

Committed to the Quality of Life

Comprehensive Annual Financial Report

City of Bushnell, Florida

For Fiscal Year Ended September 30, 2001

**Comprehensive Annual Financial Report
of the
City of Bushnell, Florida
for the
Fiscal Year Ended September 30,2001**

PREPARED BY THE OFFICE OF THE CITY CLERK

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED SEPTEMBER 30, 2001
CITY OF BUSHNELL, FLORIDA**

TABLE OF CONTENTS

	Page
<u>Introductory Section</u>	
City Council Elected and Appointed Officials	i
Organizational Chart	ii
Letter of Transmittal	iii-xiii
<u>Financial Section</u>	
Independent Auditors' Report	1-2
General-Purpose Financial Statements (Combined Statements-Overview)	
Combined Balance Sheet - All Fund Types and Account Groups	3-4
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - All Governmental Fund Types	5
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - All Governmental Fund Types	6
Combined Statement of Revenues, Expenses, and Changes in Retained Earnings - All Proprietary Fund Types - Enterprise	7
Combined Statement of Cash Flows - All Proprietary Fund Types - Enterprise	8-9
Combined Statement of Changes in Plan Net Assets - Pension Trust Funds	10
Notes to Financial Statements	11-32
<u>Required Supplementary Information</u>	
Schedule of Contributions - Employer and Other	33
<u>Combining, Individual Fund and Account Group Financial Statements and Schedules</u>	
General Fund	
Comparative Balance Sheets	34
Comparative Statement of Revenues, Expenditures and Changes in Fund Balance	35
Schedule of Revenues - Budget and Actual	36-37
Schedule of Expenditures - Budget and Actual	38-39
Special Revenue Funds	
Combining Balance Sheet	40
Combining Statement of Revenue, Expenditures and Changes in Fund Balances	41

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED SEPTEMBER 30, 2001
CITY OF BUSHNELL, FLORIDA**

**TABLE OF CONTENTS
(Continued)**

	<u>Page</u>
<u>Combining, Individual Fund and Account Group Financial Statements and Schedules (Concluded)</u>	
Special Revenue Funds (Concluded)	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Evergreen Cemetery Fund	42
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Community Development Block Grant Fund	43
Enterprise Funds	
Combining Balance Sheet	44-45
Combining Statement of Revenues, Expenses and Changes in Retained Earnings	46
Combining Statement of Cash Flows	47-48
Statement of Revenues, Expenses and Changes in Retained Earnings - Budget and Actual - Electric Utility Fund	49
Statement of Revenues, Expenses and Changes in Retained Earnings - Budget and Actual - Water Utility Fund	50
Statement of Revenues, Expenses and Changes in Retained Earnings - Budget and Actual - Wastewater Utility Fund	51
Statement of Revenues, Expenses and Changes in Retained Earnings - Budget and Actual - Sanitation Fund	52
Pension Trust Funds	
Combining Statement of Plan Net Assets	53
Combining Statement of Changes in Plan Net Assets	54
General Fixed Assets Account Group	
Schedule of General Fixed Assets - By Source	55
Schedule of Changes in General Fixed Assets - By Function and Activity	56
Schedule of General Fixed Assets - By Function and Activity	57
<u>Statistical Section</u>	
Table 1 - General Governmental Expenditures By Function	58
Table 2 - General Governmental Revenues By Source	59
Table 3 - General Governmental Tax Revenues By Source	60
Table 4 - Property Tax Levies and Collections	61
Table 5 - Assessed and Estimated Actual Value of Property	62
Table 6 - Property Tax Rates - Direct and Overlapping Governments	63

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED SEPTEMBER 30, 2001
CITY OF BUSHNELL, FLORIDA**

**TABLE OF CONTENTS
(Concluded)**

	<u>Page</u>
<u>Statistical Section (Concluded)</u>	
Table 7 - Principal Taxpayers	64
Table 8 - Ratio of Annual Debt Service Expenditures For General Debt to Total General Expenditures	65
Table 9 - Schedule of Electric Utility Revenue Debt Coverage	66
Table 10 - Schedule of Water Revenue Debt Coverage	67
Table 11 - Schedule of Sanitation Revenue Debt Coverage	68
Table 12 - Demographic Statistics	69
Table 13 - Property Values and New Construction	70
Table 14 - Miscellaneous Statistics	71
Table 15 - Schedule of Insurance Coverage	72-73

