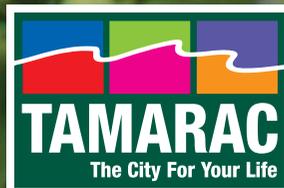


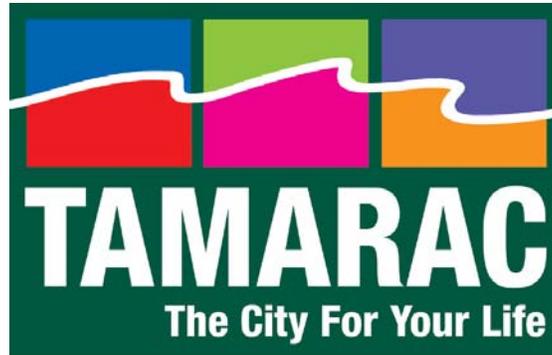
City of Tamarac

COMPREHENSIVE ANNUAL FINANCIAL REPORT
Fiscal Year Ended September 30, 2009

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.*





2009

COMPREHENSIVE

ANNUAL FINANCIAL

REPORT

OF THE

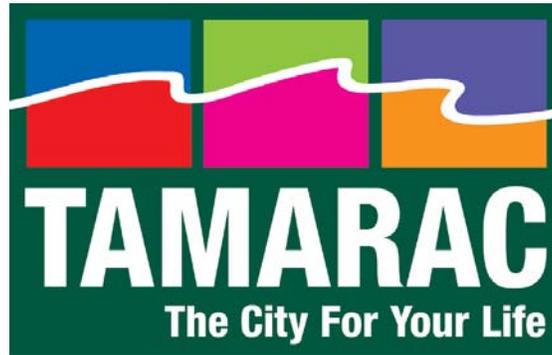
CITY OF TAMARAC,

FLORIDA

Fiscal Year Ended
September 30, 2009

Prepared by
FINANCIAL SERVICES

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



CITY OF TAMARAC, FLORIDA

COMMISSION – MANAGER FORM OF GOVERNMENT

CITY COMMISSION

BETH FLANSBAUM-TALABISCO, Mayor

HARRY DRESSLER, Vice Mayor

PATRICIA ATKINS-GRAD, Commissioner

PAMELA BUSHNELL, Commissioner

DIANE GLASSER, Commissioner

ADMINISTRATIVE STAFF

Jeffrey L. Miller
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:

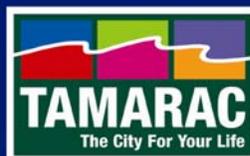
*We are:
"Committed to Excellence . . . Always"*

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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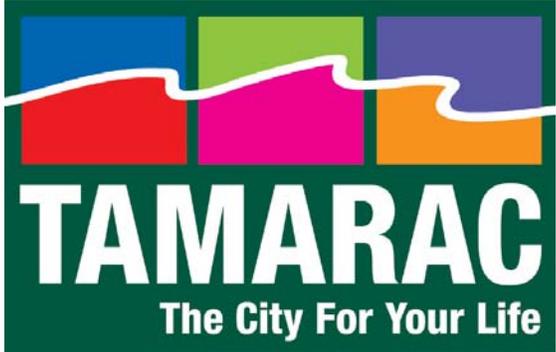
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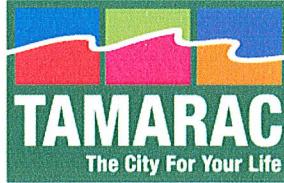
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INTRODUCTORY SECTION

LETTER OF TRANSMITTAL



March 15, 2010

The Honorable Mayor, City Commissioners, and
Citizens of the City of Tamarac:

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the City of Tamarac, Florida, (the City), for the fiscal year ended September 30, 2009, as mandated by both local ordinances and state statutes. The Florida Statutes Chapter 218.39 requires that all local governments publish within one year of the close of each fiscal year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Additionally, the City's Charter requires an annual audit of the books of account, financial records and transactions of all departments of the City by independent certified public accountants.

This report consists of management's representations concerning the finances of the City of Tamarac. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City of Tamarac's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects and is reported in a manner that presents fairly the financial position and results of operations of the City, on a Government-wide and a Fund basis.

GLSC & Company, a licensed certified public accounting firm, has audited the City's financial statements. The goal of the independent audit was to provide reasonable assurance that the City's financial statements for the fiscal year ended September 30, 2009, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon their audit, that there was a reasonable basis for rendering an unqualified opinion that the City of Tamarac's financial statements for the fiscal year ended September 30, 2009, are fairly presented in conformity with GAAP.

Management's Discussion and Analysis (MD&A) is included on pages 3 to 15. The MD&A introduces the basic financial statements, and provides an analytical overview of the City's financial activities.

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 twelfth 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.

"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

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-Manager form of government. Policy-making and legislative authority is vested in the governing commission, which consists of a Mayor and a four member Commission. The City Commission is vested with policy-setting authority, adopting the annual budget, approving purchases and services of the governmental operations, appointing committees and hiring the City Manager and City Attorney. The City Manager is responsible for recommending and carrying out the policies and ordinances of the City Commission, appointing the heads of the City's departments with the concurrence of the City Commission, submission of a proposed annual budget, advising the Commission as to the financial condition of the City, and overseeing the day-to-day operations of the City.

The City is divided into four districts with one Commissioner required to reside in each district. Electors residing within the Commission district may only vote for the City Commissioner from that district and are not entitled to vote for candidates for Commission from any other Commission district. The Mayor, who runs "at-large," may live in any district. An Amendment was approved at an election held on November 7, 2006, to extend the terms of the Mayor and Commissioners from three years to a term of four years. Commissioners from odd-numbered districts shall be elected at the municipal election every four years in November. The Mayor and Commissioners from even-numbered districts serving as of March 10, 2009, shall have their terms extended to November 10, 2009, at which time the City conducted a special election.

Prior to October 1, the City's annual budget is legally enacted through passage of an ordinance. The level of control at which expenditures may not exceed budget is at the department level. The City Commission approves these levels by annual ordinance. 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 is expected to continue to slow. However, through the City's continued annexation efforts, more commercial and industrial land will be added to the east side of Tamarac. The City of Tamarac is viewed as a community that is favorable to business and has been a magnet for new businesses and families. As a result of this growth, the County's median population age has been gradually dropping. Extrapolating the County's experience to the City yields an average age for 2009 of 49.3 years, versus 52.9 years in 2000. The growth in new businesses also adds to the economic diversity of the area.

In FY 2007 the Florida Legislature enacted property tax reform. The City was mandated to reduce its operating millage rate nine percent below the rolled back rate as legislated through the truth in millage (TRIM) legislation. As a result, the City had an actual dollar reduction of ad valorem property tax revenue in the amount of approximately \$3 million from tax year 2006 to 2008. Another decrease of \$1.5 million is expected to be realized in tax year 2009, which will be reflected in fiscal year 2010. This legislation mandates that the City can only collect revenues based on a formula of the most recent year's ad valorem collection plus inflation (as measured by the average growth in personal income) and new construction. Because of this change in legislation the City has strengthened its economic development activities to encourage growth, redevelopment activities, and any other avenues that will promote new growth for the City. Such activities include annexation efforts for commercial and industrial land on the unincorporated east side, recruitment of additional businesses, and the continued focus on the development of the mixed-use Main Street Corridor.

Economic indicators in late 2009 point to a stagnant economic expansion and minimal but increasing inflation. Broward County is showing an increase in the unemployment rate. It averaged 10.2% in 2008 compared with 3.2%, 3.6% and 5.4% in the same period in 2007, 2006, and 2005, respectively. In 2009, Royal Caribbean cruises brought one of the world's largest cruise ships (Oasis of the Seas) to Port Everglades and is expected to bring another (the Allure) in 2010, making the seaport the world's top cruise port by 2010.

South Florida has felt the impact of the soft housing market. For the 2009 tax year, the taxable value of property in Broward County decreased from \$175.3 billion to \$166.8 billion or a 5% decrease. The slow-down in the housing market primarily began in calendar year 2007 the effects of which are now being felt in tax year 2009, more is expected in 2010. Due to the peculiar nature of the legislation regulating taxable property valuation, Broward County can actually have falling market prices while experiencing increased taxable values. This is an effect of the spread between the constitutionally required homesteaded property valuation protection and market value of the property. The taxable value of homesteaded property can only increase based on inflation with a cap of three percent annually. With the large market valuation increases of the past five years this legislation has led to a significant spread between the market value and taxable value on homesteaded properties. Therefore, property that has benefited from lower taxable valuation in the past will still increase by the rate of inflation to a point that it comes in line with market value. For the City of Tamarac, a large percentage of property is homesteaded therefore, the decline in property value has been so great that the spread between taxable value and market value is no longer an advantage; the City will see significant decreases in its property taxable values over the next two years.

The City made significant accomplishments 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 2009, 2,136 business licenses were issued, 264 of these licenses were for new business. In addition to the continued success of Cheddar's Casual Café in 2006, the nationally renowned Applebee's restaurant chain and Chase (formerly Washington Mutual) in 2007, the City added TD Bank NA, Baby Love, Rotelli's Restaurant, and FedEx Kinko's in 2008 and the Hampton Inn Business Hotel in 2009.

The Westpointe project has experienced rapid growth since opening in the Tamarac Commerce Park. This 158-acre Development of Regional Impact has an approved development order that includes office, commercial and industrial land uses. Twenty-six acres of lakes were developed as part of the project. City Furniture remains the largest business located in the Commerce Park. Their 85-acre facility includes corporate offices, an 800,000 square foot warehouse and distribution facility, as well as one of the highest volume furniture stores in the southeast United States.

Major Projects in FY 2009

- **Boulevards Resurfacing and Median Beautification Project**
The Boulevards is a small subdivision located just north of Commercial Boulevard adjacent to Prospect Road. This project consisted of resurfacing 2.5 miles of roadway and beautifying approximately one mile of medians. This project was funded from the City's Roadway Resurfacing and Beautification Program at a cost of \$900,078.
- **Progress on the Main Street project**
The City of Tamarac is continuing to make progress toward the creation of a Main Street project on NW 57th Street between University Drive and NW 94th Avenue, which encompasses the existing community center and the Broward County library completed in 2005. The City acquired its first parcel of land in FY 2006 that will help achieve this objective. The City continued the effort with the purchase of two additional parcels in FY 2008. This mixed-use project will allow the City to maximize the development potential for this area, which will significantly increase its tax value and level of development. This development is more important than ever because of the legislative changes made at the state level with respect to ad valorem tax collection. Through the application of a master plan, the City will be able to

ensure the successful development of a variety of uses including residential, commercial, parks and recreation and open space. The location of the NW 57th Street Main Street Project is such that, when developed, the area will become a destination for City residents as well as residents of neighboring cities to work, shop and play. In 2009, the City Commission approved a site plan for a mixed-use project consisting of four retail/restaurant/office buildings with a total of 77,358 square feet. These activities will have a significant positive economic impact on the City.

- **NW 82nd Street Sidewalk Improvement Project**

This project consisted of sidewalk, curbing and drainage improvements on the south side of NW 82nd Street, between University Drive and NW 80th Avenue. This project was funded by a Florida Department of Transportation, Local Agency Program (LAP) Grant and the City's Roadway Resurfacing and Beautification Program. The Project was completed in June 2009 with a final budget of \$92,212 (\$80,500 from grants and \$11,712 from the resurfacing program).

- **Recreation Center Demolition and Reconstruction Project**

This project consisted of the demolition of the previous 5,000 square foot recreation building and the construction of a new two story 15,000 square foot facility, together with significant improvements to the parking area, drainage system, and recreational fields. This project was completed in June 2009 with a final project cost of \$3,671,156. This park was financed through a federal grant and a sales tax revenue bond.

- **Courtyard Covered Walkway Project Phase II**

This project is an element of courtyard area between the City's Community Center and Broward County's Public Library, located on West Commercial Boulevard. The covered walkway is designed to provide protection from the elements by connecting the Community Center to The Public Library with a covered walkway. Phase II consists of the portion of the covered walkway that is located on the Broward County Public Library property. This project was fully funded through Broward County. The final project cost was \$248,863 and the project was completed in September 2009.

- **Fire Station 41 & 78 Renovations and Fire Station 15 Concrete Apron Improvements**

The Fire Station 41 & 78 project consists of interior renovations for both stations and exterior façade improvements for Fire Station 41. This project was designed in FY 2007 and construction began in July 2009. This project has a budget of \$888,872, which is being financed through a sales tax revenue bond.

The Fire Station 15 project consisted of removing the existing asphalt aprons adjacent to the stations bay doors, which were depressed from the weight of the fire trucks, and replacing with eight inch thick concrete slab aprons. This project was funded through the City's Roadway Improvement Fund and completed in January 2009. The final project budget was \$48,100.

- **Improvement in Water and Sewage facilities**

In October 2008, the City completed the construction of a new Public Service Complex Addition, which was built to house our Utilities and Information Technology Departments. This complex includes a 20,000 square foot main building which includes 13,000 square feet of office space and 7,000 square feet of warehouse/inventory control space. The building encompasses offices, an audio/video equipped training room, locker rooms, electronics storage; parts inventory shop, electrical shop, mechanical shop, and a state-of-the-art Data Center. The entire building will be able to withstand 161 mile per hour category 5 hurricane winds. This building will act as our Emergency Response Field Operation Center, and house the City's mainframe and scalable computers and servers.

Additional information on future projects can be found in the *City of Tamarac Fiscal Year 2009 Adopted Budget* under the “Capital Improvement Program” section.

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).

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 foreclosed properties. In 2009, 25 homes were purchased with the assistance of this program.

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. After this analysis, departments develop business plans and determine resource allocation for their strategic initiatives. This resource allocation will allow 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. **Strong Economy in a Healthy Environment** – The City of Tamarac will utilize innovative management to develop and maintain a strong financial base, while balancing the financial needs of the City with preservation of the environment.
3. **Dynamic Organizational Culture** – The City of Tamarac will create and sustain a culture conducive to development and retention of skilled employees.
4. **Clear Communication** – The City of Tamarac will increase communication within the organization and throughout the City. We will increase both awareness of and participation in city government.
5. **A Vibrant Community** – The City of Tamarac will continually revitalize our neighborhood and business districts.

LONG-TERM FINANCIAL PLANNING

The City’s staff is charged with the daily operations and involved in a variety of projects which are in accordance with the City’s Strategic Plan. The FY 2010 budget focuses 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 include the elimination of vacant positions, regulated replacement of personnel,

restrictions on overnight travel, and elimination of all temporary services 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:

- Update the Geographic Information System
- Develop a water system master plan
- Complete the rehab of the West 8 MG Accelerator
- Complete the University Drive water main upgrade
- Continue planning and development of the N.W. 57th Street/Main Street project
- Continue to pursue the high performance initiatives and the Governor's Sterling Award through additional staff training.
- Maintain the 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

The City intends to expend the proceeds of the Series 2005 Capital Improvement Revenue Bonds to construct the following capital projects:

- Waters Edge Park ⁽¹⁾
- Fire Station Renovation (in progress)

⁽¹⁾ In February 2010, Waters Edge Park was deferred to a future date by the City Commission until economic conditions improve to warrant building of the park.

AWARDS AND ACKNOWLEDGEMENTS

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, 2008. 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 21st 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.

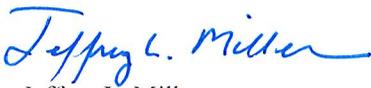
In addition, the City received from GFOA, the "Distinguished Budget Presentation Award" for FY 2009 for publishing a budget document that meets the program criteria as a policy document, an operations guide, a financial plan and a communications device. This is the 12th consecutive year Tamarac received the "Distinguished Budget Presentation Award."

In FY 2009, 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 the coming years to assess our progress as we move forward on our HPO journey.

The preparation of this report could not have been accomplished without the dedicated services of the entire staff of the Financial Services Department. We would like to express our appreciation to all members of the department who assisted and contributed to the preparation of this report.

Sincerely,



Jeffrey L. Miller
City Manager



Mark Mason
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, 2008

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.



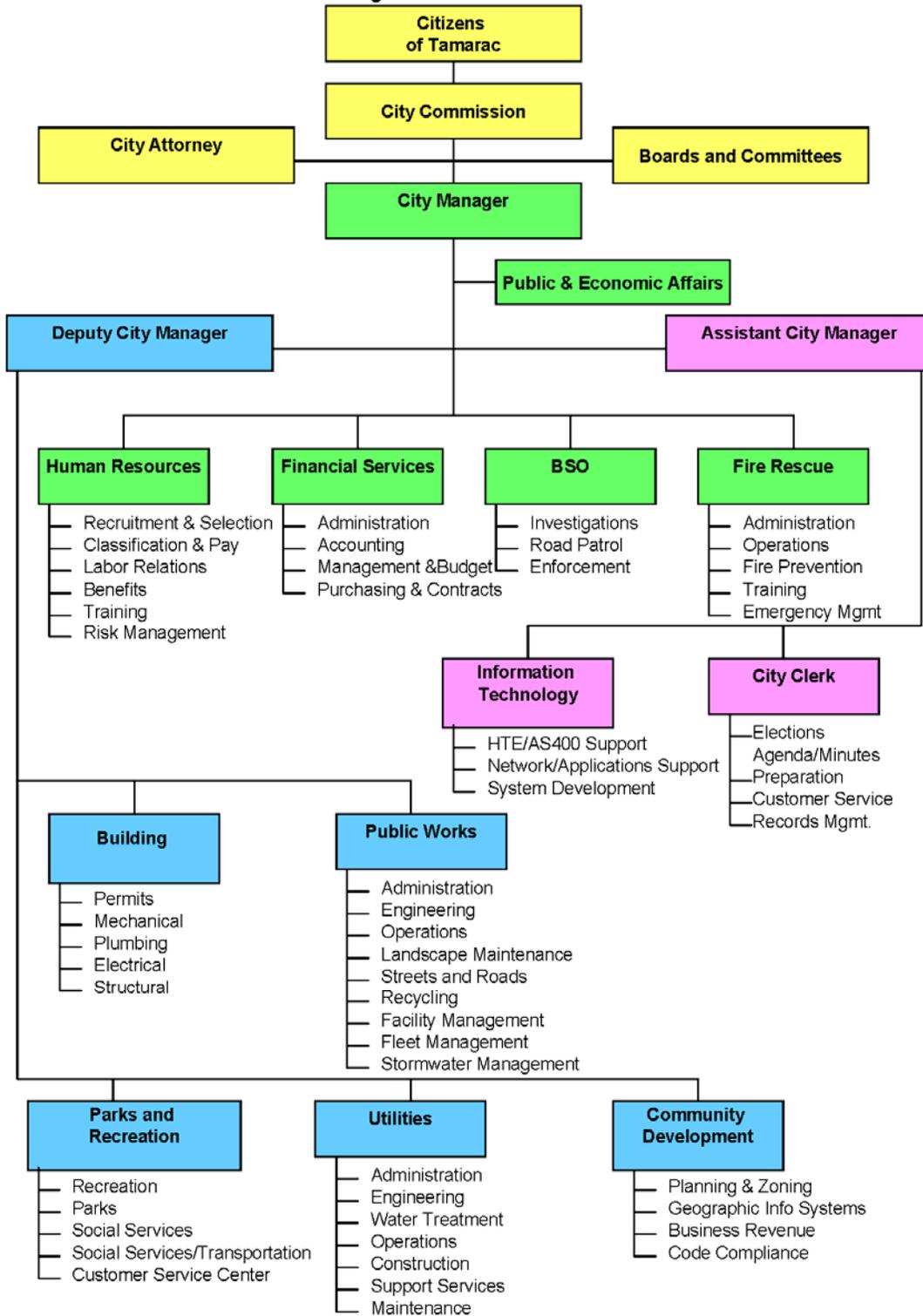
A stylized handwritten signature in black ink.

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

Executive Director

City of Tamarac Organizational Chart



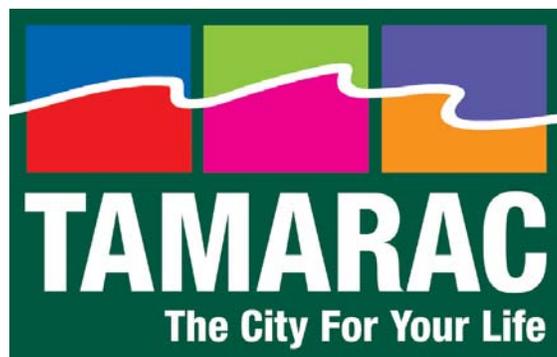
City of Tamarac, Florida
List of Principal Officers
September 30, 2009

ELECTED OFFICIALS

Mayor	Beth Flansbaum-Talabisco
Vice-Mayor	Harry Dressler
Commissioner	Patricia Atkins-Grad
Commissioner	Pamela Bushnell
Commissioner	Diane Glasser

APPOINTED OFFICIALS

City Manager	Jeffrey L. Miller
City Attorney	Samuel Goren
Deputy City Manager	Michael C. Cernech
Assistant City Manager	Diane Phillips
Chief Building Official	Claudio Grande
City Clerk	Marion Swenson
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 Works	Jack Strain
Director of Utilities	Raymond Gagnon
Fire Chief	Mike Burton
Risk & Safety Manager	Patty Tomaszewski



FINANCIAL SECTION



INDEPENDENT AUDITORS' REPORT

Honorable Mayor, City Commission 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, 2009, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Pension Trust Funds, which represent 100% of the assets, revenues and deductions of the fiduciary fund totals. Those financial statements were audited by other independent auditors whose reports thereon have been furnished to us, and our opinions, insofar as it relates to the amounts included for the Pension Trust Funds are based solely on the reports of the other independent auditors.

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, 2009, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 8, 2010, 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis, budgetary comparison, and schedule of funding progress and employee contribution information on pages 3 through 15 and 65 through 72, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Honorable Mayor, City Commission and City Manager
City of Tamarac, Florida
Page 2

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards and state financial assistance projects is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and Chapter 10.550, Rules of the Auditor General, and is also not a required part of the basic financial statements of the City. The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards and state financial assistance projects have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

GLSC & Company, PLLC

March 8, 2010



MANAGEMENT'S DISCUSSION AND ANALYSIS
(MD&A)

CITY OF TAMARAC, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2009

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Tamarac, we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for fiscal year ended September 30, 2009. Readers are encouraged to consider the information presented here in conjunction with additional information that is furnished in the letter of transmittal, the City's financial statements and the other required supplemental information.

This discussion and analysis 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 (its ability to address the next and subsequent year challenges), (d) identify any material deviations from the financial plan (the approved budget), and (e) identify individual fund issues or concerns. The information contained within this section should be considered only as a part of a greater whole.

FINANCIAL HIGHLIGHTS

- The assets of the City of Tamarac exceeded its liabilities at the close of the most recent fiscal year by \$209.4 million (net assets). Of this amount, \$69.2 million (unrestricted net assets) may be used to meet the ongoing obligations to citizens and creditors.
- The City's total net assets increased by \$9.4 million during the current fiscal year. The City's net assets increased as a result of this year's operations. Net assets of our business-type activities increased by \$1.6 million, net assets of our governmental activities increased by approximately \$7.8 million.
- During the year, the City had expenses that were \$7.8 million less than the \$64.4 million generated in taxes and other revenues for governmental programs, excluding transfers.
- In the City's business-type activities, revenues increased by \$0.3 million while expenses increased by \$0.5 million.
- Total cost of all of the City's governmental activities increased by \$4.5 million or 8.7% percent as a result of the increased expenditures on Public Safety and Economic Environment.
- The General Fund's fund balance increased by \$2.7 million for the year ended September 30, 2009.
- At the end of the current year, fund balance for the General Fund was \$22.8 million, or 53 percent of total general fund expenditures and transfers. Of this amount, \$10.9 million is *designated* for economic stabilization, capital projects and subsequent year's encumbrances. The remaining reserved fund balance of \$0.6 million is restricted for encumbrances, inventories, advances to pension plan, and police training. These reserved designations are in compliance with the City's fund balance policy.
- The City's total debt increased by \$0.4 million during the fiscal year.

