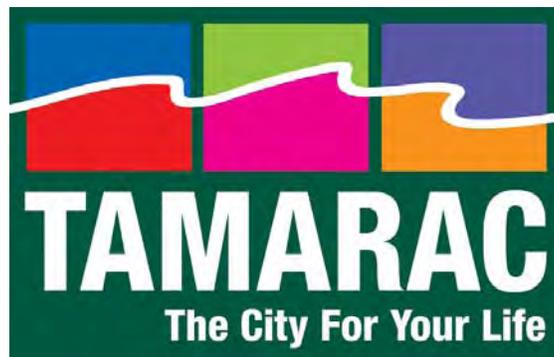
Demographic and Economic Information	
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These schedules offer demographic and economic indicators to help the reader understand the environment within which the government’s financial activities take place.	116-117
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Operating Information	
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These schedules contain service and infrastructure data to help the reader understand how the information in the government’s financial report relates to the services the government provides and the activities it performs.	118-120
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Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented GASB Statement No. 34 in 2002; schedules presenting government-wide information include information beginning that year.



CITY OF TAMARAC
Net Assets by Component
Last Ten Fiscal Years

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Governmental activities										
Invested in capital assets, net of related debt	\$ 54,747,128	\$ 48,847,411	\$ 62,168,884	\$ 65,002,740	\$ 71,850,603	\$ 74,006,704	\$ 77,300,114	\$ 86,076,841	\$ 84,104,407	\$ 84,047,031
Restricted	7,643,386	11,288,555	12,872,078	13,448,003	27,735,550	33,639,956	17,497,293	17,675,068	14,005,135	15,881,934
Unrestricted	11,148,176	19,432,477	9,713,054	14,230,658	4,281,944	7,997,681	32,787,159	31,682,290	40,089,461	39,839,769
Total governmental activities net assets	\$ 73,538,690	\$ 79,568,443	\$ 84,754,016	\$ 92,681,401	\$ 103,868,097	\$ 115,644,341	\$ 127,584,566	\$ 135,434,199	\$ 138,199,003	\$ 139,768,734
Business-type activities										
Invested in capital assets, net of related debt	\$ 33,636,226	\$ 33,307,204	\$ 25,984,601	\$ 33,846,176	\$ 49,673,822	\$ 45,633,402	\$ 50,273,220	\$ 45,546,743	\$ 43,760,949	\$ 45,059,260
Restricted	3,070,214	3,119,513	4,454,050	5,427,955	7,313,121	8,599,062	8,599,062	6,909,717	8,520,498	8,174,927
Unrestricted	18,272,643	19,862,949	28,631,132	23,815,785	10,214,142	16,432,180	13,542,094	21,514,450	21,368,742	20,727,336
Total business-type activities net assets	\$ 54,979,083	\$ 56,289,666	\$ 59,069,783	\$ 63,089,916	\$ 67,201,085	\$ 70,664,644	\$ 72,414,376	\$ 73,970,910	\$ 73,650,189	\$ 73,961,523
Primary Government										
Invested in capital assets, net of related debt	\$ 88,383,354	\$ 82,154,615	\$ 88,153,485	\$ 98,848,916	\$ 121,524,425	\$ 119,640,106	\$ 127,573,334	\$ 131,623,584	\$ 127,865,356	\$ 129,106,291
Restricted	10,713,600	14,408,068	17,326,128	18,875,958	35,048,671	42,239,018	26,096,355	24,584,785	22,525,633	24,056,861
Unrestricted	29,420,819	39,295,426	38,344,186	38,046,443	14,496,086	24,429,861	46,329,253	53,196,740	61,458,203	60,567,105
Total primary government net assets	\$ 128,517,773	\$ 135,858,109	\$ 143,823,799	\$ 155,771,317	\$ 171,069,182	\$ 186,308,985	\$ 199,998,942	\$ 209,405,109	\$ 211,849,192	\$ 213,730,257

Source: City of Tamarac, Financial Services Department

See accompanying independent auditors' report.

CITY OF TAMARAC

Changes in Net Assets

Last Ten Fiscal Years

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Expenses										
Governmental activities:										
General government	\$ 7,245,389	\$ 8,917,459	\$ 9,792,447	\$ 9,948,165	\$ 10,688,546	\$ 11,504,582	\$ 11,432,868	\$ 12,597,059	\$ 11,026,034	\$ 11,907,718
Public safety	17,190,446	19,110,595	21,529,131	24,681,261	35,495,924	28,264,994	28,472,914	30,471,668	31,489,221	30,961,029
Transportation	1,283,083	1,739,082	1,676,983	2,518,737	2,699,076	2,330,808	1,748,860	1,881,356	1,904,168	1,857,501
Economic environment	906,736	777,812	894,713	599,886	4,511,057	1,559,614	1,263,812	2,600,159	4,869,005	4,641,173
Culture and recreation	3,377,508	3,641,777	3,757,060	4,210,762	2,226,264	5,496,590	5,168,340	4,097,080	4,249,737	2,976,038
Physical environment	2,111,072	1,898,374	1,980,646	2,542,286	703,430	2,610,684	2,452,233	3,319,120	3,276,239	2,397,899
Human services	262,382	245,344	236,262	304,155	319,229	333,332	286,630	335,523	294,665	268,033
Interest on long-term debt	1,264,084	1,311,236	1,232,534	1,176,005	1,591,058	1,624,593	1,607,303	1,727,200	1,482,104	1,892,592
Total governmental activities expenses	<u>33,640,700</u>	<u>37,641,679</u>	<u>41,099,776</u>	<u>45,981,257</u>	<u>58,234,584</u>	<u>53,725,197</u>	<u>52,432,960</u>	<u>57,029,165</u>	<u>58,591,173</u>	<u>56,901,983</u>
Business-type activities:										
Water and sewer	14,918,834	15,614,983	16,874,535	17,122,674	18,212,679	17,976,618	19,207,646	19,425,830	20,726,556	20,510,633
Stormwater	2,763,021	3,220,903	2,978,171	3,124,179	3,660,473	3,017,732	3,112,292	3,401,976	3,894,763	4,295,863
Total business-type activities expenses	<u>17,681,855</u>	<u>18,835,886</u>	<u>19,852,706</u>	<u>20,246,853</u>	<u>21,873,152</u>	<u>20,994,350</u>	<u>22,319,938</u>	<u>22,827,806</u>	<u>24,621,319</u>	<u>24,806,496</u>
Total primary government expenses	<u>\$ 51,322,555</u>	<u>\$ 56,477,565</u>	<u>\$ 60,952,482</u>	<u>\$ 66,228,110</u>	<u>\$ 80,107,736</u>	<u>\$ 74,719,547</u>	<u>\$ 74,752,898</u>	<u>\$ 79,856,971</u>	<u>\$ 83,212,492</u>	<u>\$ 81,708,479</u>
Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 2,972,921	\$ 1,304,092	\$ 1,433,280	\$ 1,479,201	\$ 1,372,508	\$ 872,023	\$ 1,145,570	\$ 1,322,983	\$ 5,398,147	\$ 5,550,906
Public safety	4,639,051	6,845,427	9,114,697	10,169,124	11,998,145	11,859,118	11,300,837	13,790,107	15,205,661	13,935,434
Culture and recreation	376,211	388,791	570,217	1,082,523	1,154,936	830,025	774,582	617,553	688,892	781,946
Transportation	27,224	26,134	29,430	34,978	30,067	66,357	25,722	22,916	20,732	25,586
Physical environment	680,382	827,001	963,729	1,017,446	683,942	733,360	1,320,064	474,243	1,721,461	1,098,831
Operating grants and contributions	2,278,128	2,198,201	3,094,050	550,203	9,507,364	2,625,239	1,684,420	2,812,190	4,522,583	2,486,725
Capital grants and contributions	100,000	2,858,712	388,364	2,897,854	1,476,469	617,827	2,850,100	3,970,632	120,572	300,793
Total governmental activities program revenues	<u>11,073,917</u>	<u>14,448,358</u>	<u>15,593,767</u>	<u>17,231,329</u>	<u>26,223,431</u>	<u>17,603,949</u>	<u>19,101,295</u>	<u>23,010,624</u>	<u>27,678,048</u>	<u>24,180,221</u>
Business-type activities:										
Charges for services:										
Water and sewer	14,619,599	14,946,465	16,722,369	17,199,830	17,939,735	18,694,290	18,790,162	19,603,121	19,743,109	20,022,360
Stormwater	2,031,287	3,045,327	3,080,911	3,122,657	4,190,487	4,383,991	4,498,587	4,718,123	4,824,703	5,014,883
Capital grants and contributions	2,036,617	2,026,906	2,645,990	3,650,141	3,283,961	348,154	374,304	33,453	24,747	4,701
Total business-type activities program revenues	<u>18,687,503</u>	<u>20,018,698</u>	<u>22,449,270</u>	<u>23,972,628</u>	<u>25,414,183</u>	<u>23,426,435</u>	<u>23,663,053</u>	<u>24,354,697</u>	<u>24,592,559</u>	<u>25,041,944</u>
Total primary government program revenues	<u>\$ 29,761,420</u>	<u>\$ 34,467,056</u>	<u>\$ 38,043,037</u>	<u>\$ 41,203,957</u>	<u>\$ 51,637,614</u>	<u>\$ 41,030,384</u>	<u>\$ 42,764,348</u>	<u>\$ 47,365,321</u>	<u>\$ 52,270,607</u>	<u>\$ 49,222,165</u>