Introductory Section



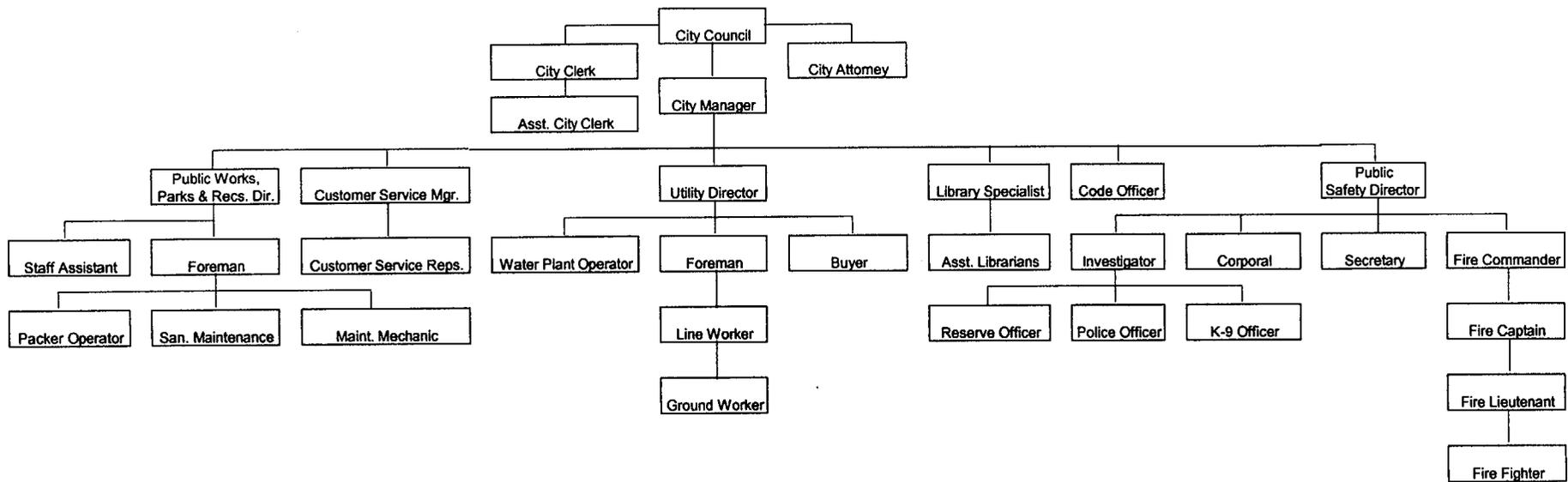
ELECTED OFFICIALS

Mayor	Joseph P. Strickland Jr.
Vice Mayor	Warren Maddox
Councilman	Billy K. Williams
Councilman	Dale Swain
Councilman	Dale Barnes
City Clerk	N. Joy Coleman

APPOINTED OFFICIALS

City Manager	Vince Ruano
Public Safety Director	George (Eddie) Lovett
Utilities Superintendent	Herschel Stone
Director of Public Works	Ronnie Pitts

City of Bushnell
Organizational Chart



CITY OF BUSHNELL

219 N. Market Street
P.O. Box 115



Bushnell, Florida 33513
(352) 793-2591
Fax (352) 793-2711

January 18, 2002

To the citizens of The City of Bushnell:

The comprehensive annual financial report of the City of Bushnell for the fiscal year ended September 30, 2001, is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the City. All disclosures necessary to enable the reader to gain an understanding of the government's financial activities have been included.

FINANCIAL STATEMENT PRESENTATION

The comprehensive annual financial report is presented in three sections. Introductory, Financial, Statistical. The *Introductory Section* includes this transmittal letter, the City's organizational chart and a list of principle officials. The *Financial Section* includes the general-purpose financial statements, combining fund, individual fund & account group financial statements and schedules and the auditors report on the financial statements and schedules. The *Statistical Section* includes selected financial & demographic information.

THE REPORTING ENTITY AND ITS SERVICES

This report includes all funds and account groups of the City. The City of Bushnell provides a full range of general governmental services and activities. These services include police, fire and code enforcement; administrative and financial services; planning, zoning and development review; maintenance of highways, streets & drainage; library, recreation and special events. In addition to general government activities, the governing body exercises authority over special revenues and enterprise funds. Special revenue funds are maintained for the purpose of grant administration and for the perpetual maintenance of the Bushnell Evergreen Cemetery. Enterprise funds consist of electric, water, waste water and sanitation funds. These funds maintain their own set of accounts on a full accrual basis.