CITY OF TAMARAC, FLORIDA

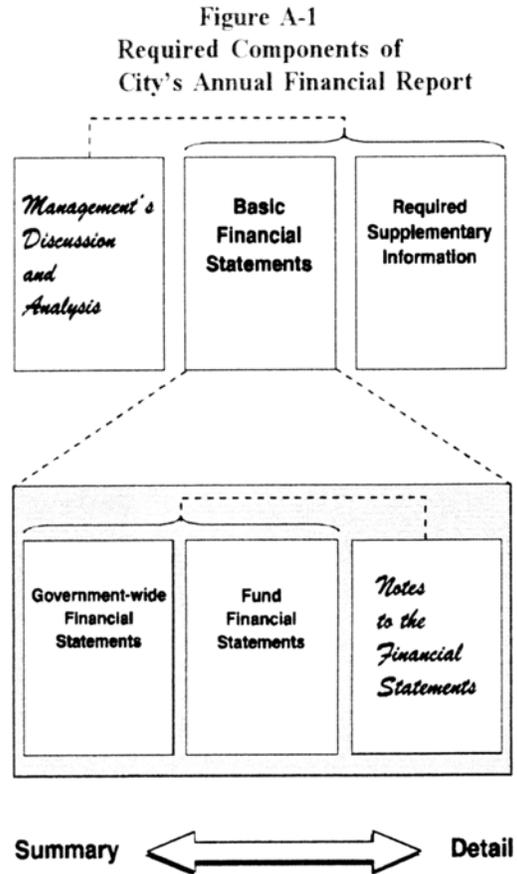
MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2009

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, 2009

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the City of Tamarac's finances, in a manner similar to a private-sector business.

The *statement of net assets* presents information on all of the City's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City of Tamarac is improving or deteriorating.

The *statement of activities* presents information showing how the City's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

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 government activities of the City of Tamarac include fire and rescue, police services provided by Broward's Sheriff Office, public works, parks and recreation, bus transportation, social services, code compliance, planning and zoning, economic development and general administration services. The business-type activities of the City consist of the water and wastewater systems and the stormwater operations.

The government-wide financial statements can be found on pages 16 to 17 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Tamarac, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City of Tamarac can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds and governmental activities*.

The City of Tamarac maintains several individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Special Revenue - Fire Rescue Fund and the General Capital Project Fund which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report. Budgetary comparison statements have been provided for the general fund, the major special revenue funds and the nonmajor funds to demonstrate budgetary compliance. The basic governmental fund financial statements can be found on pages 18 to 21 of this report.

CITY OF TAMARAC, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2009

Proprietary funds. 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. The City uses enterprise funds to account for its water and sewer services (Utilities), and stormwater operations.

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 funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the utilities and stormwater operations, both of which are considered to be major funds of the City. The basic proprietary fund financial statements can be found on pages 22 to 24 of this report.

Fiduciary funds. 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 operation. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages 25 and 26 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 27 to 64 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.

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on beginning page 75 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Summary of net assets. As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. The City's net assets exceeded liabilities by \$209.4 million, which is an improvement in overall financial position from last year of 4.75%. There are six basic transactions that will affect the comparability of the Statement of Net Assets summary presentation as reflected below:

- 1) **Net results of activities** will impact (increase/decrease) current assets and unrestricted net assets.
- 2) **Borrowing for capital** will increase current assets and long-term debt.
- 3) **Spending borrowed proceeds on new capital** will reduce current assets and increase capital assets. There is a second impact: an increase in invested in capital assets and an increase in related net debt which will not change the invested in capital assets, net of debt.
- 4) **Spending of non-borrowed current assets on new capital** will reduce current assets, increase capital assets, reduce unrestricted net assets, and increase invested in capital assets, net of debt.
- 5) **Principal payment on debt** will reduce current assets, reduce long-term debt, reduce unrestricted net assets, and increase invested in capital assets, net of debt.
- 6) **Reduction of capital assets through depreciation** will reduce capital assets and invested in capital assets, net of debt.

The City's combined net assets were increased to \$209.4 million between fiscal years 2008 and 2009—(see Table 1). The largest portion of the net assets (55%) is restricted as to the purpose they can be used for or are invested in capital assets (land, buildings, streets, sidewalks, and equipment). 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

CITY OF TAMARAC, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2009

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.

Table 1
Summary of Net Assets
(in millions of dollars)

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Current and other assets	\$ 69.6	\$ 66.7	\$31.8	\$26.1	\$101.4	\$92.8
Capital assets	113.0	110.2	63.4	65.3	176.4	175.5
Total assets	182.6	176.9	95.2	91.4	277.8	268.3
Long-term debt outstanding	39.0	41.2	18.1	13.4	57.1	54.6
Other liabilities	8.1	8.2	3.1	5.6	11.2	13.8
Total liabilities	47.1	49.4	21.2	19.0	68.3	68.4
Net assets						
Invested in capital assets,						
Net of related debt	70.3	77.3	45.5	50.3	115.8	127.6
Restricted	17.5	17.5	6.9	8.6	24.4	26.1
Unrestricted	47.7	32.8	21.6	13.5	69.2	46.3
Total net assets	\$135.4	\$127.6	\$74.0	\$72.4	\$209.4	\$200.0

Note: Totals may not add due to rounding.

An additional portion of the City's net assets (\$24.4 million or 12 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net assets* (\$69.2 million) may be used to meet the City's ongoing obligations to citizens and creditors.

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.

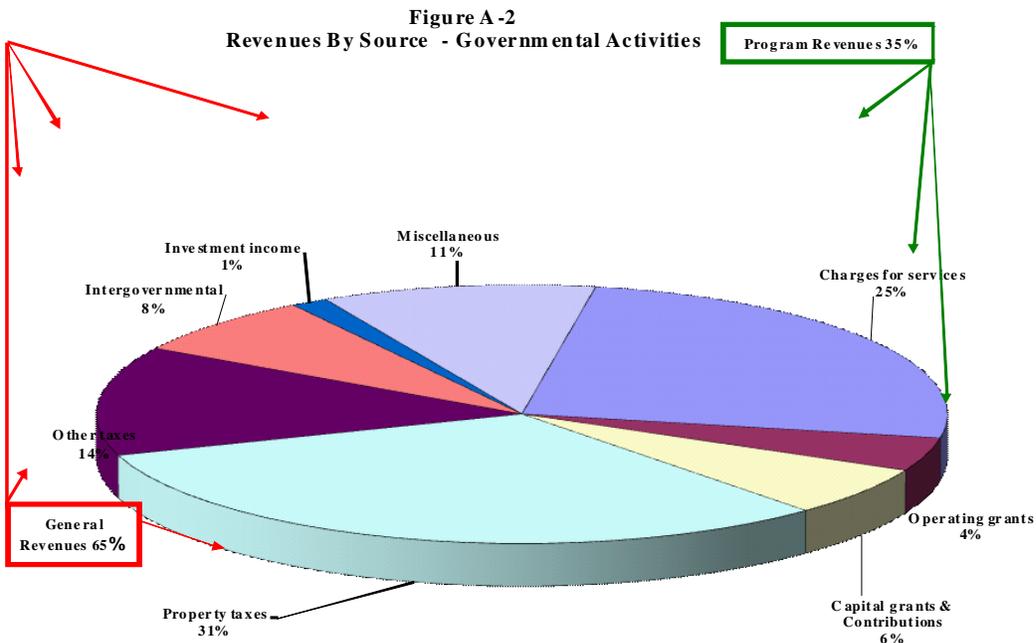
There was an increase of \$8.1 million in *unrestricted net assets* reported in connection with the City's business-type activities. This increase mainly due to the release of reserves required by the Water and Sewer 1996 Revenue Bond, this Bond was redeemed in August 2009.

The unrestricted net assets of governmental activities showed an increase of \$14.9 million or 45% from last year due to net results of activities during the current fiscal year amounting to approximately \$7.8 million and a reduction in the amount invested in capital assets \$7 million through depreciation and principal payment on debt of approximately \$3.3 million and \$3.7 million respectively.

CITY OF TAMARAC, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2009

The City's governmental revenues were relatively stagnant in 2009 increasing by only 0.2 million to \$64.4 million (see Table 2). Approximately 31% of the City's revenues come from property taxes, and 14 cents of every dollar raised comes from some type of tax (see Figure A-2). Another 25% comes from fees charged for services, and most of the rest is federal, state and local aid.



Summary of changes in net assets. The following information is presented to assist the reader in understanding the different types of normal impacts that can affect revenues:

- 1) **Economic condition** can reflect a declining, stable or growing environment and has a substantial impact on property, non-ad valorem assessments, sales, gas, or other tax revenues as well as consumer spending habits for building permits, user fees and consumption.
- 2) The City Commission has significant authority to set **increases or decreases in City's rates** (water, wastewater, stormwater, permitting, impact fees, user fees, etc.).
- 3) **Changing patterns in intergovernmental and grant revenues** (both recurring and non-recurring) can significantly change and impact the annual comparisons.
- 4) **Market impacts on investment income** may cause investment revenues to fluctuate from the prior year.

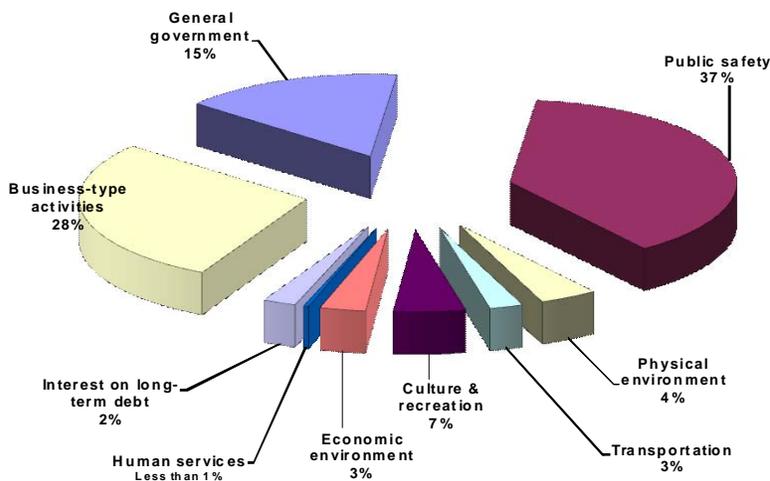
CITY OF TAMARAC, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2009

Some other basic impacts on expenses are reflected below:

- 1) **Introduction of new programs** can have a substantial impact on property, non-ad valorem assessments, sales, gas, or other tax revenues as well as consumer spending habits for building permits, user fees and consumption.
- 2) **Changes in service demand levels** can cause the City to increase or decrease authorized staffing. Staffing costs (salary and related benefits) represent 54% of the City's operating costs.
- 3) **Salary increases** such as cost of living, performance increases and market adjustments can impact personal service costs.
- 4) **While inflation** appears to be reasonably modest, the City is a major consumer of certain commodities such as chemicals, supplies, fuels and parts. Some functional expenses may experience unusual commodity specific increases.

**Figure A-3
Functional Expenses for Fiscal Year 2009**



The City's expenses cover a range of services with 68 percent related to public safety and business-type activities (see Figure A-3). Revenues for the City's governmental activities increased by less than half of 1.0 percent (from \$64.1 million to \$64.4 million), expenses increased by 8.6 percent (from \$52.5 million to \$57.0 million). The increase in net assets for governmental activities was \$7.8 million in 2009. Property tax revenues decreased by approximately \$1.4 million due to the changes in the property tax laws and decreased assessed values of properties. Investment income decreased by \$0.9 million due to the fall in interest rates during fiscal year 2009.

CITY OF TAMARAC, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2009

The functional activities that had expenses that were similar in most cases higher than last fiscal year, increases were: physical environment (increased by \$0.8 million), general government (increased by \$1.2 million), economic environment (increased by \$1.3 million), transportation (increased by \$0.2 million) and culture/recreation (decreased by \$1.1 million).

Table 2
Summary of Changes in Net Assets
(in millions of dollars)

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Revenues						
Program revenues						
Charges for services	\$16.2	\$14.6	\$24.3	\$23.3	\$40.5	\$37.9
Operating grants	2.8	1.7	--	--	2.8	1.7
Capital grants and contributions	4.0	2.9	--	0.3	4.0	3.2
General revenues						
Property taxes	20.2	21.6	--	--	20.2	21.6
Other taxes	8.8	9.1	--	--	8.8	9.1
Intergovernmental	4.8	5.7	--	--	4.8	5.7
Investment income	0.9	1.8	0.3	0.8	1.2	2.6
Miscellaneous	6.7	6.7	0.1	--	6.8	6.7
Total revenues	64.4	64.1	24.7	24.4	89.1	88.5
Expenses						
General government	12.6	11.4	--	--	12.6	11.4
Public safety	30.5	28.5	--	--	30.5	28.5
Physical Environment	3.3	2.5	--	--	3.3	2.5
Transportation	1.9	1.7	--	--	1.9	1.7
Culture and recreation	4.1	5.2	--	--	4.1	5.2
Economic environment	2.6	1.3	--	--	2.6	1.3
Human services	0.3	0.3	--	--	0.3	0.3
Interest on long-term debt	1.7	1.6	--	--	1.7	1.6
Utilities	--	--	19.4	19.2	19.4	19.2
Stormwater	--	--	3.4	3.1	3.4	3.1
Total expenses	57.0	52.5	22.8	22.3	79.8	74.8
Excess before transfers	7.4	11.6	2.0	2.1	10.1	13.7
Transfers in (out)	0.4	0.4	(0.4)	(0.4)	--	--
Increase in net assets	7.8	12.0	1.6	1.7	9.4	13.7
Net assets, October 1	127.6	115.6	72.4	70.7	200.0	186.3
Net assets, September 30	\$135.4	\$127.6	\$74.0	\$72.4	\$209.4	\$200.0

Note: Totals may not add due to rounding.

The City's management took major actions this year to maintain current revenues and to control expenses:

In fiscal year 2009, the City increased the operating millage rate by 0.2719 mills. This however still resulted in a \$1.3 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. This change in the property tax laws, Amendment 1, increased the homestead exemption on residential properties; Amendment 1 also placed limits (caps) on the amount by which the city can increase its millage rate.

CITY OF TAMARAC, FLORIDA

MANAGEMENT’S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2009

The economic downturn of 2008 and 2009 also lead to slight decrease in most of the City’s other revenue sources, however, Capital grants and Contributions increased by \$1.1 million primarily because of a \$2.6 million in property acquired through development platting. General Fund’s expenditures were less than last year’s actual by \$3.2 million due to continued reduction in staffing, unused departmental expenditures, and reductions in transfers to the Capital Projects and Fire Rescue Funds. The total cost of all programs and services increased by \$0.8 million primarily due to reductions in grant funding. (see Table 2).

The business-type activities net assets increased by \$1.6 million from the prior fiscal year. Revenues of the City’s business-type activities increased slightly by 1.2 percent to \$24.7 million and expenses similarly increased by 1.8 percent to \$22.8 million (see Table 2).

Table 3 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 \$57.0 million. Some of that cost was financed by:
 - Those who directly benefited from the programs through charges for services (\$16.2 million), and
 - Other governments and organizations that subsidized certain programs from operating and capital grants and contributions (\$4.0 million).
- The City financed the remaining \$36.8 million “public benefit” portion of governmental activities with \$29 million in taxes, and other revenues such as interest and unrestricted state aid.

Table 3
Net Cost of City’s Governmental Activities
(in millions of dollars)

	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Public safety	\$30.5	\$28.5	\$15.8	\$17.0
General government	12.6	11.4	11.0	10.2
Culture and recreation	4.1	5.2	0.7	3.9
Physical environment	3.3	2.5	2.8	1.1
Transportation	1.9	1.7	1.5	1.2
Other	4.6	3.2	2.2	(0.1)
Total	<u>\$57.0</u>	<u>\$52.5</u>	<u>\$34.0</u>	<u>\$33.3</u>

CITY OF TAMARAC, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2009

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 \$55.8 million, or an increase of \$1.7 million compared to last year's combined fund balances of \$54.1 million. Included in this year's total change in fund balances is a \$12.8 million excess of revenues over expenditures 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 \$2.6 million mainly due to controlled spending. Among other initiatives, the City instituted a hiring freeze and a limitation on travel during 2009. The General Fund spent \$2.5 million less than the final budget of FY09.
- The Fire/Rescue Fund balance increased by \$1.4 million due to increases in the fire assessment fees in FY09. The Fire assessment fees increased by \$52 per residential unit in 2009 to \$193 per residential unit.
- The City's General Capital Project fund balance decreased by \$0.9 million as a result of decreased transfers from the General Fund coupled with the completion of major construction projects in 2009.

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 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 FY09 resulting in a small increase of \$0.6 million in operating revenues.. Operating expenses including depreciation also had a slight increase by \$0.3 million.
- Stormwater operating revenues increased by \$0.2 million from the prior fiscal year. Operating expenses including depreciation increased by \$0.3 million.
- Investment income decreased by \$0.4 million from the prior year as a result of the lower market interest rates.

General Fund Budgetary Highlights

Over the course of the year, the City amended the General Fund budget three times. Budget amendments fall into two categories: (1) Amendments are approved for rollovers related to capital improvement projects, tasks and projects in progress, and 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 rose since the adoption of the budget. Even with these adjustments, actual expenditures were \$2.6 million below final budgeted amounts. The most significant contributor to this variance was various departmental savings due to staff vacancies.

The fiscal year 2009 amended final budget of \$49.6 million increased by 5.7 percent over the original General Fund budget of \$47.1 million primarily for the purposes of carrying over expenditures not completed during the previous fiscal year and various new projects undertaken during the fiscal year. With base revenues of \$49.2 million and \$400,100 in operating transfers from the Enterprise Funds, the Adopted Budget is balanced. The original General Fund budget consists of \$36.0 million base expenditures and \$11.5 million in operating transfers to the other funds.

CITY OF TAMARAC, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2009

Differences between the original budget and the final amended budget increased appropriations by \$2.1 million which primarily consists of carry forward of prior year commitments and capital projects for all departments.

This increase was to be budgeted from available fund balance. During the year, expenditures were less than budgetary estimates, thus eliminating the need to draw upon the unreserved or designated fund balance.

The difference between the appropriations and the actual expenditures in the General Fund was approximately \$2.6 million for fiscal year 2009 due mainly to various expenditures, capital outlay, and capital projects for all departments were not completed during the fiscal year and will be carried forward to the next fiscal year.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital assets (See Table 4). The City of Tamarac's investment in capital assets (net of accumulated depreciation) for its governmental and business type activities as of September 30, 2009, increased by \$0.7 million. This investment in capital assets includes land, buildings and system improvements, machinery and equipment, streets and median improvements, park facilities and stormwater infrastructure.

Table 4
City of Tamarac's Capital Assets
(net of depreciation, in millions of dollars)

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Land	\$ 23.8	\$ 21.2	\$ 7.5	\$ 7.5	\$ 31.3	\$ 28.7
Buildings	17.0	17.9	7.2	2.1	24.2	20.0
Improvements other than buildings	10.2	10.4	43.1	45.1	53.3	55.5
Equipment	2.3	3.0	1.0	1.1	3.3	4.1
Infrastructure	49.0	49.4	2.6	2.2	51.6	51.6
Public Arts	0.4	0.2	-	-	0.4	0.2
Construction in progress	10.4	8.1	2.0	7.5	12.4	15.6
Total	\$ 113.1	\$ 110.2	\$ 63.4	\$ 65.5	\$ 176.5	\$ 175.7

For the governmental activities, this year's major capital asset additions before depreciation equaled \$6 million due mainly to the acquisition of four parcels of land which were dedicated to the city via Plat and ongoing construction of the Tamarac Sports Complex.

For the business-type activities, of the \$1.6 million net decrease in capital assets before depreciation and a net decrease of construction-in-progress projects totaling \$6.1 million, the majority of the expenditures were for the Utilities Fund and Stormwater Fund for improvements to the water and stormwater systems. Major capital asset events during the current fiscal year included the following:

- Completion of the Utilities Complex at a cost of \$5,340,000.
- Water main renewal and replacements costing \$666,000.
- City Wide Boat Ramps in canals at a cost of \$478,000

The City's fiscal year 2009 capital budget calls for spending another \$4.7 million for capital projects, principally for the funding of renewal and replacement reserves, geographic information system, and water and wastewater improvements. Over the next five years, over \$60.2 million is budgeted for capital improvements with the major

CITY OF TAMARAC, FLORIDA

MANAGEMENT’S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2009

portions going to utility upgrades. The City will use the funding from General Capital Projects Fund and remaining bond proceeds from the Series 2004 Capital Improvement Bonds as well as grant funding. In December 2005, the City issued the Series 2005 Capital Improvement Revenue Bonds in the amount of \$15 million. These bonds are being used to finance the acquisition, construction and equipping of City owned capital improvements for parks, recreation and public safety purposes.

Additional information on the City’s Capital Assets can be found in Note 4, beginning on page 42 through 44 of this report.

Long-term debt. At year-end the City had \$54.7 million in bonds outstanding— an increase of \$0.5 million from last year— as shown in Table 5. Of this amount, \$1.7 million comprises debt backed by the full faith and credit of the government and \$53 million is revenue bonds and notes backed by specific taxes and fee revenues. The debt position of the City is summarized below:

Table 5
City of Tamarac’s Debt
(in millions of dollars)

	Governmental		Business-type		Total	
	2009	2008	2009	2008	2009	2008
General obligation bonds	\$ 1.7	\$ 1.9	\$ -	\$ -	\$ 1.7	\$ 1.9
Revenue bonds and notes	34.7	37.3	18.3	15.0	53.0	52.3
Total	\$ 36.4	\$ 39.2	\$ 18.3	\$ 15.0	\$ 54.7	\$ 54.2

In 2009, the City affirmed a general obligation credit rating of AA- from both Standard & Poor’s and Fitch Ratings and A1 by Moody’s Investors Service. These ratings are reflective of the strong financial performance and credit position of the City. The underlying ratings helped produce lower cost of issuance for the 2005 Capital Improvement Revenue Bond in the amount of \$15 million issued in December 2005. These ratings provide a benchmark and will provide opportunities to achieve lower interest rates on future bonds. The City also received a high investment grade related to the Series 2005 Capital Improvement Revenue Bond issue: A+ by Standard and Poor’s and Fitch Ratings and A2 by Moody’s Investors. In July 2009, the City refunded its 1999 Sales Tax Note to create the 2009 Sales Tax Revenue Note for \$5.3 million; and in September 2009 the city did a combined refunding of the 2004 Capital Improvement Bond and the 2006 Revenue Note to create the 2009 Water and Sewer Bond for \$14 million and the 2009 Stormwater Bond for \$4.3 million. The City received A2 ratings on both of these issuances.

Additional information on the City of Tamarac’s long-term debt can be found in Note 6 beginning on page 46 of this report.

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 2009 was 10.4 percent, which has increased from 4.7 percent a year ago. 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, by constitution, 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,

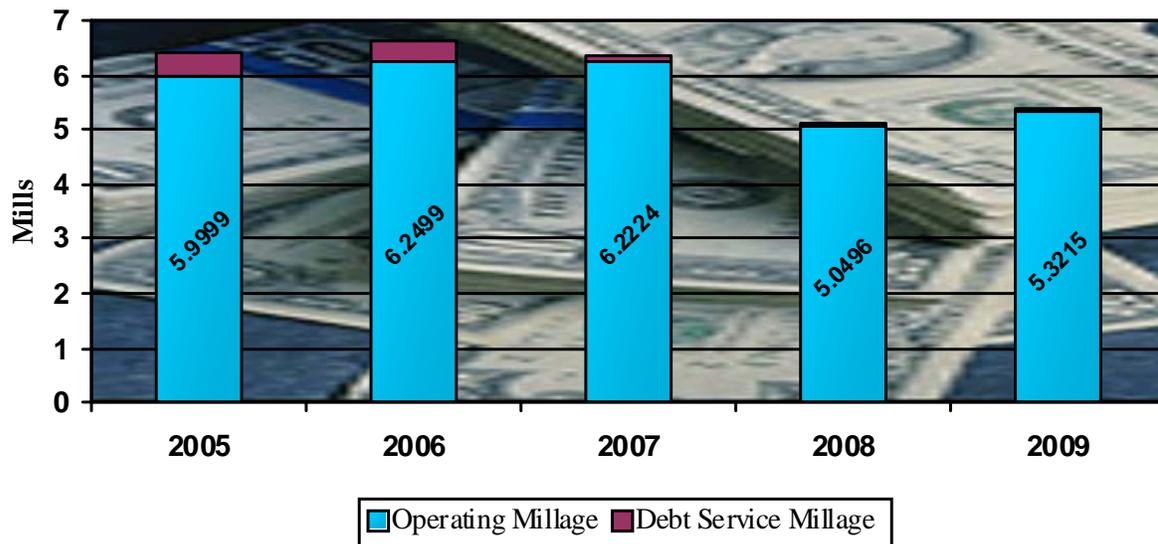
CITY OF TAMARAC, FLORIDA

MANAGEMENT'S DISCUSSION AND ANALYSIS SEPTEMBER 30, 2009

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.