Source: City of Tamarac, Financial Services Department

See accompanying independent auditors' report.

CITY OF TAMARAC
Changes in Net Assets
Last Ten Fiscal Years

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Net (Expense) Revenue										
Governmental activities	\$ (22,566,783)	\$ (23,193,321)	\$ (25,506,009)	\$ (28,749,928)	\$ (32,011,153)	\$ (36,121,248)	\$ (33,331,665)	\$ (34,018,541)	\$ (30,913,125)	\$ (32,721,762)
Business-type activities	1,005,648	1,182,812	2,596,564	3,725,775	3,541,031	2,432,085	1,343,115	1,526,891	(28,760)	235,448
Total primary government net expense	<u>(21,561,135)</u>	<u>(22,010,509)</u>	<u>(22,909,445)</u>	<u>(25,024,153)</u>	<u>(28,470,122)</u>	<u>(33,689,163)</u>	<u>(31,988,550)</u>	<u>(32,491,650)</u>	<u>(30,941,885)</u>	<u>(32,486,314)</u>
General Revenue and Other Changes in Net Assets										
Governmental activities:										
Taxes:										
Property taxes, levied for general purpose	11,511,572	12,739,885	13,956,061	15,594,820	18,765,605	22,940,448	21,284,960	19,970,716	18,615,754	16,158,683
Property taxes, levied for debt service	1,042,792	1,049,703	1,058,410	1,065,167	1,060,180	483,058	267,384	261,027	249,729	222,831
Franchise taxes	2,446,329	3,517,044	4,397,549	4,053,946	4,676,348	4,842,600	4,784,526	4,628,491	4,680,810	4,409,431
Utility taxes	3,559,521	99,435	106,512	123,694	141,717	146,928	146,442	145,444	140,557	3,341,548
Communication service taxes	n/a	2,636,575	2,615,867	2,790,051	2,871,885	2,954,346	3,046,865	3,095,399	3,077,739	2,843,342
Gas taxes	n/a	n/a	n/a	1,088,730	1,094,177	1,081,652	1,073,542	972,074	1,037,421	2,034,911
Unrestricted grants and contributions	4,727,232	4,928,268	7,020,532	5,937,072	6,278,084	6,162,220	5,716,941	4,799,972	5,155,111	5,138,584
Interest earnings	990,370	658,510	478,187	665,611	2,074,320	3,133,291	1,841,268	857,983	308,708	131,485
Miscellaneous	2,812,504	2,952,900	4,418,024	5,088,722	5,997,907	5,824,558	5,912,810	6,754,945	-	-
Transfers	241,787	244,410	256,600	269,500	283,000	297,200	361,000	380,100	412,100	-
Gain (loss) on sale of capital assets	(905)	-	101,200	-	(45,374)	31,191	836,152	2,023	-	10,678
^a Special item: Claims expense	-	-	(3,717,360)	-	-	-	-	-	-	-
Total governmental activities	<u>27,331,202</u>	<u>28,826,730</u>	<u>30,691,582</u>	<u>36,677,313</u>	<u>43,197,849</u>	<u>47,897,492</u>	<u>45,271,890</u>	<u>41,868,174</u>	<u>33,677,929</u>	<u>34,291,493</u>
Business-type activities:										
Investment earnings	715,116	372,181	414,853	560,893	854,005	1,255,811	754,467	314,330	117,618	61,082
Transfers	(242,156)	(244,410)	(256,600)	(269,500)	(283,000)	(297,200)	(361,000)	(380,100)	(412,100)	-
Gain on sale of capital assets	2,981	-	25,300	2,965	(867)	72,863	13,150	95,413	2,521	14,804
Total business-type activities	<u>475,941</u>	<u>127,771</u>	<u>183,553</u>	<u>294,358</u>	<u>570,138</u>	<u>1,031,474</u>	<u>406,617</u>	<u>29,643</u>	<u>(291,961)</u>	<u>75,886</u>
Total primary government	<u>27,807,143</u>	<u>28,954,501</u>	<u>30,875,135</u>	<u>36,971,671</u>	<u>43,767,987</u>	<u>48,928,966</u>	<u>45,678,507</u>	<u>41,897,817</u>	<u>33,385,968</u>	<u>34,367,379</u>
Change in Net Assets										
Governmental activities	4,764,419	5,633,409	5,185,573	7,927,385	11,186,696	11,776,244	11,940,225	7,849,633	2,764,804	1,569,731
Business-type activities	1,481,589	1,310,583	2,780,117	4,020,133	4,111,169	3,463,559	1,749,732	1,556,534	(320,721)	311,334
Total primary governmental	<u>\$ 6,246,008</u>	<u>\$ 6,943,992</u>	<u>\$ 7,965,690</u>	<u>\$ 11,947,518</u>	<u>\$ 15,297,865</u>	<u>\$ 15,239,803</u>	<u>\$ 13,689,957</u>	<u>\$ 9,406,167</u>	<u>\$ 2,444,083</u>	<u>\$ 1,881,065</u>

^a In 2004, the Insurance Services Fund had a deficiency in net assets as a result of recording \$3,717,360 of claim expenses related to the case of Britt vs City of Tamarac.

Source: City of Tamarac, Financial Services Department

See accompanying independent auditors' report.