ECONOMIC CONDITION AND OUTLOOK

Bushnell is the County Seat of Sumter County, reported by the University of Florida Bureau of Economic and Business research as " The fastest growing County in the State of Florida in 1998 and 1999". Situated just 50 miles north of Tampa and 50 miles west of Orlando, Bushnell is strategically located between Interstate 75 and the Florida Turnpike. Our location provides easy transportation access to both of these metropolitan areas.

Easily accessible from many areas and being the County Seat in rural Sumter County makes Bushnell's market area much larger than it's corporate limits. Independent market studies suggest that the population within the market area affected by the City of Bushnell could exceed 50,000 people. In addition to this significant number, traffic studies conducted by the Sumter County Road & Bridge Department indicate average daily traffic counts of 17,000 cars on Main St. (CR 475) as measured just north of Belt St. These statistics are mentioned only to illustrate the much larger market and social forces affecting this small community on a daily basis.

Within the utility service area, which comprises mostly the incorporated City limits and some small areas in the unincorporated Sumter County, the City of Bushnell services a total of 1047 metered customers, 262 of which are commercial customers. Bushnell exhibits steady growth in its commercial sector. Continued community growth and development is expected along Main St. north, and SR 48 west corridor to the I - 75 interchange. The SR 48 and I - 75 interchange still has a number of commercial undeveloped parcels of varying size; currently, the City serves potable water, wastewater and sanitation services to this area.

Based on current trends and projections, it's anticipated that the interchange area will have the most impact on the commercial sector of the City of Bushnell. As such, it will present the City with significant challenges in order to preserve adopted level of service of its infrastructure while allowing quality develops.

CURRENT YEAR PROJECTS

During the fiscal year 01', the City of Bushnell initiated, some major construction projects to improve on the service delivery for our citizens. The following will highlight some of these major initiatives taken by the City during the fiscal 01':

Bushnell Public Library

During the Spring of 2001 the City awarded a contract for the construction of a new public library building located at the intersection of Florida Street and Dade Avenue. The building, currently still under construction, will be a modern looking facility constructed of brick, Sumter County fill stone and glass. The interior area will be approximately 4, 500 square feet.

The building will be segmented into three areas. The first area will be for children's media and activities. The center will house the main collection and provide numerous computer terminals for the library's patrons. The last area will consist of offices and a community room that will be available to various groups for meetings or training purposes.

This new library is jointly financed by the City of Bushnell and the State of Florida Division of Library Services. Total cost, once completed and furnished will be \$600,000. The new library site will have paved parking with landscaping and handicap accessibility will be made available throughout. Currently, we expect completion of this new building by April 2002.

The Bushnell Public Library is part of the Sumter County cooperative library system, which consists of five public libraries and the community college library. Operational funds for the cooperative library system come from the state with each individual library supported by state and local tax dollars.

Electric and Water System Expansions

The City of Bushnell continues to expand and upgrade its utility systems on an ongoing annual basis. Expansions have been made not only to serve new customers but to improve reliability of the systems

During the Fiscal Year the City of Bushnell entered into negotiation with local developers for the acquisition of a two acre parcel containing an 8" deep well. This agricultural well will be rehabilitated to comply with the various environmental regulations to be transformed into a community potable water supply resource.

This rehabilitation will be jointly funded by the City of Bushnell and the Withlacoochee Regional Water Supply Authority. The total cost of the project is anticipated to be \$220,000. Of key importance is the location of this well, which is at the outmost western portion of the City of Bushnell's potable water system, due west of the I-75 interchange. The well will allow for continuous service to the western side of the system should a main failure occur along the State Road 48 corridor.

Currently this project is under engineering and should be presented for permitting to the Department of Environmental Protection within the next couple of months with a targeted completion date of September 2002.

MAJOR INITIATIVES/FUTURE PROJECT

A number of major initiatives for the City are being considered by the City government. Some initiatives are in more advanced stages than others. This section will highlight briefly, the future major initiatives as follows:

Waste Water System:

In 1996, the Bushnell City Council commissioned a study committee consisting of 13 citizens to explore the feasibility and desirability of a Citywide waste water system. The study committee's final recommendation to the governing body was to proceed with the development of the system providing it is determined that the system could be economically feasible. Since that time, the City of Bushnell has been found eligible for funding through the Rural Utility Services (R.U.S.) a program of the US Department of Agriculture (U.S.D.A).