The City's is considered to be also built out because of its growing population and shrinking vacant land available for development. The Broward County real estate market has continued to witness decline in the value of property although the tax roll increased by 3.0 percent in calendar year 2008. Broward County has not been left out of the national sub-prime mortgage crisis with the State of Florida ranking in the top 5 states in terms of foreclosures. The Broward County Property Appraiser is predicting further decline in both the market and taxable value of property for the City's property tax roll in calendar years 2009 and 2010.

**Figure A-4
Total City Millage**



The operating millage for calendar year 2008 collected in fiscal year 2009 is 5.3215 per thousand dollars of taxable value. The increase of .2719 mills is the majority vote millage rate assessed by the City Commission in FY08. 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 2010 budgeted expenditures and transfers are expected to be \$44.7 million, or 5.8 percent, under fiscal year 2009. 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. If you have questions about the report or need additional financial information, contact Mark C. Mason, CPA, Director of Financial Services, City of Tamarac, 7525 NW. 88th Ave, Tamarac, Florida 33321.

BASIC FINANCIAL STATEMENTS

CITY OF TAMARAC, FLORIDA

STATEMENT OF NET ASSETS

SEPTEMBER 30, 2009

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
ASSETS			
Cash and equity in pooled cash	\$ 8,385,215	\$ 10,815,576	\$ 19,200,791
Investments	53,521,147	12,839,422	66,360,569
Accounts receivable - net	7,574,866	3,559,530	11,134,396
Advances to pension plan	370,659	-	370,659
Internal balances	(1,202,399)	1,202,399	-
Inventories	76,606	316,290	392,896
Prepaid expenses	-	500	500
Deferred charges	230,067	1,509,229	1,739,296
Restricted assets:			
Cash and equity in pooled cash and investments	-	1,467,355	1,467,355
Net pension asset	555,549	-	555,549
Land	23,801,162	7,460,603	31,261,765
Construction in progress	10,391,025	1,999,521	12,390,546
Public Art	437,480	-	437,480
Infrastructure - net	48,988,863	2,625,687	51,614,550
Other capital assets - net	29,441,725	51,353,199	80,794,924
Total assets	<u>182,571,965</u>	<u>95,149,311</u>	<u>277,721,276</u>
LIABILITIES			
Accounts payable	2,767,941	667,963	3,435,904
Accrued liabilities	1,686,133	313,395	1,999,528
Accrued interest payable	980,116	67,193	1,047,309
Net OPEB obligations	150,450	35,050	185,500
Customer deposits	98,293	1,467,355	1,565,648
Deferred revenue	722,574	-	722,574
Net pension obligation	175,977	-	175,977
Noncurrent liabilities:			
Due within one year	1,555,804	521,569	2,077,373
Due in more than one year	39,000,478	18,105,876	57,106,354
Total liabilities	<u>47,137,766</u>	<u>21,178,401</u>	<u>68,316,167</u>
NET ASSETS			
Invested in capital assets, net of related debt	70,287,275	45,546,743	115,834,018
Restricted for:			
Renewal and replacement	-	5,470,252	5,470,252
Public Safety	2,771,337	-	2,771,337
Community Development	2,058,049	-	2,058,049
Culture and recreation	2,005,798	-	2,005,798
Infrastructure	10,408,417	-	10,408,417
Debt service funds	191,933	-	191,933
Other Purposes	39,534	1,439,465	1,478,999
Unrestricted	47,671,856	21,514,450	69,186,306
Total net assets	<u>\$ 135,434,199</u>	<u>\$ 73,970,910</u>	<u>\$ 209,405,109</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, 2009

	<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>Functions/programs</u>							
Primary government:							
Governmental activities:							
General government	\$ 12,597,059	\$ 1,322,983	\$ 43,042	\$ 197,124	\$ (11,033,910)	\$ -	\$ (11,033,910)
Public safety	30,471,668	13,790,107	143,779	766,210	(15,771,572)	-	(15,771,572)
Transportation	1,881,356	22,916	80,500	248,863	(1,529,077)	-	(1,529,077)
Culture and recreation	4,097,080	617,553	-	2,758,435	(721,092)	-	(721,092)
Physical environment	3,319,120	474,243	-	-	(2,844,877)	-	(2,844,877)
Economic environment	2,600,159	-	2,544,869	-	(55,290)	-	(55,290)
Human services	335,523	-	-	-	(335,523)	-	(335,523)
Interest on long-term debt	1,727,200	-	-	-	(1,727,200)	-	(1,727,200)
Total governmental activities	<u>57,029,165</u>	<u>16,227,802</u>	<u>2,812,190</u>	<u>3,970,632</u>	<u>(34,018,541)</u>	<u>-</u>	<u>(34,018,541)</u>
Business-type activities:							
Utilities	19,425,830	19,603,121	13,953	19,500	-	210,744	210,744
Stormwater	3,401,976	4,718,123	-	-	-	1,316,147	1,316,147
Total business activities	<u>22,827,806</u>	<u>24,321,244</u>	<u>13,953</u>	<u>19,500</u>	<u>-</u>	<u>1,526,891</u>	<u>1,526,891</u>
Total primary government	<u>\$ 79,856,971</u>	<u>\$ 40,549,046</u>	<u>\$ 2,826,143</u>	<u>\$ 3,990,132</u>	<u>\$ (34,018,541)</u>	<u>\$ 1,526,891</u>	<u>\$ (32,491,650)</u>
General revenues:							
Taxes:							
Property taxes, levied for general purpose					\$ 19,970,716	\$ -	\$ 19,970,716
Property taxes, levied for debt service					261,027	-	261,027
Utility taxes					145,444	-	145,444
Franchise fees					4,628,491	-	4,628,491
Communication service taxes					3,095,399	-	3,095,399
Gas taxes					972,074	-	972,074
Intergovernmental not restricted to specific program					4,799,972	-	4,799,972
Investment income					857,983	314,330	1,172,313
Miscellaneous					6,754,945	-	6,754,945
Gain on sale of capital assets					2,023	95,413	97,436
Transfers					380,100	(380,100)	-
Total general revenues and transfers					<u>41,868,174</u>	<u>29,643</u>	<u>41,897,817</u>
Change in net assets					7,849,633	1,556,534	9,406,167
Net assets, October 1					<u>127,584,566</u>	<u>72,414,376</u>	<u>199,998,942</u>
Net assets, September 30					<u>\$ 135,434,199</u>	<u>\$ 73,970,910</u>	<u>\$ 209,405,109</u>

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

CITY OF TAMARAC, FLORIDA
BALANCE SHEET
GOVERNMENTAL FUNDS
 SEPTEMBER 30, 2009

	Major Funds				
	<u>General</u>	<u>Special Revenue Fire Rescue</u>	<u>General Capital Projects</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and equity in pooled cash	\$ 8,340,389	\$ 712,557	\$ 6,025,657	\$ 5,553,811	\$ 20,632,414
Investments	13,789,159	1,422,039	9,769,460	8,596,929	33,577,587
Accounts receivable - net	1,308,417	1,379,843	-	2,052,845	4,741,105
Inventories	76,606	-	-	-	76,606
Due from other funds	1,982,784	193,021	-	17,919	2,193,724
Advances to pension plan	370,659	-	-	-	370,659
Due from other governments	567,179	55,503	-	2,211,079	2,833,761
Total assets	<u>\$ 26,435,193</u>	<u>\$ 3,762,963</u>	<u>\$ 15,795,117</u>	<u>\$ 18,432,583</u>	<u>\$ 64,425,856</u>
LIABILITIES AND FUND BALANCES					
Accounts payable	\$ 1,911,731	\$ 68,123	\$ 226,700	\$ 354,748	\$ 2,561,302
Accrued liabilities	685,995	980,235	-	2,795	1,669,025
Accrued bonds and interest payable	-	-	-	980,116	980,116
Due to other funds	489,638	-	4,621	1,982,784	2,477,043
Due to other governmental units	4,522	-	-	123,992	128,514
Escrow deposits	98,293	-	-	-	98,293
Deferred revenue	494,889	-	-	227,685	722,574
Total liabilities	<u>3,685,068</u>	<u>1,048,358</u>	<u>231,321</u>	<u>3,672,120</u>	<u>8,636,867</u>
FUND BALANCES					
Reserved for:					
Encumbrances	132,000	33,180	173,788	2,399,442	2,738,410
Inventories and prepayments	76,606	-	-	-	76,606
Advances to pension plan	370,659	-	-	-	370,659
Police training	11,188	-	-	-	11,188
Special revenue funds	-	2,681,425	-	4,497,912	7,179,337
Capital projects funds	-	-	-	7,891,555	7,891,555
Unreserved reported in:					
Special revenue funds	-	-	-	(220,379)	(220,379)
Debt service funds	-	-	-	191,933	191,933
General fund, designated	10,898,495	-	-	-	10,898,495
Capital project fund, designated	-	-	15,390,008	-	15,390,008
General fund, undesignated	11,261,177	-	-	-	11,261,177
Total fund balances	<u>22,750,125</u>	<u>2,714,605</u>	<u>15,563,796</u>	<u>14,760,463</u>	<u>55,788,989</u>
Total liabilities and fund balances	<u>\$ 26,435,193</u>	<u>\$ 3,762,963</u>	<u>\$ 15,795,117</u>	<u>\$ 18,432,583</u>	<u>\$ 64,425,856</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, 2009

Fund balances - total government funds (Page 18) \$ 55,788,989

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	144,797,798
Less accumulated depreciation	(31,737,542)

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

Net pension asset	555,549
Net pension obligation	(175,977)

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	(36,021,069)	
Parking lot	(260,800)	
Retainage on land purchase	(1,000,000)	(37,281,869)
OPEB Obligations attributable to retirees benefits financed from governmental fund types		(148,832)
Bond issuance costs		230,067
Compensated absences		(2,339,635)

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

5,744,033

Net assets of governmental activities (Page 16) \$ 135,432,581

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, 2009

	<u>Major Funds</u>				
	<u>General</u>	<u>Fire Rescue</u>	<u>General Capital Projects</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES:					
Taxes:					
Property	\$ 19,970,716	\$ -	\$ -	\$ 261,027	\$ 20,231,743
Utility Tax	145,444	-	-	-	145,444
Fuel	972,074	-	-	-	972,074
Franchise	4,628,491	-	-	-	4,628,491
Communication	3,095,399	-	-	-	3,095,399
Charges for services	1,245,477	2,507,465	-	50,826	3,803,768
Payment in lieu of taxes	718,062	-	-	-	718,062
Intergovernmental	4,776,280	37,206	-	4,196,018	9,009,504
Licenses and permits	2,376,229	-	-	-	2,376,229
Fines and forfeitures	583,158	-	-	-	583,158
Investment income	362,314	50,148	240,065	205,457	857,984
Donations from private resources	-	-	-	7,765	7,765
Miscellaneous	6,474,743	276,942	-	-	6,751,685
Special assessments	-	8,746,585	-	13,673	8,760,258
Total revenues	<u>45,348,387</u>	<u>11,618,346</u>	<u>240,065</u>	<u>4,734,766</u>	<u>61,941,564</u>
EXPENDITURES:					
Current:					
General government	11,399,875	-	-	235,046	11,634,921
Public safety	12,693,959	16,822,214	-	53,608	29,569,781
Transportation	1,011,802	-	-	248,863	1,260,665
Culture and recreation	3,298,757	-	-	15,717	3,314,474
Physical environment	3,239,801	-	-	-	3,239,801
Economic environment	317,142	-	-	2,291,305	2,608,447
Human services	281,767	-	-	58,858	340,625
Debt service:					
Principal retirement	-	-	2,000,000	1,300,103	3,300,103
Interest and fiscal charges	-	-	124,280	1,832,987	1,957,267
Capital outlay:					
General government	144,605	-	125,238	4,000	273,843
Public safety	12,739	187,474	11,073	366,066	577,352
Transportation	49,150	-	129,356	107,483	285,989
Physical environment	-	-	8,000	55,262	63,262
Culture and recreation	60,250	-	126,470	2,238,550	2,425,270
Human services	-	-	-	-	-
Total expenditures	<u>32,509,847</u>	<u>17,009,688</u>	<u>2,524,417</u>	<u>8,807,848</u>	<u>60,851,800</u>
Excess (deficiency) of revenues over (under) expenditures	<u>12,838,540</u>	<u>(5,391,342)</u>	<u>(2,284,352)</u>	<u>(4,073,082)</u>	<u>1,089,764</u>
Other financing sources (uses):					
Proceeds from issuance of debt refunding bond	-	-	124,280	5,350,000	5,474,280
Payment to refunding bond escrow account	-	-	-	(5,275,000)	(5,275,000)
Transfers in	400,100	6,776,500	1,198,916	3,045,206	11,420,722
Transfers out	(10,586,115)	-	-	(454,507)	(11,040,622)
Total other financing sources (uses)	<u>(10,186,015)</u>	<u>6,776,500</u>	<u>1,323,196</u>	<u>2,665,699</u>	<u>579,380</u>
Net change in fund balances	2,652,525	1,385,158	(961,156)	(1,407,383)	1,669,144
Fund balances - beginning	<u>20,097,600</u>	<u>1,329,447</u>	<u>16,524,952</u>	<u>16,167,846</u>	<u>54,119,845</u>
Fund balances - ending	<u>\$ 22,750,125</u>	<u>\$ 2,714,605</u>	<u>\$ 15,563,796</u>	<u>\$ 14,760,463</u>	<u>\$ 55,788,989</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, 2009

Amounts reported for governmental activities in the statement of activities (Page 17) are different because:

Net change in fund balances - total government funds (Page 20) \$ 1,669,144

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	\$ 3,604,009	
Less current year depreciation	<u>(3,328,912)</u>	275,097

The effect of various miscellaneous transactions involving capital assets

Donation of capital assets		2,560,890
Other Transactions		<u>(3,755)</u>

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

Principal repayments		8,645,103
Debt proceeds		<u>(5,474,280)</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	(251,641)	
Amortization of bond discount	(20,517)	
Deferred bond issuance costs	230,067	
Amortization of pension assets	<u>(432,914)</u>	(475,005)

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. (148,832)

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. 801,271

Change in net assets of governmental activities (Page 17) \$ 7,849,633

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, 2009

ASSETS	Business- type activities			Governmental
	Enterprise Funds			Activities
	Utilities	Stormwater	Total	Internal Service Insurance Service Fund
Current assets:				
Cash and equity in pooled cash and investments	\$ 7,048,732	\$ 3,766,844	\$ 10,815,576	\$ 3,009,279
Investments	6,945,917	5,893,505	12,839,422	4,687,082
Accounts receivable - net	3,019,722	539,808	3,559,530	-
Due from other funds	218,059	38,453	256,512	26,866
Inventories	311,445	4,845	316,290	-
Prepaid expenses	500	-	500	-
Total current assets	<u>17,544,375</u>	<u>10,243,455</u>	<u>27,787,830</u>	<u>7,723,227</u>
Non-current assets:				
Restricted assets:				
Cash and equity in pooled cash and investments	1,457,556	9,799	1,467,355	-
Deferred charges	1,043,692	463,882	1,507,574	-
Unamortized costs/expenses	1,655	-	1,655	-
Capital assets:				
Land	7,415,829	44,774	7,460,603	-
Building	7,328,350	1,480,000	8,808,350	-
Equipment	3,287,700	1,138,068	4,425,768	15,766
Improvements other than building	84,358,972	2,900,690	87,259,662	-
Infrastructure	58,974	28,479,682	28,538,656	-
Construction in progress - infrastructure	1,708,076	291,445	1,999,521	-
Total capital assets	104,157,901	34,334,659	138,492,560	15,766
Less accumulated depreciation	(47,494,754)	(27,558,796)	(75,053,550)	(15,766)
Total capital assets - net	<u>56,663,147</u>	<u>6,775,863</u>	<u>63,439,010</u>	<u>-</u>
Total non-current assets	<u>59,166,050</u>	<u>7,249,544</u>	<u>66,415,594</u>	<u>-</u>
Total assets	<u>76,710,425</u>	<u>17,492,999</u>	<u>94,203,424</u>	<u>7,723,227</u>
LIABILITIES				
Current liabilities:				
Accounts payable	553,279	108,529	661,808	78,126
Accrued liabilities	263,195	50,200	313,395	17,108
Accrued interest payable	52,667	14,526	67,193	-
Due to other funds	-	59	59	-
Due to other governments	6,155	-	6,155	-
Claims payable	-	-	-	891,000
Current portion of bonds payable	219,297	215,000	434,297	-
Customer deposits	1,457,556	9,799	1,467,355	-
Net OPEB obligations	33,972	1,078	35,050	1,618
Compensated absences	79,014	8,258	87,272	4,816
Total current liabilities	<u>2,665,135</u>	<u>407,449</u>	<u>3,072,584</u>	<u>992,668</u>
Non-current liabilities:				
Bonds payable	13,449,618	4,010,007	17,459,625	-
Compensated absences	579,438	66,813	646,251	38,962
Total noncurrent liabilities	<u>14,029,056</u>	<u>4,076,820</u>	<u>18,105,876</u>	<u>38,962</u>
Total liabilities	<u>16,694,191</u>	<u>4,484,269</u>	<u>21,178,460</u>	<u>1,031,630</u>
NET ASSETS				
Invested in capital assets, net of related debt	42,995,887	2,550,856	45,546,743	-
Restricted for:				
Renewal and replacement	5,470,252	-	5,470,252	-
Debt Service	896,953	542,512	1,439,465	-
Unrestricted	<u>10,653,142</u>	<u>9,915,362</u>	<u>20,568,504</u>	<u>6,691,597</u>
Total net assets	<u>\$ 60,016,234</u>	<u>\$ 13,008,730</u>	<u>73,024,964</u>	<u>\$ 6,691,597</u>

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.

945,946
\$ 73,970,910

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, 2009

	Business-type Activities - Enterprise Funds			Governmental Activities Internal Service - Insurance Service Fund
	Utilities	Stormwater	Total	
OPERATING REVENUES:				
Charges for services	\$ 19,553,248	\$ 4,671,149	\$ 24,224,397	\$ 2,505,300
Other	49,873	46,974	96,847	26,685
Total operating revenues	19,603,121	4,718,123	24,321,244	2,531,985
OPERATING EXPENSES:				
Administrative costs	997,920	1,441,624	2,439,544	564,316
Operations and maintenance	10,911,347	1,341,603	12,252,950	-
Claims expense	-	-	-	1,105,483
Depreciation and amortization	3,107,464	367,256	3,474,720	-
Other services and charges	4,197,410	125,132	4,322,542	-
Total operating expenses	19,214,141	3,275,615	22,489,756	1,669,799
Operating income	388,980	1,442,508	1,831,488	862,186
NONOPERATING REVENUES (EXPENSES):				
Intergovernmental	13,953	-	13,953	-
Investment income	181,541	132,789	314,330	103,201
Interest expense and fees	(340,924)	(126,361)	(467,285)	-
Loss on defeased bonds	(34,881)	-	(34,881)	-
Gain on disposal of fixed assets	59,363	36,050	95,413	-
Total nonoperating revenues (expenses)	(120,948)	42,478	(78,470)	103,201
Income before contributions and transfers	268,032	1,484,986	1,753,018	965,387
Capital contributions - impact fees	19,500	-	19,500	-
Transfer from other funds	333,600	-	333,600	-
Transfer to other funds	(186,000)	(527,700)	(713,700)	-
Net contributions and transfers	167,100	(527,700)	(360,600)	-
Change in net assets	435,132	957,286	1,392,418	965,387
Total net assets, October 1	59,581,102	12,051,444		5,726,210
Total net assets, September 30	\$ 60,016,234	\$ 13,008,730		\$ 6,691,597

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.

164,116
\$ 1,556,534

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, 2009

	Business-type Activities			Governmental
	Enterprise Funds			Activities
	Utilities	Stormwater	Total	Internal Service
				Insurance
				Service Fund
Cash flows from operating activities:				
Receipts from customers and users	\$ 19,238,007	\$ 4,651,305	\$ 23,889,312	\$ 2,531,985
Payments to suppliers for goods and services	(7,614,881)	(1,732,095)	(9,346,976)	(54,671)
Payments to claim recipients	-	-	-	(1,184,483)
Payments to employees	(5,523,092)	(977,659)	(6,500,751)	(326,719)
Payments for interfund services charges	(3,497,459)	(266,253)	(3,763,712)	(186,666)
Net cash provided by operating activities	<u>2,602,575</u>	<u>1,675,298</u>	<u>4,277,873</u>	<u>779,446</u>
Cash flows from noncapital financing activities:				
Subsidy from federal and state grant	13,953	-	13,953	-
Transfers in from other funds	333,600	-	333,600	-
Transfer out to other funds	(186,000)	(527,700)	(713,700)	-
Net cash provided by (used in) noncapital financing activities	<u>161,553</u>	<u>(527,700)</u>	<u>(366,147)</u>	<u>-</u>
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(1,316,287)	(312,638)	(1,628,925)	-
Proceeds from sale of capital assets	59,362	36,050	95,412	-
Loss on defeased bonds	(34,881)	-	(34,881)	-
Bond proceeds	12,976,318	3,881,118	16,857,436	-
Principal paid on capital debt	(11,192,447)	(4,270,725)	(15,463,172)	-
Interest paid on capital debt	(515,620)	(267,416)	(783,036)	-
Net cash (used in) capital and related financing activities	<u>(23,555)</u>	<u>(933,611)</u>	<u>(957,166)</u>	<u>-</u>
Cash flows from investing activities:				
Proceeds from sales and maturities of investments	(12,290,267)	(10,428,105)	(22,718,372)	(8,293,433)
Purchases of investments	5,344,349	4,534,599	9,878,948	3,606,350
Interest received	181,541	132,789	314,330	103,201
Net cash used in investing activities	<u>(6,764,377)</u>	<u>(5,760,717)</u>	<u>(12,525,094)</u>	<u>(4,583,882)</u>
Net decrease in cash and cash equivalents	(4,023,804)	(5,546,730)	(9,570,534)	(3,804,436)
Cash and cash equivalents at beginning of year	<u>12,530,092</u>	<u>9,323,373</u>	<u>21,853,465</u>	<u>6,813,715</u>
Cash and cash equivalents at end of year	<u>\$ 8,506,288</u>	<u>\$ 3,776,643</u>	<u>\$ 12,282,931</u>	<u>\$ 3,009,279</u>
Pooled cash and cash equivalents per statement of net assets:				
Unrestricted	\$ 7,048,732	\$ 3,766,844	\$ 10,815,576	\$ 3,009,279
Restricted	1,457,556	9,799	1,467,355	-
Total, September 30	<u>\$ 8,506,288</u>	<u>\$ 3,776,643</u>	<u>\$ 12,282,931</u>	<u>\$ 3,009,279</u>
Reconciliation of operating income to net cash provided by operating activities:				
Operating income	\$ 388,980	\$ 1,442,508	\$ 1,831,488	\$ 862,186
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation and amortization	\$ 3,107,464	\$ 367,256	\$ 3,474,720	\$ -
Change in assets and liabilities:				
Increase in accounts receivable	(356,185)	(66,830)	(423,015)	-
Increase in due from other funds	(218,059)	(38,453)	(256,512)	(26,866)
Decrease in inventories	7,412	-	7,412	-
Decrease in prepayments	21,395	-	21,395	3,990
Decrease in accounts payable	(372,577)	(43,985)	(416,562)	14,082
Decrease in accrued liabilities	(38,384)	(4,005)	(42,389)	(549)
Increase in due to other government	4,171	-	4,171	-
Increase in compensated absences	33,315	17,717	51,032	3,985
Increase in OPEB obligation	33,972	1,078	35,050	1,618
Increase in estimated insurance claims payable	-	-	-	(79,000)
Increase in customer deposits	(8,929)	12	(8,917)	-
Total adjustments	<u>2,213,595</u>	<u>232,790</u>	<u>2,446,385</u>	<u>(82,740)</u>
Net cash provided by operating activities	<u>\$ 2,602,575</u>	<u>\$ 1,675,298</u>	<u>\$ 4,277,873</u>	<u>\$ 779,446</u>
Non-cash investing, capital and financing activities:				
Decrease in fair value of Investments	\$ (24,366)	\$ (18,798)	\$ (43,164)	\$ -
Contributions of capital assets from developers	<u>\$ 19,500</u>	<u>\$ -</u>	<u>\$ 19,500</u>	<u>\$ -</u>

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, 2009

		<u>Employees Retirement Funds</u>
ASSETS		
Equity in pooled cash and investments	\$	777,702
Receivables:		
Interest and dividend receivables		11,146
Contributions receivable		<u>99,707</u>
Total receivables		<u>110,853</u>
Investments, at fair value		
Common stock	38,078,483	
Government securities	13,396,263	
Corporate bonds	6,579,795	
Mutual funds	21,899,500	
Money market funds	<u>3,968,498</u>	<u>83,922,539</u>
Total assets		<u>84,811,094</u>
LIABILITIES		
Accounts payable		81,833
Deferred revenue		<u>370,659</u>
Total liabilities		<u>452,492</u>
NET ASSETS		
Held in trust for pension benefits		<u>84,358,602</u>
Total net assets		<u>\$ 84,358,602</u>

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

CITY OF TAMARAC, FLORIDA
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	Employees Retirement <u>Funds</u>
ADDITIONS	
Contributions:	
City	\$ 5,898,747
Plan members	1,742,949
State	<u>1,057,013</u>
Total contributions	<u>8,698,709</u>
Investment income:	
Net appreciation in fair value of investments	986,377
Interest and dividend income	<u>1,606,203</u>
Total investment income	2,592,580
Less investment expenses	<u>(391,789)</u>
Net investment income	<u>2,200,791</u>
Total additions	<u>10,899,500</u>
DEDUCTIONS	
Benefits paid and refunds	4,069,409
Administrative expenses	<u>226,825</u>
Total deductions	<u>4,296,234</u>
Change in net assets	6,603,266
Net assets, October 1	<u>77,755,336</u>
Net assets, September 30	<u><u>\$ 84,358,602</u></u>

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, 2009

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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 full range of municipal services authorized by its charter: public safety, highways and streets, sanitation, health and social services, culture, recreation, bus transportation, public improvements, planning and zoning, water and sewer and general administrative services.