CITY OF TAMARAC
Fund Balances of Governmental Funds
September 30, 2011

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Fund										
Reserved	\$ 60,678	\$ 873,997	\$ 3,424,101	\$ 105,414	\$ 973,332	\$ 833,219	\$ 642,923	\$ 590,453	\$ -	\$ -
Unreserved	9,420,172	9,351,383	10,287,258	14,242,847	15,745,195	16,685,842	19,454,677	22,159,672	-	-
Non-spendable									112,523	150,157
Restricted									11,188	10,741
Committed									41,352	87,840
Assigned									10,200,000	9,200,000
Unassigned									14,229,231	16,824,295
Total general fund	<u>\$ 9,480,850</u>	<u>\$ 10,225,380</u>	<u>\$ 13,711,359</u>	<u>\$ 14,348,261</u>	<u>\$ 16,718,527</u>	<u>\$ 17,519,061</u>	<u>\$ 20,097,600</u>	<u>\$ 22,750,125</u>	<u>\$ 24,594,294</u>	<u>\$ 26,273,033</u>
All Other Governmental Funds										
Reserved	\$ 6,409,401	\$ 16,906,703	\$ 11,367,413	\$ 12,557,137	\$ 28,711,979	\$ 21,024,595	\$ 14,575,011	\$ 17,677,302	\$ -	\$ -
Unreserved, reported in										
Special revenue funds	242,999	2,359,916	-	-	-	-	-	(220,379)	-	-
Capital projects funds	17,817,956	-	-	-	-	12,259,715	19,043,205	15,390,008	-	-
Debt service funds	(455,391)	(740,606)	37,230	60,119	181,296	355,651	404,029	191,933	-	-
Non-spendable, reported in										
Special revenue funds									-	99,766
Capital projects funds									106,867	8,450,548
Restricted, reported in										
Special revenue funds									5,561,895	5,456,031
Debt service funds									399,528	494,706
Capital projects funds									9,160,308	9,772,289
Committed, reported in										
Special revenue funds									110,792	13,443
Capital projects funds									432,655	1,749,681
Assigned reported in										
Capital projects funds									15,611,124	13,306,282
Total all other government funds	<u>\$ 24,014,965</u>	<u>\$ 18,526,013</u>	<u>\$ 11,404,643</u>	<u>\$ 12,617,256</u>	<u>\$ 28,893,275</u>	<u>\$ 33,639,961</u>	<u>\$ 34,022,245</u>	<u>\$ 33,038,864</u>	<u>\$ 31,383,169</u>	<u>\$ 39,342,746</u>
Total Government Funds	<u>\$ 33,495,815</u>	<u>\$ 28,751,393</u>	<u>\$ 25,116,002</u>	<u>\$ 26,965,517</u>	<u>\$ 45,611,802</u>	<u>\$ 51,159,022</u>	<u>\$ 54,119,845</u>	<u>\$ 55,788,989</u>	<u>\$ 55,977,463</u>	<u>\$ 65,615,779</u>

Source: City of Tamarac, Financial Services Department

See accompanying independent auditors' report.

CITY OF TAMARAC
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
REVENUES										
Taxes	\$ 19,679,288	\$ 21,099,801	\$ 23,233,923	\$ 24,716,409	\$ 28,609,913	\$ 32,449,025	\$ 31,313,801	\$ 29,791,213	\$ 28,546,010	\$ 29,010,746
Licenses and permits	1,792,720	1,862,250	1,974,976	2,251,241	3,880,250	2,671,892	2,406,897	2,376,229	2,486,764	2,752,376
Intergovernmental	6,093,535	8,968,584	9,278,066	9,185,131	17,261,915	9,405,276	10,200,171	9,009,504	9,794,883	7,791,667
Charges for Services	2,939,697	3,398,781	3,637,338	4,461,157	4,781,856	4,372,195	3,975,639	3,803,768	3,697,083	3,615,862
Fines and forfeitures	500,849	526,531	563,373	539,811	678,751	598,039	446,866	583,158	686,232	1,004,325
Investment earnings	866,183	591,918	431,597	632,007	2,074,322	3,134,750	1,841,269	857,984	308,714	131,486
Special assessments	2,912,292	3,042,677	5,432,240	5,954,885	5,898,740	6,723,891	6,715,675	8,760,258	8,704,112	8,791,417
Miscellaneous	4,326,573	4,690,118	5,997,033	5,898,503	5,997,907	5,939,824	6,311,869	6,759,450	6,754,546	5,377,604
Total revenues	<u>\$ 39,111,137</u>	<u>\$ 44,180,660</u>	<u>\$ 50,548,546</u>	<u>\$ 53,639,144</u>	<u>\$ 69,183,654</u>	<u>\$ 65,294,892</u>	<u>\$ 63,212,187</u>	<u>\$ 61,941,564</u>	<u>\$ 60,978,344</u>	<u>\$ 58,475,483</u>
EXPENDITURES										
General government	\$ 7,377,350	\$ 8,880,895	\$ 9,075,335	\$ 9,598,842	\$ 10,422,938	\$ 10,697,895	\$ 10,824,676	\$ 11,634,921	\$ 11,908,896	\$ 11,472,407
Public safety	17,367,132	19,492,930	22,411,503	23,821,796	34,172,300	28,388,447	27,991,426	29,569,781	31,810,830	30,556,661
Transportation	1,276,763	1,156,016	1,411,803	1,259,041	1,413,425	1,418,702	1,158,425	1,260,665	1,226,271	1,079,216
Economic environment	893,209	784,722	914,845	604,221	708,196	1,654,950	1,266,711	2,608,447	5,051,557	2,393,996
Physical environment	1,619,105	1,815,299	1,994,404	2,537,921	2,451,930	2,654,791	2,181,900	3,239,801	3,230,078	2,915,140
Human Services	243,726	254,154	248,825	308,985	325,499	354,446	293,005	340,625	243,480	263,872
Culture and recreation	3,190,812	3,223,007	3,761,822	4,284,425	3,996,031	5,020,571	4,543,692	3,314,474	3,293,390	3,465,730
Capital outlay	2,228,415	10,726,676	12,827,440	3,205,552	8,027,957	6,828,861	16,803,869	3,625,716	3,160,859	1,841,508
Debt service:										
Principal	1,189,545	1,583,487	1,985,876	2,080,674	2,339,619	1,400,658	1,247,730	3,300,103	1,262,792	2,001,329
Interest	1,203,278	1,252,306	1,229,864	1,157,672	1,990,171	1,625,551	1,607,303	1,957,267	1,459,097	1,952,404
Total expenditures	<u>\$ 36,589,335</u>	<u>\$ 49,169,492</u>	<u>\$ 55,861,717</u>	<u>\$ 48,859,129</u>	<u>\$ 65,848,066</u>	<u>\$ 60,044,872</u>	<u>\$ 67,918,737</u>	<u>\$ 60,851,800</u>	<u>\$ 62,647,250</u>	<u>\$ 57,942,263</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,521,802</u>	<u>(4,988,832)</u>	<u>(5,313,171)</u>	<u>4,780,015</u>	<u>3,335,588</u>	<u>5,250,020</u>	<u>(4,706,550)</u>	<u>1,089,764</u>	<u>(1,668,906)</u>	<u>533,220</u>

Source: City of Tamarac, Financial Services Department

See accompanying independent auditors' report.

CITY OF TAMARAC
 Changes in Fund Balances of Governmental Funds
 Last Ten Fiscal Years
 (Continued)

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Other financing sources (uses)										
Bonds issued	13,293,896	-	-	-	15,027,697	-	-	-	-	-
Proceeds from capital leases	-	-	-	-	-	-	-	-	-	-
Proceeds from issuance of debt	-	-	-	-	-	-	6,818,373	5,474,280	1,445,280	23,272,509
Other debt issuance cost	-	-	-	-	-	-	-	(5,275,000)	-	(14,167,413)
Transfers in	6,690,381	11,528,384	14,808,083	7,851,971	14,485,585	20,867,785	16,347,134	11,420,722	9,919,287	13,459,815
Transfers out	(6,448,225)	(11,283,974)	(13,130,303)	(10,782,471)	(14,202,585)	(20,570,585)	(15,498,134)	(11,040,622)	(9,507,187)	(13,459,815)
Total other financing sources (uses)	<u>13,536,052</u>	<u>244,410</u>	<u>1,677,780</u>	<u>(2,930,500)</u>	<u>15,310,697</u>	<u>297,200</u>	<u>7,667,373</u>	<u>579,380</u>	<u>1,857,380</u>	<u>9,105,096</u>
 Net changes in fund balance	 <u>\$ 16,057,854</u>	 <u>\$ (4,744,422)</u>	 <u>\$ (3,635,391)</u>	 <u>\$ 1,849,515</u>	 <u>\$ 18,646,285</u>	 <u>\$ 5,547,220</u>	 <u>\$ 2,960,823</u>	 <u>\$ 1,669,144</u>	 <u>\$ 188,474</u>	 <u>\$ 9,638,316</u>
 Ratio of total debt service to noncapital expenditures										
Total debt service	\$ 2,392,823	\$ 2,835,793	\$ 3,215,740	\$ 3,238,346	\$ 4,329,790	\$ 3,026,209	\$ 2,855,033	\$ 5,257,370	\$ 2,721,889	\$ 3,953,733
Total noncapital expenditures	34,360,920	38,442,816	43,034,277	45,653,577	57,820,109	53,216,011	51,114,868	57,226,084	59,486,391	55,842,649
Ratio	7%	7%	7%	7%	7%	6%	6%	9%	5%	7%

Source: City of Tamarac, Financial Services Department

See accompanying independent auditors' report.

CITY OF TAMARAC
Program Revenues by Function/Program
Last Nine Fiscal Years

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Function/Program										
Governmental activities:										
General government	\$ 2,976,621	\$ 1,304,092	\$ 1,433,280	\$ 1,479,201	\$ 1,372,508	\$ 872,023	\$ 1,222,872	\$ 1,563,149	\$ 5,606,358	\$ 6,367,056
Public safety	4,935,418	6,884,070	10,228,121	10,720,180	20,945,895	12,549,719	11,488,382	14,700,096	15,410,338	14,070,909
Transportation	27,224	26,134	29,430	34,978	306,880	66,357	555,495	352,279	20,732	63,630
Culture/recreation	503,535	3,444,072	1,028,276	3,851,587	2,362,405	994,457	1,245,768	3,375,988	823,862	786,424
Physical environment	1,733,158	1,891,203	2,058,608	1,027,446	683,942	767,491	1,320,064	474,243	1,721,461	1,145,400
Economic environment	896,307	891,362	816,052	117,937	551,801	2,353,902	3,268,714	2,544,869	4,095,297	1,746,802
Human services	1,654	7,425	-	-	-	-	-	-	-	-
Subtotal governmental activities	<u>11,073,917</u>	<u>14,448,358</u>	<u>15,593,767</u>	<u>17,231,329</u>	<u>26,223,431</u>	<u>17,603,949</u>	<u>19,101,295</u>	<u>23,010,624</u>	<u>27,678,048</u>	<u>24,180,221</u>
Business-type activities										
Water/wastewater	16,656,216	16,970,766	19,360,363	20,149,971	19,923,696	19,042,444	19,164,466	19,636,574	19,767,856	20,027,061
Stormwater	2,031,287	3,047,932	3,088,907	3,822,657	5,490,487	4,383,991	4,498,587	4,718,123	4,824,703	5,014,883
Subtotal business-type activities	<u>18,687,503</u>	<u>20,018,698</u>	<u>22,449,270</u>	<u>23,972,628</u>	<u>25,414,183</u>	<u>23,426,435</u>	<u>23,663,053</u>	<u>24,354,697</u>	<u>24,592,559</u>	<u>25,041,944</u>
Total primary government	<u>\$29,761,420</u>	<u>\$ 34,467,056</u>	<u>\$ 38,043,037</u>	<u>\$ 41,203,957</u>	<u>\$ 51,637,614</u>	<u>\$ 41,030,384</u>	<u>\$ 42,764,348</u>	<u>\$ 47,365,321</u>	<u>\$ 52,270,607</u>	<u>\$ 49,222,165</u>

Source: City of Tamarac, Financial Services Department

See accompanying independent auditors' report.

City of Tamarac
Tax Revenues by Source - Governmental Funds
 Last Ten Fiscal Years
 (modified accrual basis of accounting)

Fiscal Year	Property	Sales & Use	Franchise	Motor Fuel	Total
2002	12,620,659	3,152,961	3,451,226	15,778	19,240,624
2003	13,782,545	3,257,611	3,517,044	16,567	20,573,767
2004	15,014,471	3,303,018	4,397,549	17,523	22,732,561
2005	16,659,988	3,449,337	4,053,946	17,240	24,180,511
2006	19,825,785	3,688,932	4,676,348	16,168	28,207,233
2007	23,423,506	4,035,998	4,842,600	146,928	32,449,032
2008	21,552,344	4,120,406	4,784,526	146,442	30,603,718
2009	20,231,743	3,037,695	4,628,491	28,084	27,926,013
2010	18,865,483	3,016,203	4,680,810	18,605	26,581,101
2011	16,381,514	3,140,797	4,409,431	15,899	23,947,641
Change					
2002 - 2011	29.8%	-0.4%	27.8%	0.8%	24.5%

Source: City of Tamarac, Financial Services Department

See accompanying independent auditors' report.

CITY OF TAMARAC

Assessed Value and Estimated Actual Value of Taxable Property

Last Ten Fiscal Years
(in thousand of dollars)

		<u>Real Property</u>							Estimated	Taxable Value
Tax Year	Fiscal Year	Residential Property	Non-Residential Property	Personal Property	Less: Tax Exemptions	Total Taxable Value	Total Direct Tax Rate	Actual Market Value	as a Percentage of Market Value	
2001	2002	2,022,175	447,010	140,867	637,685	1,972,367	6.5434	2,732,654	72.18%	
2002	2003	2,155,194	533,605	164,396	653,983	2,199,212	6.4927	3,137,149	70.10%	
2003	2004	2,374,212	574,552	165,755	690,656	2,423,863	6.4549	3,614,786	67.05%	
2004	2005	2,623,351	658,139	187,113	713,645	2,754,958	6.4096	4,151,673	66.36%	
2005	2006	3,015,505	698,347	186,695	745,318	3,155,229	6.6029	4,910,369	64.26%	
2006	2007	3,595,772	812,384	201,088	756,359	3,852,886	6.3529	6,242,664	61.72%	
2007	2008	4,076,990	954,591	407,699	877,960	4,561,320	5.1126	7,158,234	63.72%	
2008	2009	3,992,061	1,019,696	163,052	1,303,330	3,871,479	5.3916	6,056,062	63.93%	
2009	2010	3,272,001	1,062,921	158,771	1,486,624	3,007,069	6.0800	4,709,447	63.85%	
2010	2011	2,578,120	1,039,343	158,840	1,486,624	2,289,679	6.5894	3,723,029	61.50%	

Source: Broward County Property Appraiser

See accompanying independent auditors' report.