The accounting policies of the City conform to Accounting Principles Generally Accepted 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.

A. 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 the application of these criteria, there were no organizations which met the criteria described above.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the non-fiduciary activities of the 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 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*.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Government-wide and Fund Financial Statements (Continued)

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.

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as 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 acquisition of equipment and the construction of major capital project other than those financed by the proprietary funds.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

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 specific purposes.

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 other charges 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, 2009

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities, and Net Assets or Equity

1. Deposits and Investments

Equity in pooled cash and cash equivalents includes cash on hand, investments with the State Board of Administration and Florida Surplus Asset Fund Trust investment pools (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.

For the purpose of the statement of cash flows for the proprietary fund types, cash and cash equivalent 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. 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 residual balances outstanding between the governmental activities and business 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.

3. Inventories, Prepaid Items and Unamortized Costs

Inventories are valued at cost, which approximates market, using the average cost method. The costs of inventories are recorded as expenditures when consumed rather than when purchased.

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

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities, and Net Assets or Equity (Continued)

4. 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 statements 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.

5. Capital Assets

Capital assets, which include land, plant, 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 historical cost if purchased or constructed. 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.

Major outlays for capital assets and improvements are capitalized as they are completed.

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

<u>Assets</u>	<u>Years</u>
Buildings	40-50
Building improvements	20
Infrastructure street (Asphalt)	35-40
Sidewalks	30
Light Poles (Concrete)	40
Pump Stations	30
Stormwater Lines	30
Culverts	30
Catch Basins	30
Vehicles	4-20
Office equipment	5
Office furniture	10
Computer equipment	4-5

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities, and Net Assets or Equity (Continued)

6. Deferred Revenue

Deferred revenues are recorded for governmental fund receivables that are not both measurable and available. In addition, inflows that do not yet meet the criteria for revenue recognition, such as occupational licenses collected in advance, are recorded as deferred revenue in the government-wide and the fund statements.

7. 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, proprietary, and fiduciary 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.

8. 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. Bond discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bonds discount.

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.

9. 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. 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, 2009 was 5.3215 mills.

The tax levy of the City is established by the Commission prior to October 1 of each year, and the Broward County Property Appraiser incorporates the millage into the local tax levy, which includes Broward County, Broward County School Board and special taxing districts.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities, and Net Assets or Equity (Continued)

9. Property Taxes (Continued)

All property is reassessed according to its fair market value as of January 1 of each year. Each assessment roll is submitted to the Executive Director of the State Department of Revenue for review to determine if the rolls meet all of the appropriate requirements of State Statutes.

All real and tangible personal property taxes are due and payable on November 1 each year. Broward County mails to each property owner on the assessment roll a notice of the taxes due and Broward County also collects the taxes for the City.

Taxes may be paid upon receipt of such notice from Broward County, with discounts at the rate of four percent (4%) if paid in the month of November, three percent (3%) if paid in the month of December, two percent (2%) if paid in the month of January and one percent (1%) if paid in the month of February. Taxes paid during the month of March are without discount, 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. Procedures for the collection of delinquent taxes by Broward County are provided for in the Laws of Florida. There were no material delinquent property taxes at September 30, 2009; therefore an allowance for uncollectible taxes has not been recorded.

10. Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific future purpose. The description of each reserve indicates the purpose for which each was intended. Designations of fund balance represent tentative management plans that are subject to change. Unreserved undesignated fund balance is the portion of fund equity available for any lawful use.

11. Net Assets

Net assets of the government-wide and proprietary funds are categorized as invested in capital assets net of related debt, restricted or unrestricted. The first category represents net assets related to capital assets net of any outstanding debt associated with the capital assets.

In the government-wide and proprietary funds financial statements, restricted net assets are used to indicate the segregation of a portion of net assets equal to certain assets that are restricted by requirements of revenue bonds and other externally imposed constraints or by legislation in excess of the related liabilities payable from restricted assets.

12. Contributions

Contributions from private developers and customers representing “water and wastewater impact fees” for the future acquisition or expansion of capital improvements of City operated water and wastewater systems are recorded as non-operating revenues and reflected on the statement of activities.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

D. Assets, Liabilities, and Net Assets or Equity (Continued)

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. DEPOSITS AND INVESTMENTS

Cash and Investment

The City, for accounting and investment purposes, maintains a cash and investment pool for use by all City 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.

a. Cash Deposits

The carrying amounts of the City's cash deposits were \$15,139,130 including petty cash on hand of \$2,825 as of September 30, 2009. Bank balances before reconciling items were \$15,157,400 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.

In addition, cash and investments are separately held by the City's Enterprise and Trust Funds and related investment income is recorded in these funds. Deposits consist of interest and non-interest bearing demand accounts and certificates of deposit.

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, 2009

NOTE 2. DEPOSITS AND INVESTMENTS (Continued)

b. Investments

Under the provisions of the City's investment policy, and in accordance with Florida Statutes, the following investments were authorized:

	<u>Maximum Maturity</u>	<u>Maximum % of Portfolio</u>
State Board of Administration	N/A	90%
U.S. Treasury Securities	15 years	95%
U.S. Government Obligations	10 years	85%
U.S. Government Instrumentalities	10 years	85%
Certificate of Deposits	5 years	85%
Commercial Papers by any US Corporation	270 days	10%
Bankers' Acceptance	270 days	10%
Money Market Funds	N/A	20%

Collateralization will be required on two types of investments: certificate of deposits and overnight repurchase agreements. In order to anticipate market changes and provide an increased level of security for all funds, the collateralization level will be 100% at a minimum up to 102% being desired.

As of September 30, 2009, the City had the following investments and maturities:

	Credit Quality				
	<u>Ratings</u>	<u>Fair Value</u>	<u>within 6 months</u>	<u>1 to 3 years</u>	
State Board of Administration	Not Rated	\$ 84	\$ 84	\$ -	
Florida Safe Investment Pool	AAAM	21,292,981	21,292,981	-	
Certificates of Deposits	Not Rated	5,939,000	-	5,939,000	
AIM Short term Investment	Not Rated	38,779	38,779	-	
US Government Agency Securities-callable	AAA	1,499,532	-	1,499,532	
US Government Agency Securities	AAA	43,898,537	19,770,531	24,128,006	
		<u>\$ 72,668,913</u>	<u>\$ 41,102,375</u>	<u>\$ 31,566,538</u>	

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 2. DEPOSITS AND INVESTMENTS (Continued)

c. Risk Disclosures

Interest Rate Risk. Interest 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.

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).

Concentration of Credit Risk. The investment policy of the City contains no limitation on the amount that can be invested in any one issuer beyond that stated above. Investments in any one issuer that represents 5% or more of total City investments are as follows:

Issuer	Investment Type	Reported Amount	%
FFCB	Federal Agency Securities	\$ 6,548,284	10%
FHLB	Federal Agency Securities	20,691,975	31%
FHLMC	Federal Agency Securities	7,017,652	10%
FNMA	Federal Agency Securities	11,140,157	17%

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's investments at September 30, 2009 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.

Local Government Investment Pool. At September 30, 2009, the City had \$21,292,981 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 State Statutes. 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, 2009

NOTE 2. DEPOSITS AND INVESTMENTS (Continued)

d. 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	\$ 7,653,302	\$ 2,612,323	\$ 27,812,858	\$ -
Government securities, corporate bonds and mortgage backed securities	7,287,119	1,017,654	11,671,285	-
Mutual funds	8,452,564	1,819,693	-	11,627,243
Money market funds	1,125,156	871,689	1,971,653	-
Total	<u>\$ 24,518,141</u>	<u>\$ 6,321,359</u>	<u>\$ 41,455,796</u>	<u>\$ 11,627,243</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	\$ 3,783,055	\$ -	\$ 1,335,563	\$ 1,039,044	\$ 1,408,448
US Agencies	2,334,962	-	4,077	389,912	1,940,973
US Treasuries	1,169,102	-	242,002	642,372	284,728
Total	<u>\$ 7,287,119</u>	<u>\$ -</u>	<u>\$ 1,581,642</u>	<u>\$ 2,071,328</u>	<u>\$ 3,634,149</u>

The Fund does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 2. DEPOSITS AND INVESTMENTS (Continued)

d. Employee Pension Plans (Continued)

The Fund 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 Moody's Investors Services as follows:

Rating	Fair Value
A1	\$ 260,174
A2	656,783
A3	616,080
Aa2	182,514
Aa3	38,431
Aaa	4,028,749
B1	36,638
Ba1	133,649
Baa1	389,879
Baa2	283,151
Unrated	661,071
<i>Total</i>	<u>\$ 7,287,119</u>

The Fund limits investments that may be invested in any one issuer to no more than 5% of Plan Net Assets, other than those issued by the US Government or its Agencies.

Police Officers' Pension Trust Fund

The police officers' 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	\$ 918,987	\$ -	\$ 713,947	\$ 205,040	\$ -
US Treasuries	98,667	-	-	-	98,667
Total	<u>\$ 1,017,654</u>	<u>\$ -</u>	<u>\$ 713,947</u>	<u>\$ 205,040</u>	<u>\$ 98,667</u>

The Fund does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 2. DEPOSITS AND INVESTMENTS (Continued)

d. Employee Pension Plans (Continued)

Police Officers' Pension Trust Fund (Continued)

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:

Rating	Fair Value
A1	\$ 105,040
A2	304,284
A3	98,123
AA2	111,318
AA3	99,329
AAA	299,560
<i>Total</i>	\$ 1,017,654

The Fund does not allow investment in a single issuer to exceed 5% of Plan Net Assets, other than those of the US Government or its Agencies.

Firefighters' Pension Trust Fund

The firefighters' 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	\$ 1,877,753	\$ -	\$ 747,287	\$ 750,224	\$ 380,242
US Treasuries	8,932,464	608,940	2,507,282	782,827	5,033,415
US Agencies	861,068	-	254,598	327,657	278,813
<i>Total</i>	\$ 11,671,285	\$ 608,940	\$ 3,509,167	\$ 1,860,708	\$ 5,692,470

The Fund does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 2. DEPOSITS AND INVESTMENTS (Continued)

d. Employee Pension Plans (Continued)

Firefighters' Pension Trust Fund (Continued)

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:

Rating	Fair Value
A	\$ 105,813
A-	198,168
A+	148,994
AA	246,591
AA+	153,138
AAA	10,748,115
Unrated	70,466
<i>Total</i>	<u>\$ 11,671,285</u>

The Fund limits the investments in securities from any one issuer to no more than 5% of Plan Net Assets, other than those issued by the US Government and its Agencies.

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 \$11,627,243 is in mutual funds at September 30, 2008.

The Fund does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

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	0.70%
Broad Market High Quality Bond	41.50%
High Quality Growth	7.40%
Diversified Large Cap Value	7.80%
Russell 1000 Index	22.70%
Diversified Small Cap Equity	10.60%
International Blend	9.30%

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, 2009 it reported to its investors a duration of 3.57 years and a weighted average maturity of 4.81 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/V4.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 3. RECEIVABLES AND PAYABLES

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

	General <u>Fund</u>	Fire Rescue <u>Fund</u>	Other Governmental <u>Funds</u>	<u>Total</u>
Receivables:				
Customers	\$ 1,326,514	\$ 4,771,493	\$ -	\$ 6,098,007
Intergovernmental	567,179	55,503	2,211,079	2,833,761
Other	2,500	-	2,973,936	2,976,436
Gross receivables	1,896,193	4,826,996	5,185,015	11,908,204
Less: allowance for uncollectibles	(20,597)	(3,391,650)	(921,091)	(4,333,338)
Net total receivables	<u>\$ 1,875,596</u>	<u>\$ 1,435,346</u>	<u>\$ 4,263,924</u>	<u>\$ 7,574,866</u>

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

	Utilities <u>Fund</u>	Stom mwater <u>Fund</u>	<u>Total</u>
Receivables:			
Customers	\$ 3,021,005	\$ 544,697	\$ 3,565,702
Other	20,744	-	20,744
Gross receivables	3,041,749	544,697	3,586,446
Less: Allowance for uncollectibles	(22,027)	(4,889)	(26,916)
Net total receivables	<u>\$ 3,019,722</u>	<u>\$ 539,808</u>	<u>\$ 3,559,530</u>

Payables at September 30, 2009 were as follows:

	General <u>Fund</u>	Fire Rescue <u>Fund</u>	General Capital Projects <u>Fund</u>	Other Governmental <u>Funds</u>	Internal Service <u>Fund</u>	<u>Total</u>
Governmental activities:						
Vendors	\$ 1,911,731	\$ 68,123	\$ 226,700	\$ 354,748	\$ 78,126	\$ 2,639,428
Due to other governments	4,522	-	-	123,992	-	128,514
Total governmental activities	<u>\$ 1,916,253</u>	<u>\$ 68,123</u>	<u>\$ 226,700</u>	<u>\$ 478,740</u>	<u>\$ 78,126</u>	<u>\$ 2,767,942</u>
	Utilities <u>Fund</u>	Stom mwater <u>Fund</u>	<u>Total</u>			
Business-type activities:						
Vendors	\$ 553,279	\$ 108,529	\$ 661,808			
Due to other governments	6,155	-	6,155			
Total business-type activities	<u>\$ 559,434</u>	<u>\$ -</u>	<u>\$ 667,963</u>			

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 4. CAPITAL ASSETS

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

	Balance October 1, <u>2008</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	Balance September 30, <u>2009</u>
Governmental activities					
Capital assets not being depreciated:					
Land	\$ 21,240,272	\$ 2,560,890	\$ -	\$ -	\$ 23,801,162
Construction in progress	8,145,647	2,362,728	(117,350)	-	10,391,025
Public Art	<u>-</u>	<u>188,517</u>	<u>-</u>	<u>248,963</u>	<u>437,480</u>
Total capital assets not being depreciated	<u>29,385,919</u>	<u>5,112,135</u>	<u>(117,350)</u>	<u>248,963</u>	<u>34,629,667</u>
Capital assets being depreciated:					
Building and improvements	27,295,420	-	-	-	27,295,420
Improvements other than building	12,164,991	345,554	(2,423)	(10,345)	12,497,777
Infrastructure	55,958,667	338,468	(3,999)	-	56,293,136
Equipment	<u>14,117,616</u>	<u>486,092</u>	<u>(283,293)</u>	<u>(238,618)</u>	<u>14,081,797</u>
Total capital assets being depreciated	<u>109,536,694</u>	<u>1,170,114</u>	<u>(289,715)</u>	<u>(248,963)</u>	<u>110,168,130</u>
Less accumulated depreciation for:					
Building and improvements	(9,442,102)	(843,496)	-	-	(10,285,598)
Improvements other than building	(1,790,875)	(558,640)	2,423	-	(2,347,092)
Infrastructure	(6,554,877)	(750,254)	858	-	(7,304,273)
Equipment	<u>(10,906,736)</u>	<u>(1,176,522)</u>	<u>282,679</u>	<u>-</u>	<u>(11,800,579)</u>
Total accumulated depreciation	<u>(28,694,590)</u>	<u>(3,328,912)</u>	<u>285,960</u>	<u>-</u>	<u>(31,737,542)</u>
Net capital assets being depreciated	<u>80,842,104</u>	<u>(2,158,798)</u>	<u>(3,755)</u>	<u>(248,963)</u>	<u>78,430,588</u>
Governmental activity capital assets, net	<u>\$ 110,228,023</u>	<u>\$ 2,953,337</u>	<u>\$ (121,105)</u>	<u>\$ -</u>	<u>\$ 113,060,255</u>

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 4. CAPITAL ASSETS (Continued)

The following is a summary of capital assets in the Enterprise Funds at September 30, 2009:

	Balance October 1, <u>2008</u>	<u>Increases</u>	<u>Decreases</u>	Balance September 30, <u>2009</u>
Business-type activities				
Capital assets not being depreciated:				
Land	\$ 7,460,603	\$ -	\$ -	\$ 7,460,603
Construction in progress	<u>7,442,135</u>	<u>698,169</u>	<u>(6,140,783)</u>	<u>1,999,521</u>
Total capital assets not being depreciated	<u>14,902,738</u>	<u>698,169</u>	<u>(6,140,783)</u>	<u>9,460,124</u>
Capital assets being depreciated:				
Building	3,468,152	5,340,198	-	8,808,350
Improvements other than building	86,330,960	928,702	-	87,259,662
Infrastructure	28,060,292	478,364	-	28,538,656
Machinery and equipment	<u>4,569,650</u>	<u>329,646</u>	<u>(473,528)</u>	<u>4,425,768</u>
Total capital assets being depreciated	<u>122,429,054</u>	<u>7,076,910</u>	<u>(473,528)</u>	<u>129,032,436</u>
Less accumulated depreciation for:				
Building	(1,401,823)	(201,523)	-	(1,603,346)
Improvements other than building	(41,313,695)	(2,807,064)	-	(44,120,759)
Infrastructure	(25,827,224)	(85,745)	-	(25,912,969)
Machinery and equipment	<u>(3,523,746)</u>	<u>(366,258)</u>	<u>473,528</u>	<u>(3,416,476)</u>
Total accumulated depreciation	<u>(72,066,488)</u>	<u>(3,460,590)</u>	<u>473,528</u>	<u>(75,053,550)</u>
Net capital assets being depreciated	<u>50,362,566</u>	<u>3,616,320</u>	<u>-</u>	<u>53,978,886</u>
Governmental activity capital assets, net	<u>\$ 65,265,304</u>	<u>\$ 4,314,489</u>	<u>\$ (6,140,783)</u>	<u>\$ 63,439,010</u>

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

Governmental activities	
General government	\$ 1,035,519
Public safety	664,058
Transportation	713,609
Culture/recreation	890,743
Physical environment	24,309
Human services	<u>674</u>
Total depreciation expenses - governmental activities	<u>\$ 3,328,912</u>
Business-type activities	
Utilities	3,093,334
Stormwater	<u>367,256</u>
Total depreciation expenses - business-type activities	<u>\$ 3,460,590</u>

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 4. CAPITAL ASSETS (Continued)

Construction Commitments

The following is a summary of active construction projects as of September 30, 2009:

<u>Project</u>	<u>Spent-to-Date</u>	<u>Remaining Commitment</u>
Sportsplex Expansion	\$ 5,998,057	\$ 128,750
Tamarac Park Renovation	<u>3,711,078</u>	<u>365,920</u>
Total	<u>\$ 9,709,135</u>	<u>\$ 494,670</u>

The Broward County Parks for People awarded a \$75,000 grant to partially fund the Sports Complex Expansion. The Series 2004 Capital Improvement Revenue Bonds are funding these projects.

NOTE 5. INTERFUND BALANCES AND TRANSFERS

Interfund balances at September 30, 2009 consisted of the following:

Due to/from other funds		<u>Payable Fund</u>	<u>Amount</u>
<u>Receivable Fund</u>			
General	Non-major governmental		\$ 1,982,784
Fire rescue	General		193,021
Non-major governmental	General		17,919
Utilities	General		218,059
Stormwater	General		38,453
Internal service	General		22,186
	Stormwater		59
	General capital projects		<u>4,621</u>
Total			<u>\$ 2,477,102</u>

The outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 5. INTERFUND BALANCES AND TRANSFERS (Continued)

Interfund Transfers for the year ended September 30, 2009, 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>Nonmajor Governmental</u>	<u>Utilities Fund</u>	
General fund	\$ -	\$ 6,776,500	\$ 1,198,916	\$ 2,580,300	\$ 20,000	\$ 10,575,716
Stormwater fund	400,100	-	-	-	127,600	527,700
Total	<u>\$ 400,100</u>	<u>\$ 6,776,500</u>	<u>\$ 1,198,916</u>	<u>\$ 2,580,300</u>	<u>\$ 147,600</u>	<u>\$ 11,103,416</u>

Transfers are used to (1) move revenues 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:

- \$6,776,500 was transferred from General Fund to Fire Rescue Fund to supplement the cost of fire services;
- \$400,100 was transferred from Stormwater Management Fund to General Fund to cover the cost of street repairs;
- \$1,198,916 was transferred from General Fund to General Capital Projects Fund to fund certain capital projects;
- \$2,580,300 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 1999 and 2002 Sales Tax Revenue Bond;
- \$20,000 was transferred from General Fund to Utilities Fund to cover the lease cost for the Information Technology unit in the Utilities Building;
- \$127,600 was transferred from Stormwater Management Fund to Utilities Operating Fund to cover the cost of customer billing services.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 6. 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 mature in varying annual installments through 2018. Bond proceeds were used to build the City of Tamarac Community Center, located on Commercial Boulevard. The bonds will be repaid from ad valorem taxes levied by the City upon the taxable real property within the City.

\$ 1,747,032

Annual debt service requirements to maturity for general obligation bonds are as follows:

Year ending September 30,	Governmental Activities	
	<u>Principal</u>	<u>Interest</u>
2010	\$ 187,792	\$ 74,581
2011	195,809	66,564
2012	204,168	58,205
2013	212,884	49,489
2014	221,972	40,401
2015-2018	724,407	62,712
Total	<u>\$ 1,747,032</u>	<u>\$ 351,952</u>

As of September 30, 2009, the City was in compliance with all general obligation bond covenants.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 6. LONG-TERM DEBT (Continued)

Revenue Bonds

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

Governmental

The City issued on May 1, 2002, Sales Tax Revenue Bonds, Series 2002 in the amount of \$13,410,000 in order 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 will be repaid solely from and secured by a lien on a pledge of the half-cent sales tax revenues on parity with the Sales Tax Revenue Bonds, Series 2009.

\$ 9,965,000

On December 21, 2005, the City of Tamarac issued \$15 million of Capital Improvement Revenue Bonds 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 (1) Non-Ad Valorem Revenues appropriated by the City in accordance with the Resolution and deposited in the Debt Service Fund, and (2) until applied in accordance with the provisions of the Resolution, all moneys, including the investment thereof, in the funds and accounts established under the Resolution, with the exception of the Rebate Fund.

14,395,000

The City issued on July 21, 2009, the City of Tamarac, Florida Sales Tax Revenue Refunding Bonds, Series 2009 in the amount of \$5,350,000. The 2009 Refunding Revenue bonds bear interest rate of 3.7% and matures in varying annual installments through 2019. The refunding resulted in gross debt service savings of approximately \$251,947, net present value savings of approximately \$207,079 or 3.87% of the principal amount refunded. These bonds refunded the Sales Tax Revenue Bond, Series 1999 which were issued in order to finance the repair and resurfacing of public roadways, median beautification and other improvements to such roadways within the City. The bonds will be repaid solely from and secured by a lien on and pledge of the half-cent sales tax revenues.

5,350,000

\$ 29,710,000

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 6. LONG-TERM DEBT (Continued)

Revenue Note

In April 2008, the City issued \$20 million Taxable Redevelopment Revenue Note, Series 2008 initially as a line of credit with Suntrust Bank and the amount may be drawn until April 1, 2011. The line of credit bears a variable interest rate equal to one (1) month LIBOR rate plus 1.2% per annum and accrues based on outstanding amount drawn, payable semi-annually beginning October 1, 2008 and on each subsequent April 1 and October 1 through April 1, 2011 (the "Conversion Date"). No principal amount is due prior to conversion date, however, during the fiscal year 2009, the city repaid an amount of \$2 million against outstanding balance drawn from previous years.