CITY OF TAMARAC
Property Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years

Fiscal Year	City of Tamarac			Overlapping Rates										
	Operating Millage	Debt Service Millage	Total City Millage	County			School District			Children's Services	South Florida Water Management District	Broward Health	Florida Inland Navigation District	Total Direct & Overlapping Rates
				Operating Millage	Debt Service Millage	Total County Millage	Operating Millage	Debt Service Millage	Total School Millage					
2002	5.9999	0.5435	6.5434	6.6677	0.7328	7.4005	8.3590	0.3951	8.7541	0.3055	0.6970	2.4803	0.0385	26.2193
2003	5.9999	0.4928	6.4927	6.6685	0.6965	7.3650	8.5410	0.3415	8.8825	0.3316	0.6970	2.4803	0.0385	26.2876
2004	5.9999	0.4550	6.4549	6.6065	0.5815	7.1880	8.1240	0.2936	8.4176	0.3920	0.6970	2.5000	0.0385	25.6880
2005	5.9999	0.4097	6.4096	6.4831	0.5399	7.0230	8.0140	0.2555	8.2695	0.4231	0.6970	2.4803	0.0385	25.3410
2006	6.2499	0.3530	6.6029	6.2942	0.4888	6.7830	7.8410	0.2213	8.0623	0.4231	0.6970	2.1746	0.0385	24.7814
2007	6.2224	0.1305	6.3529	5.6433	0.4228	6.0661	7.6790	0.1897	7.8687	0.4073	0.6970	1.8317	0.0385	23.2622
2008	5.0496	0.0630	5.1126	4.8889	0.3979	5.2868	7.4770	0.1714	7.6484	0.3572	0.6240	1.6255	0.0345	20.6890
2009	5.3215	0.0701	5.3916	4.8889	0.4256	5.3145	7.4170	0.0000	7.4170	0.3754	0.6240	1.7059	0.0345	20.8629
2010	5.9999	0.0801	6.0800	4.8889	0.5000	5.3889	7.4310	0.0000	7.4310	0.4243	0.6240	1.7059	0.0345	21.6886
2011	6.5000	0.0894	6.5894	5.1021	0.3670	5.9200	7.6310	0.0000	7.6310	0.4696	0.6240	1.8750	0.0345	23.1435

Source: Broward County Property Appraiser

See accompanying independent auditors' report.

CITY OF TAMARAC
Principal Property Taxpayers
Current and Nine Years Ago

Taxpayer	2011			2002		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Florida Power & Light, Co.	\$ 51,909,736	1	2.27%	\$ 34,696,706	3	1.76%
Advance Business Assoc	35,175,560	2	1.54%	37,276,718	1	1.89%
DDRM Midway Plaza LLC	27,909,740	3	1.22%			
Coral Vista Investors, LLC	27,446,971	4	1.20%			
University Hospital	27,432,320	5	1.20%	34,911,550	2	1.77%
BH IGF Hidden Harbour	24,692,563	6	1.08%			
GMM Sunshine, LLC	18,800,100	7	0.82%			
Alliance Partners LLC	16,375,187	8	0.72%	14,056,780	10	0.71%
Turnpike Center Associates	14,073,781	9	0.61%			
BH Water Place Owner, LLC	13,490,754	10	0.59%			
Monadnock Property Trust, LLC				24,226,100	4	1.23%
Samson Mgmt, Inc. (Hidden Harbour)				19,157,960	5	0.97%
Ramco-Gershenson Properties				17,007,180	6	0.86%
AT&T Broadband (Media One)				16,190,449	7	0.82%
Woolbright Midway, LTD				15,010,000	8	0.76%
Spring House Property Invest.				14,461,418	9	0.73%
Total	<u>\$ 257,306,712</u>		<u>8.98%</u>	<u>\$ 226,994,861</u>		<u>11.51%</u>

Source: Broward County Revenue Collection Division

See accompanying independent auditors' report.

CITY OF TAMARAC
Property Tax Levies and Collections
Last Ten Fiscal Years
(in thousands of dollars)

Fiscal Year Ended September 30	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage Collected		Amount	Percentage of Levy
2002	13,164	13,068	99.3%	-	13,068	99.3%
2003	14,388	14,300	99.4%	7	14,307	99.4%
2004	15,698	15,550	99.1%	21	15,571	99.2%
2005	17,388	17,235	99.1%	7	17,242	99.2%
2006	20,619	20,528	99.6%	7	20,535	99.6%
2007	24,280	24,165	99.5%	20	24,185	99.6%
2008	22,363	21,440	95.9%	-	21,440	95.9%
2009	20,859	18,843	90.3%	295	19,138	91.7%
2010	19,703	18,630	94.6%	121	18,751	95.2%
2011	16,863	16,016	95.0%	142	16,158	95.8%

Source: Broward County Revenue Collection Division

See accompanying independent auditors' report.

CITY OF TAMARAC
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities				Business-Type Activities				Total Primary Government ^a	Percentage of Personal Income ^b	Per Capita ^c
	General Obligation Bonds	Sales Tax Increment Bonds	Capital Improvement Bonds	Taxable Redevelopment Note	Water & Sewer Revenue Bonds	Term Loan	Capital Improvement Revenue Bonds	Capital Leases			
2002	5,907,461	7,865,000	-	-	15,265,000	-	-	386,726	29,424,187	2.11%	516.98
2003	5,153,050	20,575,000	-	-	13,965,000	-	-	382,376	40,075,426	2.73%	695.86
2004	4,352,901	19,775,000	-	-	12,585,000	-	-	411,579	37,124,480	2.42%	637.07
2005	3,506,769	18,945,000	-	-	11,115,000	-	9,370,000	431,726	43,368,495	2.69%	736.47
2006	2,619,398	18,090,000	15,000,000	-	3,495,000	6,000,000	9,030,000	-	54,234,398	3.21%	910.19
2007	2,265,523	17,200,000	14,850,000	-	2,705,000	6,000,000	8,680,000	-	51,700,523	2.92%	862.41
2008	1,927,135	16,275,000	14,550,000	6,818,373	1,860,000	5,090,000	8,325,000	-	54,845,508	2.43%	925.32
2009	1,747,032	15,315,000	14,395,000	4,942,653	14,020,000	-	4,345,000	-	54,764,685	3.25%	922.90
2010	1,559,240	14,425,000	14,210,000	6,017,414	13,785,000	-	4,130,000	370,520	54,497,174	3.33%	915.76
2011	1,363,431	14,556,000	13,995,000	13,771,509	13,540,000	-	3,905,000	-	61,130,940	3.75%	1,011.65

Notes:

Details regarding the City's outstanding debt can be found in note 9 of the financial statements.

^a Includes general bonded debt, sales tax increment debt, and business-type activities.

^b Personal Income based on an estimate of 2011 median household income (\$40,389) of the City of Tamarac.

^c Population data can be found in Page 116, Demographic Statistics and Information

Source: City of Tamarac, Financial Services Department

See accompanying independent auditors' report.

CITY OF TAMARAC
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Less: Amounts available in Debt Service Fund	Net General Bonded Debt Outstanding	Percentage of Estimated Actual Taxable Value of Property	Per Capita^a
2002	5,907,461	(754,572)	6,662,033	0.338%	117.05
2003	5,153,050	(754,683)	5,907,733	0.269%	102.58
2004	4,352,901	5,517	4,347,384	0.179%	74.60
2005	3,506,769	29,407	3,477,362	0.126%	59.05
2006	2,619,398	68,857	2,550,541	0.081%	42.80
2007	2,265,523	103,330	2,162,193	0.056%	36.07
2008	1,927,135	116,727	1,810,408	0.040%	30.54
2009	1,747,032	119,050	1,627,982	0.042%	27.43
2010	1,559,240	107,805	1,451,435	0.048%	24.39
2011	1,363,431	68,850	1,294,581	0.057%	21.42

Notes:

Details regarding the City's outstanding debt can be found in note 9 of the financial statements

^a See the Schedule of Demographic and Economic Statistics for population data

Source: City of Tamarac, Financial Services Department

See accompanying independent auditors' report.