Effective April 1, 2011, the line of credit shall automatically convert into term loan with interest rate equal to any of the following based on City's election on March 1, 2011 (a) variable interest rate equal to one (1) month LIBOR rate plus 1.78 per annum; (b) fixed interest rate equal to 10-year Federal Reserve H.15 swap rates plus 1.29 per annum with a prepayment penalty; or (c) fixed interest rate equal to 10-year Federal Reserve H.15 swap rates plus 1.40 per annum, with no prepayment penalty. The principal and interest of the term loan shall be payable semi-annually on each April 1 and October 1 beginning October 1, 2011 through 2021.

The Note was issued to finance the cost of 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, 2009, the City has approximately \$4.9 million in loans outstanding relating to the line of credit.

Business-type

In 2009, the City issued 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; \$4,135,000 new money, \$4,215,000 partial refunding of the Capital Improvement Revenue Bond Series 2004 and \$5,670,000 refunding of 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 wastewater utility. The bonds will be repaid from revenues derived from water and sewer service charges. The bond indentures contain rate covenant calculations and restrictions on maintenance of and flow of monies through various restricted accounts, minimum amounts to be maintained in various funds, types of investments to be held, and reporting requirements.

\$ 14,020,000

The City issued on September 2, 2009, the City of Tamarac, 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 interest rates 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 stormwater service charges and if necessary, from Non Ad Valorem Revenues budgeted and appropriated by the City in accordance with the Resolution.

	4,345,000
	\$ 18,365,000

As of September 30, 2009, the City was in compliance with all revenue bond covenants.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 6. LONG-TERM DEBT (Continued)

Revenue bond debt service requirements to maturity are as follows:

Year ending September 30,	Governmental Activities		Business-type activities	
	Principal	Interest	Principal	Interest
2010	\$ 1,075,000	\$ 1,317,177	\$ 450,000	\$ 834,111
2011	1,300,000	1,271,845	470,000	818,139
2012	1,380,000	1,220,243	485,000	801,451
2013	1,460,000	1,164,908	500,000	781,699
2014	1,545,000	1,105,228	520,000	761,339
2015-2019	9,240,000	4,458,358	2,995,000	3,445,619
2020-2024	6,585,000	2,543,763	3,680,000	2,756,231
2025-2029	5,685,000	1,243,800	9,265,000	4,097,244
2030-2034	1,440,000	72,000	-	-
Total	\$ 29,710,000	\$ 14,397,322	\$ 18,365,000	\$ 14,295,833

As of September 30, 2009, 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, 2009, there is no rebatable arbitrage liability for any of the outstanding bond issues.

Parking Lot Remediation

As of September 30, 2009, 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.

Advance and Current Refunding

The City issued on July 21, 2009, a Florida Sales Tax Revenue Refunding Bonds, Series 2009 in the amount of \$5,350,000. The 2009 Refunding Revenue Bonds bear interest rate of 3.7% and matures in varying annual installments through 2019. The refunding resulted in gross debt service savings of approximately \$251,947, net present value savings of approximately \$207,079 or 3.87% of the principal amount refunded, and an economic gain of \$872,791. These bonds refunded the Sales Tax Revenue Bond, Series 1999 which were issued in order to finance the repair and resurfacing of public roadways, median beautification and other improvements to such roadways within the City. The bonds will be repaid solely from and secured by a lien on and pledge of the half-cent sales tax revenues.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 6. LONG-TERM DEBT (Continued)

In 2009, the City issued 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; \$4,135,000 new money, \$4,215,000 partial refunding of the Capital Improvement Revenue Bond Series 2004 and \$5,670,000 refunding of 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 refundings were primarily to achieve short-term budgetary savings by extending the debt service requirement of the 2006 and the 2004 Bonds further into the future and resulted in an economic loss of \$75,850. On September 30, 2009, the balance of unamortized discount, issuance costs, and deferred costs was \$1,394,777. 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 wastewater utility. The refunded 2006 Revenue Note financed the construction of a Utility Administration Building, including furniture, fixtures, equipment and site improvements. The bonds will be repaid from revenues derived from water and sewer service charges. The bond indentures contain rate covenant calculations and restrictions on maintenance of and flow of monies through various restricted accounts, minimum amounts to be maintained in various funds, types of investments to be held, and reporting requirements.

The City issued on September 2, 2009, the City of Tamarac, 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 interest rate of 4.15% and matures in varying annual installments through 2024. The Bonds were refunded to release restricted covenants relating to the Water and Sewer Fund and utilize the strength of the Stormwater revenues to provide collateral for the loan. The refunding resulted in an economic loss of \$284,946. On September 30, 2009, the balance of unamortized discount and bond issuance costs was \$583,875. 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 stormwater service charges and if necessary, from Non Ad Valorem Revenues budgeted and appropriated by the City in accordance with the Resolution.

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.

As of September 30, 2009, the City of Tamarac has issued \$18,100,000 of Industrial Revenue Bonds.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 6. LONG-TERM DEBT (Continued)

Long-term liability activity for the year ended September 30, 2009 was as follows:

	October 1, <u>2008</u>	<u>Additions</u>	<u>Reductions</u>	September 30, <u>2009</u>	Due within <u>One Year</u>
Governmental activities:					
Bonds and notes payable					
General obligation	\$ 1,927,135	\$ -	\$ (180,103)	\$ 1,747,032	\$ 187,792
Revenue bonds	30,825,000	5,350,000	(6,465,000)	29,710,000	1,075,000
Redevelopment note	6,818,374	124,280	(2,000,000)	4,942,654	-
Less: deferred amounts on refunding	(399,134)	-	20,517	(378,617)	(21,217)
Total bonds and notes payable	<u>39,171,375</u>	<u>5,474,280</u>	<u>(8,624,586)</u>	<u>36,021,069</u>	<u>1,241,575</u>
Other liabilities:					
Compensated absences	2,127,787	510,913	(255,287)	2,383,413	314,229
Retainage on land purchase	1,000,000	-	-	1,000,000	-
Claims and judgments	970,000	1,026,483	(1,105,483)	891,000	-
Parking lot remediation	260,800	-	-	260,800	-
Total other liabilities	<u>4,358,587</u>	<u>1,537,396</u>	<u>(1,360,770)</u>	<u>4,535,213</u>	<u>314,229</u>
Governmental activity long-term liabilities	<u>\$ 43,529,962</u>	<u>\$ 7,011,676</u>	<u>\$ (9,985,356)</u>	<u>\$ 40,556,282</u>	<u>\$ 1,555,804</u>
Business-type activities:					
Bonds and notes payable					
Water and sewer revenue refunding bonds	\$ 1,860,000	\$ 14,020,000	\$ (1,860,000)	\$ 14,020,000	\$ 235,000
Capital improvement revenue bonds	8,325,000	-	(8,325,000)	-	-
Stormwater Refunding Revenue Note	-	4,345,000	-	4,345,000	215,000
Capital improvement revenue note	5,090,000	-	(5,090,000)	-	-
Less: deferred amounts:					
For issuance discounts	-	(188,162)	-	(188,162)	(6,272)
On refunding	(282,916)	-	-	(282,916)	(9,431)
Total bonds and notes payable	<u>14,992,084</u>	<u>18,176,838</u>	<u>(15,275,000)</u>	<u>17,893,922</u>	<u>434,297</u>
Other liabilities:					
Compensated absences	<u>682,490</u>	<u>86,758</u>	<u>(35,725)</u>	<u>733,523</u>	<u>87,272</u>
Business-type activity long-term liabilities	<u>\$ 15,674,574</u>	<u>\$ 18,263,596</u>	<u>\$ (15,310,725)</u>	<u>\$ 18,627,445</u>	<u>\$ 521,569</u>

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 6. LONG-TERM DEBT (Continued)

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.

Pledged Revenues

Sales Tax Revenue

The City has pledged future proceeds derived from the local government half-cent sales tax levied and collected pursuant to Chapter 212, Part I, Florida Statutes and distributed to the City pursuant to Chapter 218, Part VI, Florida Statutes, as amended to repay the Series 2009 and Series 2002 Sales Tax Revenue Bonds amounting to \$5.35 million and \$13.41 million, respectively. Proceeds from these bonds provided financing force portion of the construction of certain public capital projects. The bonds are payable solely from sales tax revenues and are payable through 2022. At fiscal year ended September 30, 2009, the maximum annual debt service is at 57 percent of the sales tax revenues. The total principal and interest remaining to be paid on these bonds is \$19,647,585. Principal and interest paid and sales tax revenues for the current year were \$1,052,708 and \$3,037,695, respectively.

Water and Sewer Revenue

The City has pledged future net water and sewer revenues, to repay the \$14 million Water and Sewer Revenue Refunding Bond, series 2009. Proceeds of the bond provided financing for the refunding of previously issued revenue and Capital Improvement Bonds. The bond is payable solely from water and sewer net revenues and is payable through 2039. At fiscal year ended September 30, 2009, the maximum annual debt service is at 22 percent of the net revenues. The total principal and interest remaining to be paid on the bonds is \$26,737,588.

Stormwater Revenue

The City has pledged future net stormwater revenues, to repay the \$4.35million Stormwater Revenue Refunding Bond, series 2009. Proceeds of the bond provided financing for the refunding of previously issued Capital Improvement Bonds. The bond is payable solely from water and sewer net revenues and is payable through 2024. At fiscal year ended September 30, 2009, the maximum annual debt service is at 22 percent of the net revenues. The total principal and interest remaining to be paid on the bonds is \$5,923,245.

NOTE 7. RESTRICTED ASSETS

The balances of the restricted asset accounts in the enterprise funds at September 30, 2009 pertains to the following:

Customer deposits	\$ <u>1,467,355</u>
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CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 8. FUND BALANCE RESERVED/UNRESERVED

The Fund balance reserved/unreserved for governmental funds are as follows:

	General <u>Fund</u>	Fire rescue <u>Fund</u>	General Capital Projects <u>Fund</u>	Nonmajor <u>Governmental</u>	<u>Total</u>
Reserved	\$ 590,453	\$ 2,714,605	\$ 173,788	\$ 14,788,909	\$ 18,267,755
Unreserved:					
Designated:					
Special Revenue Funds	-	-	-	(220,379)	(220,379)
Debt service	-	-	-	191,933	191,933
Subsequent year expenditures	758,000	-	-	-	758,000
Capital expenditures	5,719,315	-	15,390,008	-	21,109,323
Economic stabilization	3,000,000	-	-	-	3,000,000
IT equipment replacement	761,514	-	-	-	761,514
Fleet equipment replacement	659,666	-	-	-	659,666
Total	<u>10,898,495</u>	<u>-</u>	<u>15,390,008</u>	<u>(28,446)</u>	<u>26,260,057</u>
Undesignated	<u>11,261,177</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,261,177</u>
Total	<u>\$ 22,750,125</u>	<u>\$ 2,714,605</u>	<u>\$ 15,563,796</u>	<u>\$ 14,760,463</u>	<u>\$ 55,788,989</u>

NOTE 9. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS

Summary of Significant Accounting Policies

Basis of Accounting

The Pension Plans are accounted for on the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. City contributions are recognized when due and the City has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plans.

Method Used to Value Investments

Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price. Net appreciation in fair value of investments includes realized and unrealized gains and losses. Realized gains and losses are determined on the basis of specific cost. Dividends and interest income are recognized as earned. Purchases and sales of investments are recorded on a trade-date basis.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 9. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

A. GENERAL EMPLOYEES DEFINED CONTRIBUTION PENSION PLAN

The City of Tamarac previously had four defined contribution 401(a) Money Purchase Retirement Plans through ICMA-RC for elected and appointed officials, executive, managerial/professional and administrative employees. Effective January 24, 2007, these four (4) plans were approved for consolidation. This consolidation allowed active participants who elected to participate in the defined benefit plan as of October 1, 2005 the option to cash out, or roll over to the amended 401(A) Plan 109972, or to any other eligible plan, all or a portion of their balances in these plans. 401(a) Plan 109972 was amended to allow for participant contribution levels of 5% or 10% for eligible employees who were hired prior to October 1, 2005 and did not elect to participate in the City's defined benefit pension plan. Any assets remaining in the other three ICMA Plans participant accounts were transferred to ICMA Plan 109972 effective May 1, 2007. The City's contribution rates are 11% for employees with up to five years of service, 13% for employees with five to ten years of service, and 15% for employees with ten or more years of service. For the year ended September 30, 2009, the City's contribution to the Plan was \$95,789 and the plan members' contribution was \$47,032.

The plans are established under the provisions of Section 401(a) of the Internal Revenue Code as Money Purchase Plans and Trusts. The assets of the Plans are owned by the employee; however, the City has a custodial responsibility to properly administer the Plans. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings.

B. EMPLOYEE PENSION SYSTEM

(a) Plan Descriptions

All City full-time permanent employees, except for certain administrative employees and certain management employees who were hired prior to October 1, 2005, participate in one of four Employee Pension Plans, each of which is a single-employer contributory defined benefit pension plan. The Plans were established by the City in accordance with City ordinance and Florida Statutes and cover four employee groups (Elected and Appointed Officers and Non-Represented Employees, General Employees, Police Officers, and Firefighters). The Plans provide retirement, death and disability benefits. The benefit provisions are established and may be amended under the authority of City Ordinance. The General Employees', Police Officers', and Firefighters' Plans provide that a cost-of-living adjustment of up to 2% may be payable for any year in which the respective Plan has an actuarial gain. This provision has been interpreted by the Board and its attorney as applied on a group-by-group basis.

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 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. 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.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 9. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

B. EMPLOYEE PENSION SYSTEM (Continued)

During fiscal year 2006, the General Employees' Pension Plan increased the employee contribution rate from 5% to 7% of pretax earnings. The plan was amended to provide a normal retirement at age 55 with 30 years of service, and the multiplier was increased to 2.6% of average final compensation for each year of service.

Effective October 1, 2007 the City created a new defined benefit plan. The new plan, known as the City of Tamarac Elected and Appointed Officers and Non-Represented Employee Retirement Plan was offered to all elected and full time appointed officers, and all other full time employees not represented by a bargaining unit. Eligible employees were provided the option of remaining in their current plan or transferring to the new plan.

Under the Non-Represented Employee Retirement Plan, employees are required to contribute 10% of pretax earnings, excluding bonuses, employer contributions to any health, dental, disability or related insurance program, medical or child care reimbursement, employer contributions to a deferred compensation program, or cash payment of unused, accumulated leave payable upon separation from the City. Participants attain 20% vesting for each year of completed service with the City. For all employees other than the elected officials and the City Manager and City Attorney, the multiplier is 3% of average final compensation for each year of service with a maximum of 80% of average final compensation. Elected officials receive 20% of average final compensation for each complete 3-year term in office, with pro-rata accrual for partial years in office. The City Manager and City Attorney receive 4% of average final compensation of each year of credited service. A cost of living adjustment of 2% per year compounded annually is provided 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 member may retire on the first day of the month coincident with or next following the earlier of age 55 and the completion of 25 years of service or age 57 with 20 years of service or age 60 with 5 years of service. The plan also provides that for members who become permanently and totally disabled and unable to perform the member's duties for the City or a comparable position provided by the City, the member shall be deemed to have reached normal retirement, and shall be eligible to receive immediate benefits based on the compensation and service accrued.

Each Plan issues a publicly available audited financial report that includes financial statements and required supplementary information. Those reports may be obtained by writing to the City of Tamarac, Florida, Attn: Finance Department, 7525 NW 88th Avenue, Tamarac, Florida 33321-2401.

(b) Funding Policy

Each full-time regular employee of the City must participate in the Plan appropriate to his or her position starting on the first day of employment. Participants of the Elected and Appointed Officers and Non-Represented Employees Plan are required to contribute 10% of pretax earnings. Participants of the General Employees Pension Plan are required to contribute 7% of pretax earnings. Firefighters contribute 9% of pretax earnings. The City is required to contribute an actuarially determined amount on an annual basis.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 9. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

B. EMPLOYEE PENSION SYSTEM (Continued)

Contribution requirements of the Plan members and the City are established and may be amended by City Ordinance. Previously, certain Broward Sheriff's Office employees were covered by the Police Officers' Pension Plan for which contributions were made by the Broward Sheriff's Office based on rates determined by Florida Statute. However, at this time, all participants of the Police Officers' Plan have either retired or were terminated and vested.

(c) Funded Status and Funding Progress

The funded status of each plan as of October 1, 2008, the most recent actuarial valuation date, is as follows (dollar amounts in thousands):

<u>Pension Plans</u>	Actuarial Value of Assets <u>(a)</u>	Actuarial Accrued Liabilities (AAL) - Entry Age <u>(b)</u>	Unfunded AAL (UAAL) <u>(b-a)</u>	Funded Ratio <u>(a/b)</u>	Covered Payroll <u>(c)</u>	UAAL as a Percentage of Covered Payroll <u>((b-a)/c)</u>
Elected and appointed officers and non-represented employees	\$ 9,628	\$ 19,349	\$ 9,721	50%	\$ 4,518	215%
General Employees	24,440	30,789	6,349	79%	6,223	102%
Police Officers	8,415	10,920	2,505	77%	-	N/A
Firefighters	37,279	55,017	17,738	68%	6,722	264%

The schedule of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multiyear trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the AALs for benefits.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 9. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

B. EMPLOYEE PENSION SYSTEM (Continued)

Additional information as of the latest actuarial valuation follows:

Contribution rates (% of Payroll):				
City*	30.17%	22.50%	N/A ***	37.10%
State of Florida*	0.00%	0.00%	N/A ***	8.90%
Plan Members*	10.00%	7.00%	N/A ***	9.00%
Annual Pension cost*	\$1,430,941	\$1,506,585	\$309,330	\$3,295,056
Contributions made	\$1,693,211	\$1,556,604	\$244,089	\$3,238,094
Actuarial valuation date	10/01/08	10/01/08	10/01/08	10/01/08
Actuarial cost method*	Individual entry age	Entry age normal	Entry age normal	Entry age normal
Amortization method*	Level percentage, open	Level dollar, open	Level dollar, closed	Level dollar, open
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	30 years	30 years
Actuarial assumptions:				
Investment rate of return*	7.00%	7.00%	7.25%	7.00%
Projected salary increases*	5.00%	5.00%	N/A	5.00%
Includes inflation at *	3.50%	3.50%	3.50%	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.

In 2009, the City's financial statements include revenue and expenditures from contributions received from State Department of Revenue and Division of Retirement on behalf of its Firefighter and Police Officers Pension Plans amounting to \$599,378 and \$457,635, respectively. The monies were deposited within 5 days from their receipt in accordance with Florida Statutes.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 9. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

B. EMPLOYEE PENSION SYSTEM (Continued)

(d) Annual Pension Cost and Net Pension Obligation

The annual pension cost and net pension obligation for each Pension Plan for fiscal year ended September 30, 2009 is as follows:

	Elected and Appointed and Non-rep. <u>Employees</u>	General <u>Employees</u>	Police <u>Officers</u>	<u>Firefighters</u>
Annual required contribution	\$ 1,430,941	\$ 1,508,999	\$ 256,213	\$ 3,291,348
Interest on net pension obligation/(assets)	-	15,962	(4,152)	(24,517)
Adjustment to annual required contribution	<u>-</u>	<u>(18,376)</u>	<u>57,269</u>	<u>28,225</u>
Annual pension cost	1,430,941	1,506,585	309,330	3,295,056
Contributions made	<u>1,693,211</u>	<u>1,566,604</u>	<u>244,089</u>	<u>3,238,094</u>
Increase (decrease) in net pension obligation/(asset)	(262,270)	(60,019)	65,241	56,962
Net pension obligation/(asset) at beginning of year	<u>-</u>	<u>228,024</u>	<u>(57,269)</u>	<u>(350,241)</u>
Net pension obligation/(asset) at end of year	<u>\$ (262,270)</u>	<u>\$ 168,005</u>	<u>\$ 7,972</u>	<u>\$ (293,279)</u>

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 9. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS (Continued)

(d) Three-Year Trend Information

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

(1) Fiscal Year Ended	(2) Annual Pension Cost	(3) Percentage Of APC Contributed	(4) Net Pension (Asset)/ Obligation
9/30/07	\$ 1,200,981	100%	\$ -
9/30/08	1,358,721	100%	-
9/30/09	1,430,941	118%	(262,270)

General Employees' Pension Plan

Fiscal Year Ended	Annual Pension Cost	Percentage Of APC Contributed	Net Pension (Asset)/ Obligation
9/30/07	\$ 1,473,177	99%	\$ (274,233)
9/30/08	1,354,217	91%	(156,645)
9/30/09	1,506,585	104%	168,005

Police Officers' Pension Plan

Fiscal Year Ended	Annual Pension Cost	Percentage Of APC Contributed	Net Pension (Asset)/ Obligation
9/30/07	\$ 725,267	63%	\$ 24,583
9/30/08	463,949	118%	241,494
9/30/09	309,330	79%	7,972

Firefighters' Pension Plan

Fiscal Year Ended	Annual Pension Cost	Percentage Of APC Contributed	Net Pension (Asset)/ Obligation
9/30/07	\$ 2,336,492	134%	\$ (763,999)
9/30/08	3,085,881	104%	(897,335)
9/30/09	3,295,056	98%	(293,279)

(4) Net Pension Obligations are per actuarial report and includes imputed interest on monthly contributions.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 10. 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 and includes all regular employees of the City who retire from active service and are eligible for retirement or disability benefits under the general employee, management and 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 2009.

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 \$52,000 during the fiscal year 2009 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 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 2009 ranges from \$414 to \$670 for single coverage, from \$1,033 to \$1,550 for spousal coverage, from \$896 to 1,350 for retiree and children, and from \$1,125 to 1,700 for family coverage. The monthly dental insurance premium rates for the fiscal year 2009 were \$25 for retiree up to \$70 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 in 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, 2009, the amount actually contributed and the changes in the City's net OPEB obligation:

Annual required contributions	\$ <u>140,000</u>
Annual OPEB Cost	137,000
Contribution made	<u>52,374</u>
Increase in Net OPEB obligation	84,626
Net OPEB obligation at beginning of the year	<u>100,874</u>
Net OPEB obligation at end of the year	<u><u>\$ 185,500</u></u>

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 10. OTHER POST EMPLOYMENT BENEFITS (Continued)

The City's annual OPEB cost, the percentage of annual OPEB cost contribution and the net OPEB obligation for fiscal year ended September 30, 2009 are as follows:

Annual OPEB Cost	\$ 137,000
Percentage of Annual OPEB Cost Contributed	38%
Net OPEB Obligation	185,500

Funded Status and Funding Progress. As of October 1, 2008, the most recent actuarial valuation date, the actuarial accrued liability for benefits was \$1,041,000, all of which was unfunded. The covered payroll (annual payroll of active employees) was \$18,633,000 and the ratio of the unfunded actuarial accrued liability to the covered payroll was 5.6 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, 2009 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, 2009

NOTE 11. 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 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

The Florida Legislature pursuant to Florida Statute §768.28, must approve liability awards in excess of \$100,000 per person, \$200,000 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.

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 (windstorm) - 5% of the total insured value per damaged location	

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, 2009

NOTE 11. RISK MANAGEMENT (Continued)

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 \$891,000 reported at September 30, 2009 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:

Year Ended <u>September 30</u>	Beginning of Year <u>Liability</u>	Current Year Claims and Changes in <u>Estimates</u>	Claim Payments <u>(Credits)</u>	End of Year <u>Liability</u>
2008	\$ 881,000	\$ 1,434,391	\$ (1,345,391)	\$ 970,000
2009	970,000	1,026,483	(1,105,483)	891,000

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 2009 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 short term liability is not determinable.

NOTE 12. COMMITMENTS AND CONTINGENCIES

A. 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.

CITY OF TAMARAC, FLORIDA

NOTES TO THE FINANCIAL STATEMENTS SEPTEMBER 30, 2009

NOTE 12. COMMITMENTS AND CONTINGENCIES (CONTINUED)

B. 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 on Broward County Sheriff's Office payroll. The City of Tamarac pays Broward County for the police services based on a five-year contract ending September 30, 2009. The City recorded expenses of \$10,250,977 under this contract for the fiscal year ended September 30, 2009. A new contract is being negotiated.

C. 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, 2009, the City recorded expenses of \$4,022,255 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. In addition, future payments under this agreement are not estimable.

D. Purchase/Exchange of real property

In August 2007, the City entered into an agreement with Tamarac Jewish Center, Inc. (the "Center") to purchase a parcel of land known as "Temple Parcel" for a total consideration of \$6.8 million consisting of \$4,995,000 in cash and a tract of land owned by the City valued at \$1.8 million. The tract of land will be given to the Center to build its new Temple. In addition, the City will leaseback to the Center the Temple Parcel for a two-year period beginning August 22, 2008 for \$500,000 advance payment and monthly rental of \$1 plus applicable state and local states and property taxes and assessment. Both parties may extend the terms of the lease on a month to month renewal for a monthly rental of \$20,833 plus applicable state and local sales and property taxes and assessment payable on the first day of each month. The leased premises shall be used by the Center for the Temple and school purposes until the new facilities are fully completed on the exchanged parcel. As a result of the lease agreement, the City will retain \$1,000,000 of the purchase price and will release the money to the Center at the end of the lease agreement of the Temple Parcel.

In the event that the Center either fails to make a good faith application for a building permit for the construction of a new facility on the exchange parcel within six month from the date of closing or fails to completely vacate and surrender possession of the Temple Parcel to the City, the City shall have the right to purchase from the Center the exchanged parcel for \$1.8 million. In the event that the City elects to exercise this buyback provision, the Center is entitled to receive the \$1 million balance retained by the City from the purchase price of the Temple Parcel.

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

CITY OF TAMARAC, FLORIDA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED SEPTEMBER 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with
	<u>Original</u>	<u>Final</u>	<u>Budgetary Basis</u>	Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 28,569,700	\$ 28,489,900	\$ 28,812,124	\$ 322,224
Charges for services	1,391,400	1,394,400	1,245,477	(148,923)
Payment in lieu of taxes	754,700	754,700	718,062	(36,638)
Intergovernmental	5,945,800	5,325,600	4,776,280	(549,320)
Licenses and permits	2,853,800	2,853,800	2,376,229	(477,571)
Fines and forfeitures	416,300	413,300	583,158	169,858
Miscellaneous	6,500,700	9,319,802	6,474,743	(2,845,059)
Investment income	662,000	662,000	362,314	(299,686)
Total revenues	<u>47,094,400</u>	<u>49,213,502</u>	<u>45,348,387</u>	<u>(3,865,115)</u>
Expenditures:				
Commission	942,184	964,684	904,908	59,776
City manager	1,859,700	2,009,768	1,693,822	315,946
City attorney	498,300	622,392	590,288	32,104
City clerk	594,400	624,830	557,654	67,176
Human resources	1,011,500	1,063,462	917,284	146,178
Finance	1,852,400	1,884,237	1,640,053	244,184
Information technology	1,495,600	1,760,919	1,163,055	597,864
Public works	6,868,700	10,055,166	6,820,196	3,234,970
Parks and Recreation	5,295,300	4,089,520	3,911,432	178,088
Police	10,415,500	10,425,715	10,419,825	5,890
Building	1,847,900	1,942,486	1,691,952	250,534
Community development	1,347,900	1,375,629	1,158,530	217,099
Non-departmental	1,989,400	2,019,078	1,040,848	978,230
Total expenditures	<u>36,018,784</u>	<u>38,837,886</u>	<u>32,509,847</u>	<u>6,328,039</u>
Excess of revenues over expenditures	<u>11,075,616</u>	<u>10,375,616</u>	<u>12,838,540</u>	<u>2,462,924</u>
Other financing sources (uses):				
Operating transfer in	400,100	400,100	400,100	-
Operating transfer out	(11,475,716)	(10,775,716)	(10,586,115)	189,601
Total other financing (uses)	<u>(11,075,616)</u>	<u>(10,375,616)</u>	<u>(10,186,015)</u>	<u>189,601</u>
Net change in fund balance	-	-	2,652,525	2,652,525
Fund balances, October 1	<u>20,097,600</u>	<u>20,097,600</u>	<u>20,097,600</u>	<u>-</u>
Fund balances, September 30	<u>\$ 20,097,600</u>	<u>\$ 20,097,600</u>	<u>\$ 22,750,125</u>	<u>\$ 2,652,525</u>

See notes to required supplementary information.

CITY OF TAMARAC, FLORIDA
BUDGETARY COMPARISON SCHEDULE
FIRE AND RESCUE SPECIAL REVENUE FUND
YEAR ENDED SEPTEMBER 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>Budgetary Basis</u>	Variance with Final Budget Positive
	<u>Original</u>	<u>Final</u>		<u>(Negative)</u>
Revenues:				
Charges for services	\$ 2,051,200	\$ 2,051,200	\$ 2,507,465	\$ 456,265
Intergovernmental	33,000	33,000	37,206	4,206
Fire rescue assessment	8,785,400	8,785,400	8,746,585	(38,815)
Investment income	120,000	120,000	50,148	(69,852)
Miscellaneous	<u>2,000</u>	<u>1,571,933</u>	<u>276,942</u>	<u>(1,294,991)</u>
Total revenues	<u>10,991,600</u>	<u>12,561,533</u>	<u>11,618,346</u>	<u>(943,187)</u>
Expenditures:				
Current:				
Public safety	<u>17,768,100</u>	<u>19,338,033</u>	<u>17,009,688</u>	<u>2,328,345</u>
Total Expenditures	<u>17,768,100</u>	<u>19,338,033</u>	<u>17,009,688</u>	<u>2,328,345</u>
(Deficiency) of revenues (under) expenditures	<u>(6,776,500)</u>	<u>(6,776,500)</u>	<u>(5,391,342)</u>	<u>1,385,158</u>
Other financing sources:				
Operating transfer in	<u>6,776,500</u>	<u>6,776,500</u>	<u>6,776,500</u>	<u>-</u>
Total other financing sources	<u>6,776,500</u>	<u>6,776,500</u>	<u>6,776,500</u>	<u>-</u>
Net change in fund balance	-	-	1,385,158	1,385,158
Fund balances, October 1	<u>1,329,447</u>	<u>1,329,447</u>	<u>1,329,447</u>	<u>-</u>
Fund balances, September 30	<u>\$ 1,329,447</u>	<u>\$ 1,329,447</u>	<u>\$ 2,714,605</u>	<u>\$ 1,385,158</u>

See notes to required supplementary information.

CITY OF TAMARAC, FLORIDA

NOTE TO BUDGETARY COMPARISON SCHEDULE FISCAL YEAR ENDED SEPTEMBER 30, 2008

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 six (6) special revenue funds: Law Enforcement Forfeiture, Drainage Improvement, Parks and Recreation Improvement, 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.
2. Public hearings are held to obtain taxpayer comments.
3. Prior to October 1, the budget is legally enacted through passage of an ordinance.
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. Appropriations lapse at year end. Over the course of the year, the City amended the General Fund budget three (3) times. The budget amendments fall into two categories: (1) Amendments are approved for rollovers related to capital improvement projects, tasks and projects in progress, and prior year encumbrances; and (2) supplemental appropriations were made to recognize and appropriate grant expenditures for which revenues were received after the Adopted Budget, and to provide appropriations for various other needs which have arisen since the adoption of the budget.

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)
10/1/03	\$ N/A	\$ N/A	\$ N/A	N/A	\$ N/A	N/A
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	30.0%	3,796,333	222.0%
10/1/06	6,051,404	14,140,443	8,089,039	43.0	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	50.0	4,517,584	215.2

Schedule of Contributions from Employer

Year ended September 30,	Annual Required Contribution	City Contribution	Percentage Contributed
2004	\$ N/A	\$ N/A	N/A
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	1,430,941	1,693,211	118

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)
10/1/03	\$15,807,960	\$22,246,520	\$6,438,560	71.1%	\$5,892,632	109.3%
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

Schedule of Contributions from Employer

Year ended September 30,	Annual Required Contribution	City Contribution	Percentage Contributed
2004	\$ 1,094,570	\$ 1,081,416	99%
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

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)
10/1/03	\$9,115,459	\$10,841,636	\$1,726,177	84.1%	\$278,906	618.9%
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

Schedule of Contributions from Employer and Other Contributing Parties

Year ended September 30,	Annual Required Contribution	City Contribution	State Contribution	Percentage Contributed
2004	\$ 187,351	\$ 52,648	\$ 358,778	220%
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	256,213	10,215	233,874	214

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)
10/1/03	\$19,426,170	\$28,274,076	\$8,847,906	68.7%	\$4,919,760	179.8%
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

Schedule of Contributions from Employer and Other Contributing Parties

Year ended September 30,	Annual Required Contribution	City Contribution	State Contribution	Percentage Contributed
2004	\$ 1,572,246	\$ 1,292,643	\$ 354,618	105%
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

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

Schedule of Contributions from Employer

Year ended September 30,	Annual Required Contribution	City Contribution	Percentage Contributed
2007	\$ 114,783	62,980	55%
2008	107,000	58,267	54
2009	140,000	52,374	37

COMBINING FINANCIAL STATEMENTS

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special Revenue Funds account for revenues from revenue sources which by law are designated to finance particular functions or activities of government.

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.

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.

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.

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.

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.

NONMAJOR GOVERNMENTAL FUNDS (continued)

Debt Service Funds

The Debt Service Funds include:

General Obligation 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 **Revenue Bonds Debt Service Fund** – to account for the payment of principal and interest and fiscal charges on the City’s revenue bonds (Street Improvement Program) which are payable from sales tax revenue.

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 (Continued)
 SEPTEMBER 30, 2009

Special Revenue

ASSETS	Law Enforcement Trust	Drainage Improvements	Parks and Recreation Improvements	Trafficways Improvements	Public Arts	Grants
Cash and equity in pooled cash	\$ 25,930	\$ 94,705	\$ 143,881	\$ 141,685	\$ 636,454	\$ -
Investments	30,802	148,878	225,883	886,088	985,673	-
Accounts receivable - net	-	-	-	-	-	1,703
Due from other funds	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	975,874
Total assets	<u>\$ 56,732</u>	<u>\$ 243,583</u>	<u>\$ 369,764</u>	<u>\$ 1,027,773</u>	<u>\$ 1,622,127</u>	<u>\$ 977,577</u>
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 45,590	\$ 14,881
Accrued liabilities	-	-	-	-	-	-
Accrued bonds and interest payable	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	761,574
Due to other governments	-	-	-	-	-	123,992
Deferred revenues	-	-	-	-	-	17,633
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>45,590</u>	<u>918,080</u>
FUND BALANCES						
Reserved for:						
Encumbrances	-	-	-	-	29,908	48,000
Special revenue funds	56,732	243,583	369,764	902,773	192,328	11,497
Capital projects funds	-	-	-	125,000	1,354,301	-
Unreserved reported in:						
Special revenue funds	-	-	-	-	-	-
Debt service funds	-	-	-	-	-	-
Total fund balances	<u>56,732</u>	<u>243,583</u>	<u>369,764</u>	<u>1,027,773</u>	<u>1,576,537</u>	<u>59,497</u>
Total liabilities and fund balances	<u>\$ 56,732</u>	<u>\$ 243,583</u>	<u>\$ 369,764</u>	<u>\$ 1,027,773</u>	<u>\$ 1,622,127</u>	<u>\$ 977,577</u>

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (Continued)
 SEPTEMBER 30, 2009

Special Revenue

ASSETS	Development Block Grant Program	Neighborhood Stabilization Grant	State Housing Initiative Partnership	Donations and Sponsorship	Streetscape Improvements	State Affordable Housing Assistance
Cash and equity in pooled cash	\$ -	\$ -	\$ 68,227	\$ 13,865	\$ 248,525	\$ -
Investments	-	-	128,343	25,669	385,029	-
Accounts receivable - net	-	-	-	-	-	2,051,142
Due from other funds	6,436	371	6,432	-	-	-
Due from other governments	529,815	705,381	-	-	-	-
Total assets	<u>\$ 536,251</u>	<u>\$ 705,752</u>	<u>\$ 203,002</u>	<u>\$ 39,534</u>	<u>\$ 633,554</u>	<u>\$ 2,051,142</u>
LIABILITIES						
Accounts payable	\$ 4,041	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	1,066	662	1,067	-	-	-
Accrued bonds and interest payable	-	-	-	-	-	-
Due to other funds	513,125	705,090	-	-	-	2,995
Due to other governments	-	-	-	-	-	-
Deferred revenues	17,478	-	192,574	-	-	-
Total liabilities	<u>535,710</u>	<u>705,752</u>	<u>193,641</u>	<u>-</u>	<u>-</u>	<u>2,995</u>
FUND BALANCES						
Reserved for:						
Encumbrances	208,206	-	22,075	-	-	-
Special revenue funds	-	-	-	39,534	633,554	2,048,147
Capital projects funds	-	-	-	-	-	-
Unreserved reported in:						
Special revenue funds	(207,665)	-	(12,714)	-	-	-
Debt service funds	-	-	-	-	-	-
Total fund balances	<u>541</u>	<u>-</u>	<u>9,361</u>	<u>39,534</u>	<u>633,554</u>	<u>2,048,147</u>
Total liabilities and fund balances	<u>\$ 536,251</u>	<u>\$ 705,752</u>	<u>\$ 203,002</u>	<u>\$ 39,534</u>	<u>\$ 633,554</u>	<u>\$ 2,051,142</u>

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
 SEPTEMBER 30, 2009

	<u>Debt Service</u>	<u>Capital Projects Fund</u>		<u>Total Nonmajor Governmental Funds</u>
	<u>Funds</u>	<u>Public Services Facilities Construction</u>	<u>2005 Capital Improvement Projects</u>	<u>Funds</u>
ASSETS				
Cash and equity in pooled cash	\$ 464,928	\$ 1,187,673	\$ 2,527,938	\$ 5,553,811
Investments	713,587	1,843,004	3,223,973	8,596,929
Accounts receivable - net	-	-	-	2,052,845
Due from other funds	-	4,680	-	17,919
Due from other governments	<u>9</u>	<u>-</u>	<u>-</u>	<u>2,211,079</u>
Total assets	<u>\$ 1,178,524</u>	<u>\$ 3,035,357</u>	<u>\$ 5,751,911</u>	<u>\$ 18,432,583</u>
LIABILITIES				
Accounts payable	\$ 6,475	\$ -	\$ 283,761	\$ 354,748
Accrued liabilities	-	-	-	2,795
Accrued bonds and interest payable	980,116	-	-	980,116
Due to other funds	-	-	-	1,982,784
Due to other governments	-	-	-	123,992
Deferred revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>227,685</u>
Total liabilities	<u>986,591</u>	<u>-</u>	<u>283,761</u>	<u>3,672,120</u>
FUND BALANCES				
Reserved for:				
Encumbrances	-	4,635	2,086,618	2,399,442
Special revenue funds	-	-	-	4,497,912
Capital projects funds	-	3,030,722	3,381,532	7,891,555
Unreserved reported in:				
Special revenue funds	-	-	-	(220,379)
Debt service funds	<u>191,933</u>	<u>-</u>	<u>-</u>	<u>191,933</u>
Total fund balances	<u>191,933</u>	<u>3,035,357</u>	<u>5,468,150</u>	<u>14,760,463</u>
Total liabilities and fund balances	<u>\$ 1,178,524</u>	<u>\$ 3,035,357</u>	<u>\$ 5,751,911</u>	<u>\$ 18,432,583</u>

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA

**COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (Continued)
YEAR ENDED SEPTEMBER 30, 2009**

	Special Revenue					
	Law Enforcement Trust	Drainage Improvements	Parks and Recreation Improvements	Trafficways Improvements	Public Arts	Grants
Revenues:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	
Charges for services	-	-	-	-	50,826	-
Intergovernmental	39,477	-	-	-	-	1,719,671
Investment Income	472	3,512	5,332	14,836	24,576	1,479
Donations from private sources	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	12,278
Total revenues	<u>39,949</u>	<u>3,512</u>	<u>5,332</u>	<u>14,836</u>	<u>75,402</u>	<u>1,733,428</u>
Expenditures:						
Current:						
General government	-	-	-	-	-	230,046
Public safety	41,328	-	-	-	-	12,280
Transportation	-	-	-	-	-	248,863
Culture and recreation	-	-	-	-	5,002	-
Economic environment	-	-	-	-	-	-
Human services	-	-	-	-	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	146,828
Transportation	-	-	-	7,708	-	80,500
Physical Environment	-	-	-	-	-	55,262
Culture and recreation	-	-	-	-	193,517	964,989
Total expenditures	<u>41,328</u>	<u>-</u>	<u>-</u>	<u>7,708</u>	<u>198,519</u>	<u>1,738,768</u>
Excess (deficiency) of revenues over expenditures	<u>(1,379)</u>	<u>3,512</u>	<u>5,332</u>	<u>7,128</u>	<u>(123,117)</u>	<u>(5,340)</u>
Other financing sources (uses):						
Proceeds from issuance of debt refunding bond	-	-	-	-	-	-
Payment to refunding bond escrow account	-	-	-	-	-	-
Operating transfers in	-	-	-	-	-	10,399
Operating transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,399</u>
Net change in fund balance	(1,379)	3,512	5,332	7,128	(123,117)	5,059
Fund balances, October 1	58,111	240,071	364,432	1,020,645	1,699,654	54,438
Fund balances, September 30	<u>\$ 56,732</u>	<u>\$ 243,583</u>	<u>\$ 369,764</u>	<u>\$ 1,027,773</u>	<u>\$ 1,576,537</u>	<u>\$ 59,497</u>

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA

**COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (Continued)**

YEAR ENDED SEPTEMBER 30, 2009

Special Revenue

	Community Development Block Grant Program	Neighborhood Stabilization Grant	State Housing Initiative Partnership	Donations and Sponsorship	Streetscape Improvements	State Affordable Housing Assistance
Revenues:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-	-	-
Intergovernmental	880,500	1,061,669	494,703	-	-	-
Investment Income	-	-	2,199	553	9,136	-
Donations from private sources	-	-	-	7,765	-	-
Miscellaneous	1,292	-	101	-	-	-
Total revenues	<u>881,792</u>	<u>1,061,669</u>	<u>497,003</u>	<u>8,318</u>	<u>9,136</u>	<u>-</u>
Expenditures:						
Current:						
General government	5,000	-	-	-	-	-
Public safety	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Culture and recreation	10,715	-	-	-	-	-
Economic environment	809,191	1,061,669	46,974	-	-	373,471
Human services	57,049	-	-	1,809	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Transportation	375	-	-	-	-	-
Physical Environment	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total expenditures	<u>882,330</u>	<u>1,061,669</u>	<u>46,974</u>	<u>1,809</u>	<u>-</u>	<u>373,471</u>
Excess (deficiency) of revenues over expenditures	<u>(538)</u>	<u>-</u>	<u>450,029</u>	<u>6,509</u>	<u>9,136</u>	<u>(373,471)</u>
Other financing sources (uses):						
Proceeds from issuance of debt refunding bond	-	-	-	-	-	-
Payment to refunding bond escrow account	-	-	-	-	-	-
Operating transfers in	-	-	5,949	-	-	448,558
Operating transfers out	-	-	(448,558)	-	-	(5,949)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(442,609)</u>	<u>-</u>	<u>-</u>	<u>442,609</u>
Net change in fund balance	(538)	-	7,420	6,509	9,136	69,138
Fund balances, October 1	1,079	-	1,941	33,025	624,418	1,979,009
Fund balances, September 30	<u>\$ 541</u>	<u>\$ -</u>	<u>\$ 9,361</u>	<u>\$ 39,534</u>	<u>\$ 633,554</u>	<u>\$ 2,048,147</u>

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA

**COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS**

YEAR ENDED SEPTEMBER 30, 2009

	<u>Debt Service Funds</u>	<u>Capital Projects Fund</u>		<u>Total Nonmajor Governmental Funds</u>
		<u>Public Services Facilities Construction</u>	<u>2005 Capital Improvement Projects</u>	
Revenues:				
Taxes	\$ 261,027	\$ -	\$ -	\$ 261,027
Charges for services	-	-	-	50,826
Intergovernmental	-	-	-	4,196,020
Investment Income	4,667	43,727	94,968	205,457
Donations from private sources	-	-	-	7,765
Miscellaneous	-	-	-	13,671
Total revenues	<u>265,694</u>	<u>43,727</u>	<u>94,968</u>	<u>4,734,766</u>
Expenditures:				
Current:				
General government	-	-	-	235,046
Public safety	-	-	-	53,608
Transportation	-	-	-	248,863
Culture and recreation	-	-	-	15,717
Economic environment	-	-	-	2,291,305
Human services	-	-	-	58,858
Debt service:				
Principal retirement	1,300,103	-	-	1,300,103
Interest and fiscal charges	1,832,987	-	-	1,832,987
Capital outlay:				
General government	-	-	4,000	4,000
Public safety	-	-	219,238	366,066
Transportation	-	-	18,900	107,483
Physical Environment	-	-	-	55,262
Culture and recreation	-	4,635	1,075,409	2,238,550
Total expenditures	<u>3,133,090</u>	<u>4,635</u>	<u>1,317,547</u>	<u>8,807,848</u>
Excess (deficiency) of revenues over expenditures	<u>(2,867,396)</u>	<u>39,092</u>	<u>(1,222,579)</u>	<u>(4,073,082)</u>
Other financing sources (uses):				
Proceeds from issuance of debt refunding bond	5,350,000	-	-	5,350,000
Payment to refunding bond escrow account	(5,275,000)	-	-	(5,275,000)
Operating transfers in	2,580,300	-	-	3,045,206
Operating transfers out	-	-	-	(454,507)
Total other financing sources (uses)	<u>2,655,300</u>	<u>-</u>	<u>-</u>	<u>2,665,699</u>
Net change in fund balance	(212,096)	39,092	(1,222,579)	(1,407,383)
Fund balances, October 1	404,029	2,996,265	6,690,729	16,167,846
Fund balances, September 30	<u>\$ 191,933</u>	<u>\$ 3,035,357</u>	<u>\$ 5,468,150</u>	<u>\$ 14,760,463</u>

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
TRAFFICWAYS IMPROVEMENTS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2009

	<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:				
Special assessments	\$ -	\$ -	\$ -	\$ -
Investment income	-	-	14,836	14,836
Miscellaneous	-	7,708	-	(7,708)
Total revenues	<u>-</u>	<u>7,708</u>	<u>14,836</u>	<u>7,128</u>
Expenditures:				
Current:				
Transportation	-	7,708	7,708	-
Total expenditures	<u>-</u>	<u>7,708</u>	<u>7,708</u>	<u>-</u>
Excess of revenues over expenditures	-	-	7,128	7,128
Fund balances at beginning of year	<u>1,020,645</u>	<u>1,020,645</u>	<u>1,020,645</u>	<u>-</u>
Fund balances at end of year	<u>\$ 1,020,645</u>	<u>\$ 1,020,645</u>	<u>\$ 1,027,773</u>	<u>\$ 7,128</u>

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
PUBLIC ARTS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2009

	<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	\$ -	\$ 512,928	\$ 50,826	\$ (462,102)
Investment income	-	-	24,576	24,576
Total revenues	-	512,928	75,402	(437,526)
Expenditures:				
Current:				
Culture / recreation	-	512,928	198,519	314,409
Total expenditures	-	512,928	198,519	314,409
Deficiency of revenues under expenditures	-	-	(123,117)	(123,117)
Fund balances at beginning of year	1,699,654	1,699,654	1,699,654	-
Fund balances at end of year	<u>\$ 1,699,654</u>	<u>\$ 1,699,654</u>	<u>\$ 1,576,537</u>	<u>\$ (123,117)</u>

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GRANTS SPECIAL REVENUE FUND
YEAR ENDED SEPTEMBER 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>Budgetary Basis</u>	Variance with
				Final Budget
	<u>Original</u>	<u>Final</u>		Positive (Negative)
Revenues:				
Intergovernmental	\$ -	\$ 2,354,764	\$ 1,719,671	\$ (635,093)
Investment income	-	-	1,479	1,479
Miscellaneous	-	11,454	12,278	824
Total revenues	<u>-</u>	<u>2,366,218</u>	<u>1,733,428</u>	<u>(632,790)</u>
Expenditures:				
Current:				
General government	200,000	433,143	230,046	203,097
Public safety	-	244,763	159,108	85,655
Transportation	-	362,886	329,363	33,523
Culture and recreation	-	1,175,599	964,989	210,610
Physical environment	-	360,200	55,262	304,938
Total expenditures	<u>200,000</u>	<u>2,576,591</u>	<u>1,738,768</u>	<u>837,823</u>
Deficiency of revenues under expenditures	(200,000)	(210,373)	(5,340)	205,033
Other financing sources (uses):				
Operating transfers in	<u>200,000</u>	<u>210,373</u>	<u>10,399</u>	<u>(199,974)</u>
Total other financing sources (uses)	<u>200,000</u>	<u>210,373</u>	<u>10,399</u>	<u>(199,974)</u>
Net change in fund balance	-	-	5,059	5,059
Fund balances at beginning of year	<u>54,438</u>	<u>54,438</u>	<u>54,438</u>	<u>-</u>
Fund balances at end of year	<u>\$ 54,438</u>	<u>\$ 54,438</u>	<u>\$ 59,497</u>	<u>\$ 5,059</u>