City of Tamarac
 Direct and Overlapping Governmental Debt
 September 30, 2011

<u>Name of Government</u>	<u>Net Debt Outstanding</u>	<u>Estimated Percentage Applicable¹</u>	<u>Estimated Share of Overlapping Debt</u>
Broward County	\$ 355,915,000	2.00%	\$ 7,119,514
City of Tamarac - Direct Debt			<u>1,294,581</u>
Total Direct and Overlapping Debt			<u><u>\$ 8,414,095</u></u>

Sources:

Assessed value data used to estimate applicable percentages provided by Broward County Property Appraiser. The total debt outstanding provided by Broward County.

Overlapping governments are those that coincide, at least, in part, with the geographic boundaries of the city. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Tamarac. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

¹ The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of Broward County's taxable assessed value that is within the government's boundaries and dividing it by Broward County's total taxable assessed value.

Source: City of Tamarac, Financial Services Department

See accompanying independent auditors' report.

CITY OF TAMARAC
Legal Debt Margin Information
September 30, 2011

The Charter of the City of Tamarac imposes no bonded debt limit. Details regarding the City's outstanding debt can be found in the note 9 of the financial statements.

CITY OF TAMARAC
Pledged Revenue Coverage
Last Ten Fiscal Years

Fiscal Year	Utility Service Charges ^a	Less: Operating Expenses ^b	Net Available Revenue	Debt Service Requirements		Total	Coverage
				Principal	Interest		
2002	14,619,599	11,642,916	2,976,683	1,300,000	926,495	2,226,495	1.34
2003	14,946,465	12,307,862	2,638,603	1,380,000	850,595	2,230,595	1.18
2004	16,845,538	12,852,785	3,992,753	1,533,310	855,127	2,388,437	1.67
2005	17,199,830	13,569,636	3,630,194	1,725,580	851,263	2,576,843	1.41
2006	17,942,292	14,098,735	3,843,557	960,450	522,613	1,483,063	2.59
2007	18,694,290	14,501,880	4,462,410	1,140,000	667,747	1,807,747	2.47
2008	18,790,162	15,425,826	3,364,336	2,110,000	680,392	2,790,392	1.21
2009	19,795,236	15,729,539	4,065,697	2,037,755	340,924	2,378,679	1.71
2010	19,830,341	16,259,240	3,571,101	235,000	653,794	888,794	4.02
2011	20,060,648	15,334,980	4,029,598	250,000	639,394	889,394	4.53

Notes:

Details regarding the government's outstanding debt can be found in the notes to the financial statements.

a Includes water and sewer service charges, and meter installations. For 2010-2011 also includes investment and other income.

b Does not include interest, depreciation and amortization expenses. For 2010-2011 includes all expenses except for Payments in lieu of taxes.

Source: City of Tamarac, Financial Services Department

See accompanying independent auditors' report.

City of Tamarac
Demographic and Economic Statistics
Last Ten Calendar Years

Year	Population	Median Household Income	Total Personal Income (amounts in thousand)	Per Capita Income	Median¹ Age	Percent High¹ School Graduate or Higher	School Enrollment	Unemployment Rate
2002	56,915	37,385	1,380,246	24,251	52.9	83.5%	2,081	5.7%
2003	57,591	38,282	1,430,157	24,833	52.9	83.5%	3,772	5.2%
2004	58,274	39,201	1,487,619	25,528	52.9	83.5%	3,929	4.5%
2005	58,887	40,141	1,545,372	26,243	52.9	83.5%	3,929	4.3%
2006	59,586	41,104	1,607,511	26,978	52.9	83.5%	3,792	3.5%
2007	59,949	42,092	1,337,342	22,308	45.5	83.5%	3,792	4.7%
2008	59,272	47,483	1,483,697	25,032	49.1	83.5%	3,792	7.1%
2009	59,340	41,029	1,547,366	25,820	49.3	86.8%	3,792	11.9%
2010	59,510	40,447	1,502,270	25,244	47.6	87.1%	4,244	10.4%
2011	60,427	40,389	1,476,836	24,440	47.1	88.7%	4,155	6.5%

Sources:

2000 U.S. Census, Florida Statistical Abstract produced by the State Bureau of Economic and Business Research and the University of Florida (1996-2005), City of Tamarac Adopted Budget Documents 2000-2009, and Bureau of Labor Statistics 2000-2007 Per Capita Income source from 2001 & 2005 Bureau of Economic and Business Research.
2000-2007 Per Capita Income and Median Household Income other than 1999 are derived from an estimate of Broward County data.
2007 - 2009 Median Household Income, Per Capita Income and Median Age derived from an estimate of 2006-2008 American Community Survey.
2009 Population from 2000 U.S. Census - 2010 Estimate.
2011 Data is derived from the 2010 Census

Notes:

¹ Median Age (2000-2009) and Percent High School Graduate or Higher (2000-2009), from 2000 Census. No data available outside of 2000 U.S. Census

See accompanying independent auditors' report.

CITY OF TAMARAC
Major Employers - Number of Employees
Current and Nine Years Ago

Employer	2011		2002	
	Employees	Percentage of Total City Employment	Employees	Percentage of Total City Employment
*Convergys Customer Mgmt CP	950	21.95%	1,290	27.32%
*City Furniture (Opened in 2001)	550	12.71%	1,070	22.66%
*University Hospital	680	15.71%	1,000	21.18%
*Publix Supermarkets (3)	372	8.60%	625	13.24%
City of Tamarac	351	8.11%	372	7.88%
*Richline Group (formerly Aurafin CP)	400	9.24%	250	5.29%
*Heartland of Tamarac	214	4.94%	161	3.41%
*Toshiba CP (Opened in 2006)	150	3.47%	N/A	N/A
*Walgreens (4)	131	3.03%	87	1.84%
*Woodlands Country Club	74	1.71%	N/A	N/A

Source:

* Tamarac Chamber of Commerce

N/A - not available.

See accompanying independent auditors' report.

CITY OF TAMARAC
 Full-Time Equivalent City Employees by Function/Program
 Last Ten Fiscal Years

Function/Program	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Governmental activities:										
General Government	102	104	106	106	102	103	97	89	88	67
Public Safety*	93	93	106	108	108	109	104	104	102	119
Transportation	17	16	16	16	16	17	10	10	10	14
Culture and recreation	29	32	33	33	36	36	34	42	35	40
Physical environment	61	62	67	67	68	69	65	64	59	26
Economic Development										3
Business-type activities:										
Water and Wastewater	54	53	51	51	50	51	50	51	50	61
Stormwater	16	17	17	17	18	18	18	18	21	21
Total	<u>372</u>	<u>377</u>	<u>396</u>	<u>398</u>	<u>398</u>	<u>403</u>	<u>378</u>	<u>378</u>	<u>365</u>	<u>351</u>

Notes:

* The City contracts for police services with the Broward County Sheriff's Office and in doing so does not maintain a municipal police force.

Sources:

City of Tamarac Adopted Budget Documents 2001-2011

See accompanying independent auditors' report.