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>Budgetary Basis</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
				Positive
Revenues:				
Intergovernmental	\$ 418,900	\$ 2,587,762	\$ 881,792	\$ (1,705,970)
Total revenues	<u>418,900</u>	<u>2,587,762</u>	<u>881,792</u>	<u>(1,705,970)</u>
Expenditures:				
Current:				
General government	-	12,992	5,000	7,992
Transportation	-	230,000	375	229,625
Culture and recreation	-	125,907	10,715	115,192
Economic environment	418,900	2,123,402	809,191	1,314,211
Human services	-	<u>95,461</u>	<u>57,049</u>	<u>38,412</u>
Total expenditures	<u>418,900</u>	<u>2,587,762</u>	<u>882,330</u>	<u>1,705,432</u>
Deficiency of revenues under expenditures	-	-	(538)	(538)
Fund balances at beginning of year	<u>1,079</u>	<u>1,079</u>	<u>1,079</u>	<u>-</u>
Fund balances at end of year	<u>\$ 1,079</u>	<u>\$ 1,079</u>	<u>\$ 541</u>	<u>\$ (538)</u>

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
NEIGHBORHOOD STABILIZATION GRANT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u> <u>Budgetary Basis</u>	<u>Variance with</u> <u>Final Budget</u> <u>Positive</u>
	<u>Original</u>	<u>Final</u>		<u>(Negative)</u>
	Revenues:			
Intergovernmental	-	\$ 4,772,218	1,061,669	\$ (3,710,549)
Total revenues	-	4,772,218	1,061,669	(3,710,549)
Expenditures:				
Current:				
Economic environment:	-	4,772,218	1,061,669	3,710,549
Total expenditures	-	4,772,218	1,061,669	3,710,549
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
Net change in fund balance	-	-	-	-
Fund balances at beginning of year	-	-	-	-
Fund balances at end of year	\$ -	\$ -	\$ -	\$ -

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
STATE HOUSING INITIATIVE PARTNERSHIP SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2009

	<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:				
Intergovernmental	\$ -	\$ 651,262	\$ 494,703	\$ (156,559)
Investment income	-	-	2,199	2,199
Miscellaneous	-	-	101	101
Total revenues	<u>-</u>	<u>651,262</u>	<u>497,003</u>	<u>(154,259)</u>
Expenditures:				
Current:				
Economic environment:	-	64,293	46,974	17,319
Total expenditures	<u>-</u>	<u>64,293</u>	<u>46,974</u>	<u>17,319</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>586,969</u>	<u>450,029</u>	<u>(136,940)</u>
Other financing sources (uses):				
Operating transfers in	-	38,248	5,949	(32,299)
Operating transfers out	-	(625,217)	(448,558)	176,659
Total other financing sources (uses)	<u>-</u>	<u>(586,969)</u>	<u>(442,609)</u>	<u>144,360</u>
Net change in fund balance	-	-	7,420	7,420
Fund balances at beginning of year	<u>-</u>	<u>1,941</u>	<u>1,941</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ 1,941</u>	<u>\$ 9,361</u>	<u>\$ 7,420</u>

See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
BOND DEBT SERVICE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2009

	<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	\$ 258,800	\$ 258,800	\$ 261,027	\$ 2,227
Investment income	-	-	4,667	4,667
Total revenues	<u>258,800</u>	<u>258,800</u>	<u>265,694</u>	<u>6,894</u>
Expenditures:				
Debt service:				
Principal	1,292,800	1,292,800	1,300,103	(7,303)
Interest and fiscal charges	<u>1,546,300</u>	<u>1,546,300</u>	<u>1,832,987</u>	<u>(286,687)</u>
Total expenditures	<u>2,839,100</u>	<u>2,839,100</u>	<u>3,133,090</u>	<u>(293,990)</u>
Deficiency of revenues under expenditures	<u>(2,580,300)</u>	<u>(2,580,300)</u>	<u>(2,867,396)</u>	<u>(287,096)</u>
Other financing sources:				
Proceeds from issuance of debt	-	-	5,350,000	5,350,000
Other debt issuance costs	-	-	(5,275,000)	(5,275,000)
Operating transfers in	<u>2,580,300</u>	<u>2,580,300</u>	<u>2,580,300</u>	<u>-</u>
Total other financing sources	<u>2,580,300</u>	<u>2,580,300</u>	<u>2,655,300</u>	<u>75,000</u>
Net change in fund balance	-	-	(212,096)	(212,096)
Fund balances at beginning of year	<u>404,029</u>	<u>404,029</u>	<u>404,029</u>	<u>-</u>
Fund balances at end of year	<u>\$ 404,029</u>	<u>\$ 404,029</u>	<u>\$ 191,933</u>	<u>\$ (212,096)</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
YEAR ENDED SEPTEMBER 30, 2009

	<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:				
Investment income	\$ -	\$ 6,857	\$ 43,727	\$ 36,870
Total revenues	<u>-</u>	<u>6,857</u>	<u>43,727</u>	<u>36,870</u>
Expenditures:				
Culture and recreation	-	6,857	4,635	2,222
Total expenditures	<u>-</u>	<u>6,857</u>	<u>4,635</u>	<u>2,222</u>
Excess of revenues over expenditures	-	-	39,092	39,092
Fund balances at beginning of year	<u>-</u>	<u>2,996,265</u>	<u>2,996,265</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ 2,996,265</u>	<u>\$ 3,035,357</u>	<u>\$ 39,092</u>

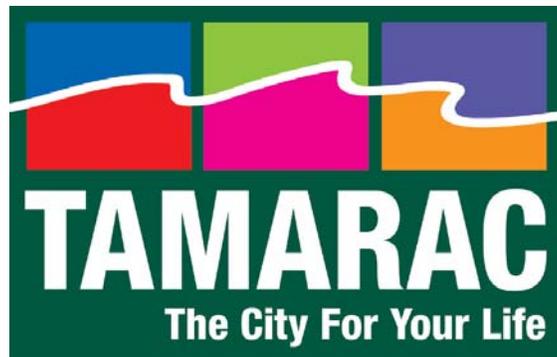
See accompanying independent auditors' report.

CITY OF TAMARAC, FLORIDA
2005 CAPITAL IMPROVEMENT PROJECT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
YEAR ENDED SEPTEMBER 30, 2009

	<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:				
Investment income	\$ -	\$ 4,985,281	\$ 94,968	\$ (4,890,313)
Total revenues	<u>-</u>	<u>4,985,281</u>	<u>94,968</u>	<u>(4,890,313)</u>
Expenditures:				
General government	-	4,000	4,000	-
Public safety	-	1,058,972	219,238	839,734
Transportation	-	921,290	18,900	902,390
Culture and recreation	-	3,001,019	1,075,409	1,925,610
Total expenditures	<u>-</u>	<u>4,985,281</u>	<u>1,317,547</u>	<u>3,667,734</u>
Deficiency of revenues under expenditures	-	-	(1,222,579)	(1,222,579)
Fund balances at beginning of year	<u>-</u>	<u>6,690,729</u>	<u>6,690,729</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ 6,690,729</u>	<u>\$ 5,468,150</u>	<u>\$ (1,222,579)</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
YEAR ENDED SEPTEMBER 30, 2009

	<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:				
Investment income	\$ 500,000	\$ 8,034,352	\$ 240,065	\$ (7,794,287)
Total revenues	<u>500,000</u>	<u>8,034,352</u>	<u>240,065</u>	<u>(7,794,287)</u>
Expenditures:				
General government	1,636,224	5,658,358	2,249,518	3,408,840
Public safety	-	695,020	11,073	683,947
Transportation	305,000	2,070,560	129,356	1,941,204
Physical environment	-	8,000	8,000	-
Culture and recreation	<u>457,692</u>	<u>801,330</u>	<u>126,470</u>	<u>674,860</u>
Total expenditures	<u>2,398,916</u>	<u>9,233,268</u>	<u>2,524,417</u>	<u>6,708,851</u>
Deficiency of revenues under expenditures	<u>(1,898,916)</u>	<u>(1,198,916)</u>	<u>(2,284,352)</u>	<u>(1,085,436)</u>
Other financing sources (uses):				
Proceeds from issuance of debt	-	-	124,280	(124,280)
Transfers in	<u>1,898,916</u>	<u>1,198,916</u>	<u>1,198,916</u>	<u>-</u>
Total other financing sources (uses)	<u>1,898,916</u>	<u>1,198,916</u>	<u>1,323,196</u>	<u>(124,280)</u>
Net change in fund balances	-	-	(961,156)	961,156
Fund balances at beginning of year	<u>16,524,952</u>	<u>16,524,952</u>	<u>16,524,952</u>	<u>-</u>
Fund balances at end of year	<u>\$ 16,524,952</u>	<u>\$ 16,524,952</u>	<u>\$ 15,563,796</u>	<u>\$ 961,156</u>

See accompanying independent auditors' report.

TRUST AND AGENCY FUNDS

Pension Trust Funds

Trust and Agency Funds account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governments and/or funds. The City has four Pension Trust Funds.

General Employees' Trust Fund – to account for the accumulation of resources to be used for retirement benefit payments to the City's general employees.

Police Officers' Pension Fund – to account for the accumulation of resources to be used for retirement benefit payments to the City's former police officers.

Firefighters' Pension Fund – to account for the accumulation of resources to be used for retirement benefit payments to the City's firefighters.

Elected and Appointed and Non-Represented Employees' Pension Fund – to account for the accumulation of resources to be used for retirement benefit payments to the City's elected and appointed and non-represented employees.

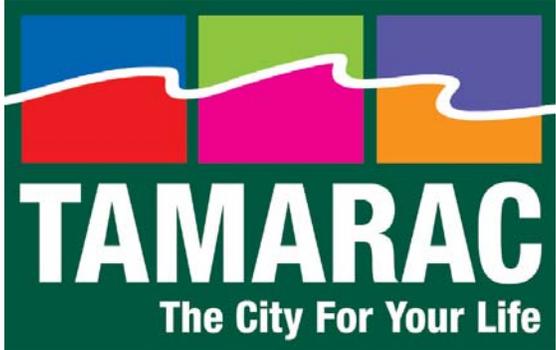
CITY OF TAMARAC, FLORIDA
COMBINING STATEMENT OF NET ASSETS
FIDUCIARY FUNDS
 SEPTEMBER 30, 2009

Pension Trust Funds

	General Employees <u>Retirement</u>	Police Officers <u>Retirement</u>	Firefighters <u>Retirement</u>	Elected and Appointed and Non-represented Employees <u>Retirement</u>	<u>Total</u>
ASSETS					
Equity in pooled cash and investments	\$ 282,358	\$ 5,032	\$ 312,897	\$ 177,415	\$ 777,702
Receivables:					
Interest and dividends	-	11,146	-	-	11,146
Contributions receivable	-	-	99,707	-	99,707
Investments, at fair value:					
Common stock	7,653,302	2,612,323	27,812,858	-	38,078,483
Government securities	3,504,064	98,667	9,793,532	-	13,396,263
Corporate bonds	3,783,055	918,987	1,877,753	-	6,579,795
Mutual and real estate funds	8,452,564	1,819,693	-	11,627,243	21,899,500
Money market funds	1,125,156	871,689	1,971,653	-	3,968,498
Total investments, at fair value	<u>24,518,141</u>	<u>6,321,359</u>	<u>41,455,796</u>	<u>11,627,243</u>	<u>83,922,539</u>
Total assets	<u>24,800,499</u>	<u>6,337,537</u>	<u>41,868,400</u>	<u>11,804,658</u>	<u>84,811,094</u>
LIABILITIES					
Accounts payable	17,967	-	63,866	-	81,833
Deferred revenues/future benefits	-	-	-	370,659	370,659
Total liabilities	<u>17,967</u>	<u>-</u>	<u>63,866</u>	<u>370,659</u>	<u>452,492</u>
NET ASSETS					
Held in trust for pension benefits	<u>24,782,532</u>	<u>6,337,537</u>	<u>41,804,534</u>	<u>11,433,999</u>	<u>84,358,602</u>
Total net assets	<u>\$ 24,782,532</u>	<u>\$ 6,337,537</u>	<u>\$ 41,804,534</u>	<u>\$ 11,433,999</u>	<u>\$ 84,358,602</u>

CITY OF TAMARAC, FLORIDA
COMBINING STATEMENT OF CHANGES IN NET ASSETS
FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2009

	General Employees <u>Retirement</u>	Police Officers <u>Retirement</u>	Firefighters <u>Retirement</u>	Elected and Appointed and Non-represented Employees <u>Retirement</u>	<u>Total</u>
ADDITIONS					
Contributions:					
City	\$ 1,556,604	\$ 10,215	\$ 2,638,717	\$ 1,693,211	\$ 5,898,747
Plan members	525,270	-	639,636	578,043	1,742,949
State	-	457,635	599,378	-	1,057,013
Total contributions	<u>2,081,874</u>	<u>467,850</u>	<u>3,877,731</u>	<u>2,271,254</u>	<u>8,698,709</u>
Investment income:					
Net appreciation (depreciation) in fair value of investments	82,998	(681,746)	1,111,229	473,896	986,377
Interest and dividend income	539,877	178,281	883,874	4,171	1,606,203
Total investment income (loss)	622,875	(503,465)	1,995,103	478,067	2,592,580
Less investment expenses	(109,573)	(54,894)	(212,417)	(14,905)	(391,789)
Net investment income (loss)	<u>513,302</u>	<u>(558,359)</u>	<u>1,782,686</u>	<u>463,162</u>	<u>2,200,791</u>
Total additions	<u>2,595,176</u>	<u>(90,509)</u>	<u>5,660,417</u>	<u>2,734,416</u>	<u>10,899,500</u>
DEDUCTIONS					
Benefits paid and refunds	1,244,124	1,293,285	1,356,917	175,083	4,069,409
Administrative expenses	80,913	44,481	76,790	24,641	226,825
Total deductions	<u>1,325,037</u>	<u>1,337,766</u>	<u>1,433,707</u>	<u>199,724</u>	<u>4,296,234</u>
Change in net assets	1,270,139	(1,428,275)	4,226,710	2,534,692	6,603,266
Net assets, October 1	<u>23,512,393</u>	<u>7,765,812</u>	<u>37,577,824</u>	<u>8,899,307</u>	<u>77,755,336</u>
Net assets, September 30	<u>\$ 24,782,532</u>	<u>\$ 6,337,537</u>	<u>\$ 41,804,534</u>	<u>\$ 11,433,999</u>	<u>\$ 84,358,602</u>



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	93-100
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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

These schedules contain information to help the reader assess the government’s most significant local revenue source, the property tax.	101-104
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Debt Capacity

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.	105-109
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Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the government’s financial activities take place.	110-111
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Operating Information

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.	112-114
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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 Eight Fiscal Years

	Fiscal Year							
	2002	2003	2004	2005	2006	2007	2008	2009
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	\$ 70,287,275
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
Unrestricted	11,148,176	19,432,477	9,713,054	14,230,658	4,281,944	7,997,681	32,787,159	47,471,856
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
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
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
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
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
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	\$ 115,834,018
Restricted	10,713,600	14,408,068	17,326,128	18,875,958	35,048,671	42,239,018	26,096,355	24,384,785
Unrestricted	29,420,819	39,295,426	38,344,186	38,046,443	14,496,086	24,429,861	46,329,253	69,186,306
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

Source: City of Tamarac, Financial Services Department

See accompanying independent auditors' report.

CITY OF TAMARAC

Changes in Net Assets
Last Eight Fiscal Years

	Fiscal Year							
	2002	2003	2004	2005	2006	2007	2008	2009
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
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
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
Economic environment	906,736	777,812	894,713	599,886	4,511,057	1,559,614	1,263,812	2,600,159
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
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
Human services	262,382	245,344	236,262	304,155	319,229	333,332	286,630	335,523
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
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>
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
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
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>
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>
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
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
Culture and recreation	376,211	388,791	570,217	1,082,523	1,154,936	830,025	774,582	617,553
Transportation	27,224	26,134	29,430	34,978	30,067	66,357	25,722	22,916
Physical environment	680,382	827,001	963,729	1,017,446	683,942	733,360	1,320,064	474,243
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
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
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>
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
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
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
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>
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>

Source: City of Tamarac, Financial Services Department

See accompanying independent auditors' report.

CITY OF TAMARAC
Changes in Net Assets
Last Eight Fiscal Years

	Fiscal Year							
	2002	2003	2004	2005	2006	2007	2008	2009
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)
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
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>
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
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
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
Utility taxes	3,559,521	99,435	106,512	123,694	141,717	146,928	146,442	145,444
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
Gas taxes	n/a	n/a	n/a	1,088,730	1,094,177	1,081,652	1,073,542	972,074
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
Interest earnings	990,370	658,510	478,187	665,611	2,074,320	3,133,291	1,841,268	857,983
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
Gain (loss) on sale of capital assets	(905)	-	101,200	-	(45,374)	31,191	836,152	2,023
^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>
Business-type activities:								
Investment earnings	715,116	372,181	414,853	560,893	854,005	1,255,811	754,467	314,330
Transfers	(242,156)	(244,410)	(256,600)	(269,500)	(283,000)	(297,200)	(361,000)	(380,100)
Gain on sale of capital assets	2,981	-	25,300	2,965	(867)	72,863	13,150	95,413
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>
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>
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
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
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>

^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, 2009

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General Fund										
Reserved	\$ 275,302	\$ 99,301	\$ 60,678	\$ 873,997	\$ 3,424,101	\$ 105,414	\$ 973,332	\$ 833,219	\$ 642,923	\$ 590,453
Unreserved	5,724,198	5,924,154	9,420,172	9,351,383	10,287,258	14,242,847	15,745,195	16,685,842	19,454,677	22,159,672
Total general fund	<u>\$ 5,999,500</u>	<u>\$ 6,023,455</u>	<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>
All Other Governmental Funds										
Reserved	\$ 1,410,417	\$ 991,413	\$ 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	6,136,347	3,129,494	242,999	2,359,916	-	-	-	-	-	(220,379)
Capital projects funds	5,890,142	7,982,735	17,817,956	-	-	-	-	12,259,715	19,043,205	15,390,008
Debt service funds	(718,597)	(689,136)	(455,391)	(740,606)	37,230	60,119	181,296	355,651	404,029	191,933
Total all other government funds	<u>\$ 12,718,309</u>	<u>\$ 11,414,506</u>	<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>
Total Government Funds	<u>\$ 18,717,809</u>	<u>\$ 17,437,961</u>	<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>

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									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
REVENUES										
Taxes	\$ 13,836,142	\$ 16,482,973	\$ 19,679,288	\$ 21,099,801	\$ 23,233,923	\$ 24,716,409	\$ 28,609,913	\$ 32,449,025	\$ 31,313,801	\$ 29,791,213
Licenses and permits	1,470,990	1,742,023	1,792,720	1,862,250	1,974,976	2,251,241	3,880,250	2,671,892	2,406,897	2,376,229
Intergovernmental	5,533,264	5,727,383	6,093,535	8,968,584	9,278,066	9,185,131	17,261,915	9,405,276	10,200,171	9,009,504
Charges for Services	4,685,168	3,110,922	2,939,697	3,398,781	3,637,338	4,461,157	4,781,856	4,372,195	3,975,639	3,803,768
Fines and forfeitures	481,785	480,744	500,849	526,531	563,373	539,811	678,751	598,039	446,866	583,158
Investment earnings	1,499,254	1,354,930	866,183	591,918	431,597	632,007	2,074,322	3,134,750	1,841,269	857,984
Special assessments	2,733,585	2,844,889	2,912,292	3,042,677	5,432,240	5,954,885	5,898,740	6,723,891	6,715,675	8,760,258
Miscellaneous	3,761,159	4,338,387	4,326,573	4,690,118	5,997,033	5,898,503	5,997,907	5,939,824	6,311,869	6,759,450
Total revenues	<u>\$ 34,001,347</u>	<u>\$ 36,082,251</u>	<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>
EXPENDITURES										
General government	\$ 6,277,309	\$ 6,664,316	\$ 7,377,350	\$ 8,880,895	\$ 9,075,335	\$ 9,598,842	\$ 10,422,938	\$ 10,697,895	\$ 10,824,676	\$ 11,634,921
Public safety	16,445,488	17,677,687	17,367,132	19,492,930	22,411,503	23,821,796	34,172,300	28,388,447	27,991,426	29,569,781
Transportation	1,438,811	1,163,401	1,276,763	1,156,016	1,411,803	1,259,041	1,413,425	1,418,702	1,158,425	1,260,665
Economic environment	106,038	467,170	893,209	784,722	914,845	604,221	708,196	1,654,950	1,266,711	2,608,447
Physical environment	3,714,470	1,823,700	1,619,105	1,815,299	1,994,404	2,537,921	2,451,930	2,654,791	2,181,900	3,239,801
Human Services	257,715	377,850	243,726	254,154	248,825	308,985	325,499	354,446	293,005	340,625
Culture and recreation	1,743,213	2,327,697	3,190,812	3,223,007	3,761,822	4,284,425	3,996,031	5,020,571	4,543,692	3,314,474
Capital outlay	7,446,144	2,021,826	2,228,415	10,726,676	12,827,440	3,205,552	8,027,957	6,828,861	16,803,869	3,625,716
Debt service:										
Principal	952,932	999,156	1,189,545	1,583,487	1,985,876	2,080,674	2,339,619	1,400,658	1,247,730	3,300,103
Interest	873,553	764,648	1,203,278	1,252,306	1,229,864	1,157,672	1,990,171	1,625,551	1,607,303	1,957,267
Total expenditures	<u>\$ 39,255,673</u>	<u>\$ 34,287,451</u>	<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>
Excess of revenues over (under) expenditures	<u>(5,254,326)</u>	<u>1,794,800</u>	<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>

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									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Other financing sources (uses)										
Bonds issued	-	-	13,293,896	-	-	-	15,027,697	-	-	-
Proceeds from capital leases	292,000	196,100	-	-	-	-	-	-	-	-
Proceeds from issuance of debt	-	-	-	-	-	-	-	-	6,818,373	5,474,280
Other debt issuance cost	-	-	-	-	-	-	-	-	-	(5,275,000)
Transfers in	6,482,340	8,007,526	6,690,381	11,528,384	14,808,083	7,851,971	14,485,585	20,867,785	16,347,134	11,420,722
Transfers out	(6,482,340)	(7,807,526)	(6,448,225)	(11,283,974)	(13,130,303)	(10,782,471)	(14,202,585)	(20,570,585)	(15,498,134)	(11,040,622)
Total other financing sources (uses)	<u>292,000</u>	<u>396,100</u>	<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>
 Net changes in fund balance	 <u>\$ (4,962,326)</u>	 <u>\$ 2,190,900</u>	 <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>
 Ratio of total debt service to noncapital expenditures										
Total debt service	\$ 1,826,485	\$ 1,763,804	\$ 2,392,823	\$ 2,835,793	\$ 3,215,740	\$ 3,238,346	\$ 4,329,790	\$ 3,026,209	\$ 2,855,033	\$ 5,257,370
Total noncapital expenditures	31,809,529	32,265,625	34,360,920	38,442,816	43,034,277	45,653,577	57,820,109	53,216,011	51,114,868	57,226,084
Ratio	6%	5%	7%	7%	7%	7%	7%	6%	6%	9%

Source: City of Tamarac, Financial Services Department

See accompanying independent auditors' report.

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

Function/Program	Fiscal Year							
	2002	2003	2004	2005	2006	2007	2008	2009
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
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
Transportation	27,224	26,134	29,430	34,978	306,880	66,357	555,495	352,279
Culture/recreation	503,535	3,444,072	1,028,276	3,851,587	2,362,405	994,457	1,245,768	3,375,988
Physical environment	1,733,158	1,891,203	2,058,608	1,027,446	683,942	767,491	1,320,064	474,243
Economic environment	896,307	891,362	816,052	117,937	551,801	2,353,902	3,268,714	2,544,869
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>
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
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
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>
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>

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 ^a	Sales & Use	Franchise	Motor Fuel	Total
2000	9,430,245	2,966,244	3,318,960	12,931	15,728,380
2001	11,796,562	3,131,981	3,446,183	14,718	18,389,444
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
Change 2000 - 2009	114.5%	2.4%	39.5%	117.2%	77.6%

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
<u>Tax Year</u>	<u>Fiscal Year</u>	<u>Residential</u> <u>Property</u>	<u>Non-Residential</u> <u>Property</u>	<u>Personal</u> <u>Property</u>	<u>Less: Tax</u> <u>Exemptions</u>	<u>Total Taxable</u> <u>Value</u>	<u>Total Direct</u> <u>Tax Rate</u>	<u>Actual Market</u> <u>Value</u>	<u>as a Percentage</u> <u>of Market Value</u>	
1999	2000	1,896,327	372,642	133,722	599,209	1,803,482	5.4900	2,268,969	79.48%	
2000	2001	1,911,657	396,743	155,253	622,225	1,841,428	6.5767	2,511,795	73.31%	
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%	

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					
2000	4.9999	0.4901	5.4900	6.8947	0.6763	7.5710	8.6740	0.4543	9.1283	-	0.6970	2.4895	0.0440	25.4198
2001	5.9999	0.5768	6.5767	6.8903	0.6347	7.5250	8.5410	0.4143	8.9553	-	0.6970	2.4803	0.0410	26.2753
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

Source: Broward County Property Appraiser

See accompanying independent auditors' report.