CITY OF TAMARAC
 Operating Indicators by Function/Program
 Last Ten Fiscal Years

Function/Program	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Government										
Building Permits Issued	5,064	5,821	5,785	6,649	9,843	7,587	5,634	5,104	5,723	6,029
Building Inspections Conducted	25,425	34,501	43,473	27,870	43,649	33,215	17,103	16,834	16,058	15,654
Police										
Physical Arrests	1,042	1,026	1,244	1,073	874	1,197	1,579	1,605	1,099	1,680
Traffic Violations	5,162	5,256	5,199	5,235	3,514	4,908	1,216	8,959	7,884	5,560
Fire										
Emergency Responses	10,560	10,281	11,172	15,725	8,563	10,694	10,735	10,896	11,081	11,274
Inspections	4,304	4,798	4,472	2,551	1,669	1,684	2,652	2,714	2,667	2,639
Refuse Collection										
Recyclables Collected (tons)	4,632	4,622	4,333	4,163	3,800	3,439	3,482	3,430	3,243	2,972
Other Public Works										
Street Resurfacing (miles)	20.48	n/a	7.60	0.50	3.00	2.00	0.00	0.00	0.00	0.00
Potholes Repaired	2,136	186	305	100	6	64	115	82	122	180
Parks and Recreation										
Athletic Field Permits Issued	121	103	81	85	28	87	2	90	130	158
Water										
New Connections	63	54	739	145	727	350	74	14	17	11
Water Main Breaks	35	21	30	21	35	18	13	11	26	12
Average Daily Consumption (millions of gallons)	6.4	6.4	6.5	6.2	6.5	5.7	5.4	5.7	5.9	6.1
Peak Daily Consumption (millions of gallons)	9.5	10.0	10.0	10.0	10.0	11.2	14.0	7.5	6.6	6.9
Wastewater										
Average Daily Sewage Treatment (millions of gallons)	7.642	7.406	7.607	7.538	6.767	6.480	6.512	6.600	6.800	7.485
Transit										
Total Route Miles	85,997	106,740	84,913	79,663	78,022	80,244	73,450	98,281	112,324	121,340
Passengers	30,068	37,422	35,973	43,401	43,781	47,145	16,304	36,345	35,024	53,973

Sources:

City of Tamarac Building and Code, Fire Rescue, Parks and Recreation, Public Works, Utilities departments; and Broward Sheriff's Office (District 7)

See accompanying independent auditors' report.

CITY OF TAMARAC
Capital Asset Statistics by Function
Last Ten Fiscal Years

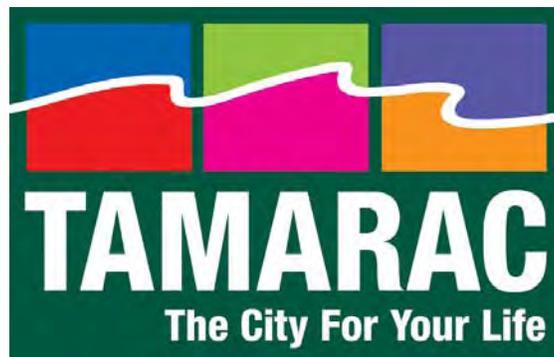
Function	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Public safety										
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	85	85	85	85	90	89	74	72	82	85
Fire stations	2	2	3	3	3	3	3	3	3	3
Highways and Streets										
Streets (miles)	140	140	136	136	120	136	140	137	137	137
Street lights	380	380	384	385	385	239	385	239	242	255
Culture and recreation										
Parks acreage	77.1	62.0	93.2	145.6	147.6	150.55	159.05	153.6	153.6	153.6
Parks	6	6	10	10	10	10	11	10	10	10
Tennis courts	4	4	4	4	4	4	4	4	4	4
Community centers	1	1	1	1	1	1	1	3	3	3
Aquatic Center	N/A	N/A	N/A	N/A	1	1	1	1	1	1
Water										
Water mains (miles)	233.2	233.2	236.8	243.0	249.7	250.9	251.2	253.9	253.9	254.0
Fire hydrants	1,857	1,893	1,944	1,893	2,029	2,043	2,045	2,077	2,079	2,083
Maximum daily capacity (millions of gallons)	20	20	20	20	20	20	20	20	20	20
Sewer										
Sanitary Sewers (miles)	178.8	180.6	182.2	181.0	185	185.5	186	188.3	188.3	188.3
Storm Sewers (miles)	76	76	76	76	76	77	79	77	82	82
Maximum daily capacity (millions of gallons)	0	0	0	0	8.04	8.04	8.04	8.50	8.50	8.50

Sources:

City of Tamarac Fire Rescue, Parks and Recreation, Public Works, Utilities departments; and Broward Sheriff's Office (District 7)

See accompanying independent auditors' report.

COMPLIANCE SECTION





**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Honorable Mayor, City Commission, Pension Board of Trustees, and City Manager
Tamarac, Florida

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Tamarac, Florida (the "City"), as of and for the year ended September 30, 2011, which collectively comprise the City's basic financial statements. We also audited the Police Officer's Pension Trust Fund, the General Employees' Pension Trust Fund, the Elected and Appointed Officers and Non-Represented Employees Retirement Fund, and the Firefighters' Pension Trust Fund included in the accompanying notes to the financial statements as combining statements for the year ended September 30, 2011, and have issued our report thereon dated February 24, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, City Commission, Pension Board of Trustees, others within the entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

GLSC & Company, PLLC

February 24, 2012





**MANAGEMENT LETTER PURSUANT TO THE RULES OF
THE AUDITOR GENERAL FOR THE STATE OF FLORIDA**

Honorable Mayor, City Commission, Pension Board of Trustees,
and City Manager
City of Tamarac, Florida

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Tamarac, Florida (the "City") as of and for the year ended September 30, 2011, which collectively comprises the City's basic financial statements. We also have audited the Police Officers' Pension Trust Fund, the General Employees' Pension Trust Fund, the Elected and Appointed Officers and Non-Represented Employees Retirement Fund, and the Firefighters' Pension Trust Fund included in the accompanying notes to the financial statements as combining statements for the year ended September 30, 2011 and have issued our report thereon dated February 24, 2012.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters, Independent Auditors' Report on Compliance with Requirements That Could Have a Direct and Material Effect on each Major Program and on Internal Control over Compliance in Accordance with OMB Circular A-133, and Schedule of Findings and Questioned Costs. Disclosures in those reports and schedule, which are dated February 24, 2012, should be considered in conjunction with this management letter.

The purpose of this letter is to comment on those matters described in Rule 10.554(1)(h) as required by the Rules of the Auditor General for the State of Florida. Accordingly, in connection with our audit of the basic financial statements of the City of Tamarac, Florida, as described in the first paragraph, we report the following:

- I. Current year findings and recommendations.**
- II. Status of prior year findings and recommendations.**
- III. Compliance with the Provisions of the Auditor General of the State of Florida.**

Pursuant to Chapter 119, Florida Statutes, this management letter is a public record and its distribution is not limited. Auditing standards generally accepted in the United States of America require us to indicate that this letter is intended solely for the information and use of management, and the Florida Auditor General, federal and state agencies, and is not intended to be and should not be used by anyone other than these specified parties.

We wish to thank the City of Tamarac, Florida and the personnel associated with it, for the opportunity to be of service to them in this endeavor as well as future engagements and the courtesies extended to us.

GLSC & Company, PLLC

February 24, 2012

LETTER TO MANAGEMENT
(CONTINUED)

I. CURRENT YEAR FINDINGS AND RECOMMENDATIONS

None

II. STATUS OF PRIOR YEAR FINDINGS AND RECOMMENDATIONS

None

III. COMPLIANCE WITH THE PROVISIONS OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA

1. Unless otherwise required to be reported in the auditor's report on internal control over financial reporting and on compliance and other matters, the management letter shall include, but not be limited to a statement as to whether or not corrective actions have been taken to address significant findings and recommendations in the preceding annual financial audit report pursuant to Rule 10.557(3)(b)2. There were no recommendations made in the preceding annual financial audit.
2. The City of Tamarac complied with Section 218.415, Florida Statutes, regarding the investment of public funds.
3. There were no significant findings and recommendations to improve the City's financial management, accounting procedures, and internal control for the fiscal year ended September 30, 2011.
4. There were no violations of provision of contracts and grant agreements or abuse that have an effect on the financial statements that is less than material but more than inconsequential. In connection with our audit, we did not have any such findings.
5. Based on our professional judgment, we may report the following matters that have an inconsequential effect on financial statements, considering both quantitative and qualitative factors: (1) violations of provisions of contracts or grant agreements, fraud, illegal acts, or abuse, and (2) Deficiencies in internal control that are not significant deficiencies. In connection with our audit, we did not have such findings.
6. The City of Tamarac, Florida was established pursuant to the laws of the State of Florida 63-1970, as a municipal corporation in 1963. The City operates under a Commission / City Manager form of government. The City is financially independent as evidenced by the authority to make and approve its own budget, the power to tax, the authority to buy and sell property, and the authority to incur debt. The City has one component unit, Woodland Community Neighborhood Improvement Project District; however, it was not included in the City's financial statements since it had no activity during the fiscal year ended 2011.
7. The City of Tamarac has not met one or more of the conditions described in Section 218.503(1), Florida Statutes.
8. The annual financial report filed with the Florida Department of Financial Services pursuant to Section 218.32(1)(a), Florida Statutes agrees with the September 30, 2011 financial audit report.
9. We applied financial condition assessment procedures pursuant to Rule 10.556 (8) and no deteriorating financial conditions were noted. It is management's responsibility to monitor financial condition, and our financial condition assessment was based in part on representations made by management and the review of financial information provided by same.



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS
THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON
INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

Honorable Mayor, City Commission, Pension Board of Trustees, and City Manager
Tamarac, Florida

Compliance

We have audited the City of Tamarac, Florida (the "City")'s compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended September 30, 2011. The City's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the City's compliance with those requirements.

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2011.

Internal Control over Compliance

Management of the City, is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the City's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, City Commission, others within the entity, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

GLSC & Company, PLLC

February 24, 2012



**CITY OF TAMARAC
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2011**

Federal Agency, Pass-through Entity Federal Program	CFDA Number	Contract Grant Number	Expenditures
U.S. Department of Housing and Urban Development			
Community Development Block Grant - NSP	14.218	B-08-MN-12-0028	\$ 625,072
Community Development Block Grant - NSP3 - ARRA	14.218	B-11-MN-12-0028	103,281
Community Development Block Grant	14.218	FY2010-2011	<u>834,029</u>
		Subtotal	<u>1,562,382</u>
Pass-Through Broward County			
Community Development Block Grant - DRI	14.228	FY2009-2010	<u>53,282</u>
Total U.S. Department of Housing and Urban Development			<u>1,615,664</u>
U.S. Department of Energy			
Energy Efficiency and Conservation Block Grant Program - ARRA	81.128	DE-SC0003197	345,693
Energy and Water Development	81.087	DE-EE0003187	<u>45,053</u>
Total U.S. Department of Energy			<u>390,746</u>
U.S. Department of Homeland Security			
CERT Grant	97.067	2010-SS-T0-0092	<u>8,734</u>
U.S. Department of Justice			
Community Oriented Policing (COPS) Grant - FY10	16.710	FL00631 2010CKWX0100	<u>300,000</u>
U.S. Department of Agriculture			
US Forestry Service - Nob Hill Road - ARRA	10.668	16143	<u>17,435</u>
U.S. Department of Transportation			
Pass-Through Broward County			
MPO Transportation Enhancement Program			
Bikeway/walkway Phase 1 Project	20.205	423797-1-58-01	2,350
Nob Hill Road Medians Project	20.205	422275-1-58-01	<u>46,569</u>
Total U.S. Department of Transportation			<u>48,919</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 2,381,498</u>

**CITY OF TAMARAC
SCHEDULE OF STATE FINANCIAL ASSISTANCE PROJECTS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2011**

State Agency Pass-through Entity Program Title	CSFA Number	Contract Grant Number	Expenditures
Florida Department of Environmental Protection			
Citywide culvert/headwall funding	37.039	LP8981	\$ 168,249
Wastewater Projects - SCADA	37.039	LP8980	2,876
Total Florida Department of Environmental Protection			<u>171,125</u>
Florida Department of Emergency Management			
Bureau of Mitigation - Residential Construction Mitigation Program - RCMP	52.016	11RC-62-11-16-02-272	<u>82,864</u>
Florida Department of Financial Services			
State Homeland Security Grant Program- MARC Unit	97.004	08DS-60-13-00-16-373	<u>7,000</u>
South Florida Water Management District			
Water Savings Incentive Program	N/A	4600002238	<u>11,429</u>
Florida Department of Environmental Protection			
State Housing Initiatives Partnership (S.H.I.P.)	52.901	N/A	<u>26,053</u>
Florida Department of Health			
State EMS Grant Funding Program	64.003	10-OMETs-8271-01(14)(15)	40,807
Emergency Medical Services Matching Grant	64.003	M9303	45,000
Emergency Medical Services Matching Grant	64.003	M9104	4,616
Total Florida Department of Health			<u>90,423</u>
TOTAL EXPENDITURES OF STATE FINANCIAL ASSISTANCE PROJECT			<u>\$ 388,894</u>

N/A - Not Available

Note: Total expenditures of State Financial Assistance Projects is below the \$500,000 threshold; and therefore no State Single Audit is required during the fiscal year ended September 30, 2011 in accordance with Chapter 10.550, Rules of the Auditor General.

CITY OF TAMARAC, FLORIDA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE PROJECTS
FOR THE YEAR ENDED SEPTEMBER 30, 2011

NOTE A - SCOPE OF AUDIT PURSUANT TO OMB CIRCULAR A-133

Federal Awards Programs

All Federal grant operations of the City of Tamarac, Florida are included in the scope of the Office of Management and Budget (OMB) Circular A-133 audit (the Single Audit). The Single Audit was performed in accordance with the provisions of the OMB Circular A-133 Compliance Supplement (Revised March 2011, the "Compliance Supplement"). Compliance testing of all requirements, as described in the Compliance Supplement, was performed for the grant programs noted below. These programs represent all Federal awards and other grants with fiscal 2011 cash and noncash expenditures in excess of \$500,000 that ensure coverage of at least 25 percent of Federally granted funds. Actual coverage is approximately 93 percent of total cash and noncash Federal program expenditures.

<u>Major Federal Program Description</u>	<u>Federal CFDA Number</u>	<u>Fiscal 2011 Expenditures</u>
Community Development Block Grant	14.218	\$ 1,562,382
Energy Efficiency and Conservation Block Grant	81.128	345,693
Community Oriented Policing Grant	16.710	300,000

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance Projects include all Federal and State grants to the City of Tamarac, Florida that had activity during the fiscal year ended September 30, 2011. The basis of accounting is described in Note 1 to the City of Tamarac, Florida's basic financial statements.

Contingency

The grant revenue amounts received are subject to audit and adjustment. If any expenditures are disallowed by grantor agency as result of such an audit, any claim for reimbursement to the grantor agencies would become liability for the City. In the opinion of management, all grant expenditures are in compliance with the terms of the grant agreements and applicable federal and state laws and regulations.

NOTE C - FINDINGS OF NONCOMPLIANCE

None

NOTE D - AUDITS PERFORMED BY OTHER ORGANIZATIONS

There we no audits performed by other organizations.

CITY OF TAMARAC, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS -
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE PROJECTS
FOR THE YEAR ENDED SEPTEMBER 30, 2011
(Continued)

D. OTHER ISSUES

1. No summary of schedule of prior audit findings is required because there were no prior audit findings related to Federal programs or State financial assistance projects.
2. No corrective action plan is required because there were no findings required to be reported under the Federal Single Audit Act.