CITY OF TAMARAC
Principal Property Taxpayers
Current and Ten Years Ago

Taxpayer	2009			2000		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Advance Business Assoc	\$ 48,140,410	1	1.24%	\$ 4,351,790	4	0.24%
Florida Power & Light, Co.	47,960,164	2	1.24%	\$ 38,232,262	1	2.08%
University Hospital	43,278,480	3	1.12%	37,203,373	2	2.02%
DDRM Midway Plaza LLC	31,378,460	4	0.81%			
BH IGF Hidden Harbour	28,319,970	5	0.73%	17,914,515	3	0.97%
Monadnock Property Trust LLC	23,488,700	6	0.61%			
Jasmine at Tamarac	21,704,070	7	0.56%			
Ramco-Gershenson Properties	20,431,790	8	0.53%	5,883,170	5	0.32%
Alliance Partners LLC	19,335,910	9	0.50%			
BHG-Univ Club on the Green LLC	18,248,890	10	0.47%			
Total	<u>\$ 302,286,844</u>		<u>7.81%</u>	<u>\$ 103,585,110</u>		<u>5.63%</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
2000	9,780	9,745	99.6%	29	9,774	99.9%
2001	12,315	12,292	99.8%	1	12,293	99.8%
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%

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			
2000	7,181,370	8,460,000	-	-	17,670,000	-	-	377,395	33,688,765	2.60%	606.04
2001	6,492,461	8,170,000	-	-	16,500,000	-	-	431,682	31,594,143	2.34%	561.69
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

Notes:

Details regarding the City's outstanding debt can be found in note 6 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 2009 median household income (\$41,029) of the City of Tamarac.

^c Population data can be found in Page 110, 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
2000	7,181,370	(757,257)	7,938,627	4.402	142.81
2001	6,492,461	(753,457)	7,245,918	3.935	128.82
2002	5,907,461	(754,572)	6,662,033	3.378	117.05
2003	5,153,050	(754,683)	5,907,733	2.686	102.58
2004	4,352,901	5,517	4,347,384	1.794	74.60
2005	3,506,769	29,407	3,477,362	1.262	59.05
2006	2,619,398	68,857	2,550,541	0.808	42.80
2007	2,265,523	103,330	2,162,193	0.561	36.07
2008	1,927,135	116,727	1,810,408	0.397	30.54
2009	1,747,032	119,050	1,627,982	0.421	27.43

Notes:

Details regarding the City's outstanding debt can be found in note 6 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, 2009

<u>Name of Government</u>	<u>Net Debt Outstanding</u>	<u>Estimated Percentage Applicable¹</u>	<u>Estimated Share of Overlapping Debt</u>
Broward County	\$ 443,330,000	2.32%	\$ 10,277,130
City of Tamarac - Direct Debt			1,627,982
Total Direct and Overlapping Debt			<u>\$ 11,905,112</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, 2009

The Charter of the City of Tamarac imposes no bonded debt limit. Details regarding the City's outstanding debt can be found in the notes to 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		
2000	14,866,267	12,014,729	2,851,538	1,170,000	1,063,161	2,233,161	1.28
2001	14,402,910	10,658,948	3,743,962	1,235,000	997,345	2,232,345	1.68
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

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 2009 also includes investment and other income.

b Does not include interest, depreciation and amortization expenses. For 2009 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
2000	55,588	36,004	1,298,258	23,355	52.9	83.5%	1,454	3.5%
2001	56,248	36,724	1,339,940	23,822	52.9	83.5%	1,454	4.4%
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%

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 - 2008 Estimate.

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
Last Ten Fiscal Years

Employer	2009		2000	
	Employees	Percentage of Total City Employment	Employees	Percentage of Total City Employment
*Convergys Customer Mgmt CP	950	21.60%	N/A	N/A
*City Furniture (Opened in 2001)	825	18.75%	N/A	N/A
*University Hospital	750	17.05%	N/A	N/A
*Publix Supermarkets (3)	391	8.89%	N/A	N/A
City of Tamarac	378	8.59%	359	69.84%
*Arch Aluminum & Glass Co CP	228	5.18%	N/A	N/A
*Aurafin CP	250	5.68%	N/A	N/A
*Heartland of Tamarac	220	5.00%	155	30.16%
*Toshiba CP (Opened in 2006)	145	3.30%	N/A	N/A
*Walgreens (4)	162	3.68%	N/A	N/A
*Woodlands Country Club	100	2.27%	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									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Governmental activities:										
General Government	103	102	102	104	106	106	102	103	97	89
Public Safety*	93	93	93	93	106	108	108	109	104	104
Transportation	17	17	17	16	16	16	16	17	10	10
Culture and recreation	18	27	29	32	33	33	36	36	34	42
Physical environment	58	61	61	62	67	67	68	69	65	64
Business-type activities:										
Water and Wastewater	53	53	54	53	51	51	50	51	50	51
Stormwater	17	17	16	17	17	17	18	18	18	18
Total	359	370	372	377	396	398	398	403	378	378

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 2000-2009

See accompanying independent auditors' report.

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

	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Function/Program										
General Government										
Building Permits Issued	5,071	5,388	5,064	5,821	5,785	6,649	9,843	7,587	5,634	5,104
Building Inspections Conducted	25,670	26,646	25,425	34,501	43,473	27,870	43,649	33,215	17,103	16,834
Police										
Physical Arrests	325	565	1,042	1,026	1,244	1,073	874	1,197	1,579	1,605
Traffic Violations	n/a	126	5,162	5,256	5,199	5,235	3,514	4,908	1,216	8,959
Fire										
Emergency Responses	10,277	11,093	10,560	10,281	11,172	15,725	8,563	10,694	10,735	10,896
Inspections	4,296	3,589	4,304	4,798	4,472	2,551	1,669	1,684	2,652	2,714
Refuse Collection										
Recyclables Collected (tons)	5,030	4,723	4,632	4,622	4,333	4,163	3,800	3,439	3,482	3,430
Other Public Works										
Street Resurfacing (miles)	36.53	34.04	20.48	n/a	7.60	0.50	3.00	2.00	0.00	0.00
Potholes Repaired ^a	n/a	1,093	2,136	186	305	100	6	64	115	82
Parks and Recreation										
Athletic Field Permits Issued	115	120	121	103	81	85	28	87	2	90
Water										
New Connections	143	37	63	54	739	145	727	350	74	14
Water Main Breaks	12	31	35	21	30	21	35	18	13	11
Average Daily Consumption (millions of gallons)	5.9	5.6	6.4	6.4	6.5	6.2	6.5	5.7	5.4	5.7
Peak Daily Consumption (millions of gallons)	9.2	9.5	9.5	10.0	10.0	10.0	10.0	11.2	14.0	7.5
Wastewater										
Average Daily Sewage Treatment (millions of gallons) ^b	7.79	7.91	7.642	7.406	7.607	7.538	6.767	6.480	6.512	6.600
Transit ^c										
Total Route Miles	36,773	84,480	85,997	106,740	84,913	79,663	78,022	80,244	73,450	98,281
Passengers	3,788	20,488	30,068	37,422	35,973	43,401	43,781	47,145	16,304	36,345

Sources:

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

Notes:

^a no data before fiscal year 2001

^b no data for Tamarac East to Fort Lauderdale Wastewater before fiscal year 2002

^c transit service began April 2000

See accompanying independent auditors' report.

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

Function	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Public safety										
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units			85	85	85	85	90	89	74	72
Fire stations	2	2	2	2	3	3	3	3	3	3
Highways and Streets										
Streets (miles)	140	140	140	140	136	136	120	136	140	137
Street lights	380	380	380	380	384	385	385	239	385	239
Culture and recreation										
Parks acreage	62.0	62.0	77.1	62.0	93.2	145.6	147.6	150.55	159.05	153.6
Parks	6	6	6	6	10	10	10	10	11	10
Tennis courts	4	4	4	4	4	4	4	4	4	4
Community centers	0	1	1	1	1	1	1	1	1	3
Aquatic Center	N/A	N/A	N/A	N/A	N/A	N/A	1	1	1	1
Water										
Water mains (miles)	227.3	231.4	233.2	233.2	236.8	243.0	249.7	250.9	251.2	253.9
Fire hydrants	1,765	1,769	1,857	1,893	1,944	1,893	2,029	2,043	2,045	2,077
Maximum daily capacity (millions of gallons)	20	20	20	20	20	20	20	20	20	20
Sewer										
Sanitary Sewers (miles)	176.4	177.4	178.8	180.6	182.2	181.0	185	185.5	186	188.3
Storm Sewers (miles)	76	76	76	76	76	76	76	77	79	77
Maximum daily capacity (millions of gallons)	0	0	0	0	0	0	8.04	8.04	8.04	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**

To the Honorable Mayor, City Commissioners
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, 2009, which collectively comprises the City's basic financial statement and have issued our report thereon dated March 8, 2010. We did not audit the financial statements of the Pension Trust Funds, which together represent 100% of the assets, revenues and deductions of the fiduciary fund totals, which are included in the fund financial statements. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for Pension Trust Funds, are based solely on the report of other auditors. 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 of Tamarac'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.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiency described in the accompanying Letter to Management as items 2009-01 to be a significant deficiency in internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

To the Honorable Mayor, City Commissioners
and City Manager
City of Tamarac, Florida
Page 2

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we consider the significant deficiency described above to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the entity'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 *Governmental Auditing Standards*.

The City's responses to the findings identified in our audit are described in the accompanying Letter to Management. We did not audit the City's responses and accordingly, we express no opinion on it.

This report is intended solely for the information and use of the Mayor, City Commission, City management and the applicable regulatory agencies and is not intended to be and should not be used by anyone other than these specified parties.

GLSC & Company, PLLC

March 8, 2010





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

To the Honorable Mayor, City Commissioners
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, 2009, which collectively comprises the City's basic financial statement and have issued our report thereon dated March 8, 2010. We did not audit the financial statements of the Pension Trust Funds, which together represent 100% of the assets, revenues and deductions of the fiduciary fund totals, which are included in the fund financial statements. Those financial statements were audited by other independent auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for Pension Trust Funds, are based solely on the report of other auditors.

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* and Chapter 10.550, Rules of the Auditor General. We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters, Independent Auditor's Report on Compliance and on Internal Control over Compliance Applicable to each Major Federal Program and State Financial Assistance Projects in Accordance with OMB Circular A-133 and Chapter 10.550, Rules of the Auditor General, and Schedule of Findings and Questioned Costs. Disclosures in those reports and schedule, which are dated March 8, 2010, 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.**

This report is intended for the information of the City of Tamarac, Florida's management and the Auditor General of the State of Florida 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

March 8, 2010

LETTER TO MANAGEMENT

I. CURRENT YEAR FINDINGS AND RECOMMENDATIONS

2009-01 Year-end Closing Procedures (Material Weakness)

Observation

During the audit of the City's financial statements for fiscal year ended September 30, 2009, we recommended a substantial number of adjusting journal entries: most of the entries were made to record accrual or other adjustments that should have been made by the City's Finance Department during the year end closing procedures.

Recommendation

The City should consider developing year end closing procedures. These procedures should include timetables outlining appropriate due dates and instruction for schedules that should be prepared. The closing procedures should be documented in a formal checklist that indicate the individual responsibility for the task, when it is due and when it is accomplished.

Management Comment

Management agrees with the observation and comment. Although the City has a checklist for its closing procedures, the checklist will be reviewed, evaluated, and updated as necessary to insure it captures all year-end closing requirements and unusual transactions. Based upon the prior year's recommendation, the City hired a Director of Financial Services on January 11, 2010 who has instituted a review of internal controls and is evaluating existing policies and procedures within the Financial Services operations and for financial statement preparation. In addition, by mutual agreement, the timing of interim field work and financial statement audit field work will be changed to allow for internal controls to be reviewed at an earlier time period and the audit field work to be performed following completion of a draft of the financial statements to provide sufficient time for staff to complete the financial statements.

**LETTER TO MANAGEMENT
(CONTINUED)**

II. STATUS OF PRIOR YEAR FINDINGS AND RECOMMENDATIONS

2008-1 Review of Journal Entries

Condition

Our review of journal entries prepared by the City's accounting department during the year ended September 30, 2008 disclosed three (3) of the ten (10) journal entries selected for testing show no evidence of review or approval by supervisory personnel. In addition, these entries were posted in the general ledger system by the same personnel who prepared them.

Current Year Status

The City implemented internal control procedures to document the review and approval of journal entries as well as proper segregation of duties on the preparation and posting of journal entries into the general ledger system. No similar finding was noted in fiscal year 2009, comment will not be repeated.

2008-2 Report Submission

Condition

Our test of compliance with laws, regulations, contracts and grant agreements disclosed that the City failed to submit the Application for Revenue Sharing form and SF-272 Federal Cash Transaction Report in a timely manner:

Current Year Status

The City developed a tracking system in order to comply with the reporting requirements and their due dates and designated a responsible employee to monitor timely submissions of reports. No similar finding was noted in fiscal year 2009, comment will not be repeated.

2008-03 Year-end Closing Procedures

Condition

During the audit of the City's financial statements for fiscal year September 30, 2008, we noted significant deficiencies in the City's year-end closing procedures as well as in the preparation of the government-wide financial statements, as evident by a number of audit adjustments proposed by the auditors and posted by the City.

Current Year Status

Similar condition was noted in current year audit of the City's financial statements, see current year finding 2009-01.

LETTER TO MANAGEMENT
(CONTINUED)

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. The City has taken corrective actions to address significant findings and recommendations in the preceding annual financial audit report, except for finding 2008-03 that was repeated in fiscal year 2009.
2. The City of Tamarac complied with Section 218.415, Florida Statutes, regarding the investment of public funds.
3. There was a material weakness and recommendation to improve the City's financial management, accounting procedures, and internal control for the fiscal year ended September 30, 2009, see item 2009-01 in the accompanying Letter to Management.
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.
5. Based on our professional judgment, we may report on the following matters that are inconsequential to the financial statements, considering both quantitative and qualitative factors: (a) violations on laws, rules, regulations, contractual provisions or abuse that have occurred, or were likely to have occurred, and would have an immaterial effect on the financial statements; (b) improper expenditures or illegal acts that would have an immaterial effect on the financial statements; and (c) control deficiencies that are not significant deficiencies, including, but not limited to (1) improper or inadequate accounting procedures (e.g., the omission of required disclosures from the financial statements); (2) failure to properly record financial transactions; and (3) other inaccuracies, shortages, defalcations, and instances of fraud discovered by, or that come to the attention of the auditor. 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. There are no component units.
7. The City of Tamarac has not met one or more of the conditions described in Section 218.503(1), Florida Statutes.

LETTER TO MANAGEMENT
(CONTINUED)

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, 2009 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 APPLICABLE
TO EACH MAJOR FEDERAL PROGRAM AND STATE FINANCIAL ASSISTANCE PROJECT
AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH
OMB CIRCULAR A-133 AND CHAPTER 10.550, RULES OF THE AUDITOR GENERAL**

To the Honorable Mayor, City Commissioners
and City Manager
City of Tamarac, Florida

Compliance

We have audited the compliance of the City of Tamarac, Florida (the City) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement, and the requirements described in the Executive Office of the Governor's State Project Compliance Supplement, that are applicable to each of its major federal programs and State financial assistance projects for the year ended September 30, 2009. The City's major federal programs and State financial assistance projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs and State financial assistance projects is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

We conducted our audit 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; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; and Chapter 10.550, Rules of the Auditor General. Those standards, OMB Circular A-133, and Chapter 10.550, Rules of the Auditor General, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program or State financial assistance project occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the City's compliance with those requirements.

In our opinion, the City of Tamarac, Florida complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs and State financial assistance projects for the year ended September 30, 2009.

Internal Control Over Compliance

The management of the City of Tamarac, Florida is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal awards programs and State financial assistance projects. In planning and performing our audit, we considered the City's internal control over compliance with the requirements that could have a direct and material effect on a major federal program or State financial assistance project in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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 *control deficiency* in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program or state financial assistance project on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer federal program or state financial assistance project such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of federal program or state financial assistance project that is more than inconsequential will not be prevented or detected by the entity's internal control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program or state financial assistance project will not be prevented or detect by the entity's internal control.

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

This report is intended solely for the information and use of the Mayor, City Commission, City management and grantor agencies and is not intended to be and should not be used by anyone other than these specified parties.

GLSC & Company, PLLC

March 8, 2010



CITY OF TAMARAC
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE PROJECT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009

Federal Agency, Pass-through Entity Federal Program	CFDA Number	Contract Grant Number	Expenditures
<i>U.S. Department of Housing and Urban Development</i>			
Community Development Block Grant - NSP	14.218	B-08-MN-12-0028	\$ 991,441
Community Development Block Grant	14.218	FY2008-2009	503,975
Economic Development Initiative -Special Project:	14.251	B-08-SP-FL-0156	147,000
Pass-Through Broward County			
Community Development Block Grant - DRI	14.228	FY2008-2009	<u>378,356</u>
<i>Total U.S. Department of Housing and Urban Development</i>			<u>2,020,772</u>
<i>U.S. Department of Interior</i>			
Outdoor Recreation Acquisition, Development and Planning	15.916	LW469	116,755
	15.916	LW536	<u>200,000</u>
<i>Total U.S. Department of Interior</i>			<u>316,755</u>
<i>U.S. Department of Transportation</i>			
Highway Planning and Construction	20.205	N/A	<u>329,363</u>
<i>U.S. Department of Homeland Security</i>			
Hazard Mitigation Grant	97.039	1609-80-R	25,350
Hazard Mitigation Grant	97.039	1609-79-R	78,947
Homeland Security Grant Program	97.067	09-CI-49-11-16-02-311	<u>4,818</u>
<i>Total U.S. Department of Homeland Security</i>			<u>109,115</u>
<i>U.S. Federal Mediation and Coalition Services</i>			
LMCP/FMCS 07 - City's Safety Program	34.001	06-FL/LPS-002	<u>26,449</u>
<i>U.S. Department of Justice</i>			
Justice Assistance Grant Program	16.738	N/A	<u>4,187</u>
<i>TOTAL EXPENDITURES OF FEDERAL AWARDS</i>			<u>\$ 2,806,641</u>

N/A - Not Available

(Continued)

CITY OF TAMARAC
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE PROJECT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009
(CONTINUED)

<u>State Agency</u> <u>Pass-through Entity</u> <u>Program Title</u>	<u>CSFA</u> <u>Number</u>	<u>Contract</u> <u>Grant</u> <u>Number</u>	<u>Expenditures</u>
<i>Florida Department of Environmental Protection</i>			
Statewide Surface Water Restoration and Wastewater Projects	37.039	LP8980	\$ 197,124
Florida Recreation Development Assistance Program	37.017	F07159	<u>200,000</u>
<i>Total Florida Department of Environmental Protection</i>			<u><u>397,124</u></u>
<i>Florida Housing Finance Agency</i>			
State Housing Initiatives Partnership (S.H.I.P.)	52.901	N/A	<u>495,531</u>
<i>Florida Department of Health</i>			
Emergency Medical Services Matching Grant	64.003	M8089	62,934
Emergency Medical Services Matching Grant	64.003	M9104	<u>35,359</u>
<i>Total Florida Department of Health</i>			<u><u>98,293</u></u>
<i>TOTAL EXPENDITURES OF STATE FINANCIAL ASSISTANCE PROJECT</i>			<u><u>\$ 990,948</u></u>

N/A - Not Available

CITY OF TAMARAC, FLORIDA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE PROJECTS
FOR THE YEAR ENDED SEPTEMBER 30, 2009

**NOTE A - SCOPE OF AUDIT PURSUANT TO OMB CIRCULAR A-133 AND CHAPTER 10.550,
 RULES OF THE AUDITOR GENERAL**

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 2009, 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 2009 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 82 percent of total cash and noncash Federal program expenditures.

<u>Major Federal Program Description</u>	<u>Federal CFDA Number</u>	<u>Fiscal 2009 Expenditures</u>
Community Development Block Grant	14.218	\$ 1,495,416
Community Development Block Grant-DRI	14.228	378,356
Highway Planning and Development	20.205	329,363
Wind Hardening	97.039	104,297

State Financial Assistance Projects

All State financial assistance projects of the City of Tamarac, Florida are included in the scope of Florida Single Audit. The Florida Single Audit was performed in accordance with the provisions of the Florida Single Audit Act. Compliance testing of all requirements, as described in the Compliance Supplement, was performed for the grant programs noted below. These programs represent all State financial assistance and other grants with fiscal 2009 cash and noncash expenditures in excess of \$500,000 that ensure coverage of at least 50 percent of State granted funds. Actual coverage is approximately 70 percent of total cash and noncash State financial assistance projects.

<u>Major State Program Description</u>	<u>State CSFA Number</u>	<u>Fiscal 2009 Expenditures</u>
State Housing Initiative Partnership	52.901	\$ 495,531
Statewide Surface Water Restoration And Wastewater Projects	37.039	197,124

CITY OF TAMARAC, FLORIDA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE PROJECTS
FOR THE YEAR ENDED SEPTEMBER 30, 2009
(CONTINUED)

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, 2009. The basis of accounting is described in Note 1 to the City of Tamarac, Florida's basic financial statements.

NOTE C - FINDINGS OF NONCOMPLIANCE

None

NOTE D - AUDITS PERFORMED BY OTHER ORGANIZATIONS

There were no audits performed by Federal or State grantor agencies.

CITY OF TAMARAC, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS -
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE PROJECTS
FOR THE YEAR ENDED SEPTEMBER 30, 2009

A. SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unqualified opinion on the basic financial statements of the City of Tamarac, Florida.
2. A material weakness relating to the audit of the basic financial statements is reported in the independent auditors' report on internal control over financial reporting and on compliance and other matters based on an audit of financial statements performed in accordance with *Government Auditing Standards*. See accompanying Letter to Management.
3. No significant deficiencies relating to the audit of the major federal award programs or State financial assistance projects are reported in the independent auditors' report on compliance and internal control over compliance applicable to each major federal awards program and State financial assistance project.
4. The auditors' report on compliance for the major federal programs and State financial assistance projects for the City of Tamarac, Florida expresses an unqualified opinion.
5. Audit findings relative to the major federal programs and State financial assistance projects for the City of Tamarac, Florida are reported in Parts C. and D. of this Schedule.
7. The program tested as major program includes:

<u>Federal Program</u>	<u>Federal CFDA #</u>
Community Development Block Grant	14.218
Community Development Block Grant-DRI	14.228
Highway Planning and Development	20.205
Wind Hardening	97.039

<u>State Program</u>	<u>State CSFA #</u>
State Housing Initiative Partnership	52.901
Statewide Surface Water Restoration And Wastewater Projects	37.039

Dollar threshold to distinguish Type A and Type B Programs	\$300,000
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8. The City of Tamarac, Florida was determined to be a low-risk audit pursuant to OMB Circular A-133.

CITY OF TAMARAC, FLORIDA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS -
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE PROJECTS
FOR THE YEAR ENDED SEPTEMBER 30, 2009
(Continued)

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

See accompanying Letter to Management.

C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS PROGRAMS AND STATE FINANCIAL ASSISTANCE PROJECT AUDIT

None

D. OTHER ISSUES

1. Corrective Action Plan for prior year audit finding 2008-02 in accompanying Letter to Management is described below:

Corrective Action Plan on 2008-02

Internal Control deficiency on Reporting
Program: Community Development Block Grant
CFDA #: 14.218

The City developed a tracking system in order to comply with the reporting requirements and their due dates and designated a responsible employee to monitor timely submissions of reports, comment will not be repeated.

2. No corrective action plan is required for fiscal year ended September 30, 2009 because there were no findings required to be reported under the Federal or Florida Single Audit Acts.