The State of Florida, through a legislative appropriation, has earmarked \$700,000.00 to initiate the project. The project is estimated at a total project cost of \$ 5.5 million dollars with the R.U.S. providing financing in the amount of \$ 4.8 million.

This project was officially started by the City's acceptance of a ceremonial check from USDA officials during the July 12, 1999 "Water 2000 Celebration", a presidential initiative ceremony, held at the Bushnell Community Center. Construction for this project is scheduled to start in April 2002 with a commercial operation schedule date of March 2003.

West Side Drainage Improvements

A grant agreement with the Florida Department of Community Affairs has been entered into for the purpose of providing neighborhood improvements/flood protection on the Southwest area of the City. This grant request was in the amount of \$550,000 and provides for the enlargement, connection, and outfall of four ponds in the area. The South West Florida Water Management District has agreed to contribute an additional \$275,000 towards this project for the purpose of enhancing flood protection and water quality, bringing the total project cost to \$825,000. Engineering design is currently underway for this project, with an estimated construction start during the Fall of 2002.

Electric Distribution

It has been the City's intention, to upgrade the electric distribution system to a more efficient and reliable single voltage system. Currently, the City's system is split. Roughly half of the system carries a voltage of 13 kV and the remaining carries 4 kV.

Through a continued effort of upgrading the system it is anticipated that within the next five years, the entire system will be functioning at a 13 kV level. This conversion process has been and is expected to continue to be performed strictly in house with municipal crews.

Department Focus:

The Bushnell Public Library offers a large selection of Adult Bestsellers, reference materials, juvenile fiction, juvenile non-fiction and reference materials. Other popular items include a large selection of fiction and non-fiction audios and videos, copies of popular magazines and newspapers, and large print book. There is also a Florida Section featuring non-fiction items about Florida history and culture, and recreational areas.

Also available to the public are computers that are Internet accessible, a large selection of tax forms, lamination of documents, incoming and outgoing fax service, and photocopying. Featured weekly is children's story time on Wednesday from 3:15 to 4:15, and a summer reading program daily in the summer months. A monthly newsletter for patrons is available to keep them informed of new materials, and programs.

The Bushnell Public Library utilizes volunteers in many ways. Several volunteers are available to help shelve books, assist patrons and supervise at the children's story hour. The Outreach Program makes weekly trips to the Nursing homes, elementary school classes, day care centers, and presents a reading program at the local Sumter Youth Charities.

ACCOUNTING SYSTEM, INTERNAL ACCOUNTING CONTROLS, AND BUDGETARY CONTROL

Management of the City of Bushnell is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft and misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived; (2) the valuation of costs and benefits requires estimates and judgments by management.

Budgeting Controls:

The City of Bushnell maintains budgetary controls; the objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council. Activities of the general fund, special revenue funds and enterprise funds are included in the annual budget. A five-year capital expenditure plan is reviewed every year and incorporated into the budget. The level of budgetary control is established by section 7.04 "Budget Adoption" of the Bushnell City Charter which establishes the fund as the level of budgetary control.

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

General Government Operation:. The following schedule presents a summary of general fund revenues for the fiscal year ended September 30, 2001.

<u>Revenues and other funding sources</u>	<u>2001 Amount</u>	<u>Percent of Total</u>
Ad Valorem	\$103,989	6%
Local Gov't. Infrastructure Sutax	\$151,513	8%
Local Option Gas Tax	\$195,722	11%
Utility Taxes	\$306,902	18%
Franchise Fees	\$87,545	5%
License & Permits	\$8,836	1%
Intergovernmental	\$316,206	17%
Charges for Services	\$21,699	2%
Fines & Forfeitures	\$22,494	2%
Transfer In	\$335,646	20%
Miscellaneous	\$32,479	10%
Grant Revenues	\$176,248	10%
Total Revenues:	\$1,759,279	

It is evident by the table above that the General Fund derives the vast majority of its revenue from outside sources; such as utility taxes, local option gas tax, or transfers from enterprise funds. The larger sources of Intergovernmental funds are; state revenue sharing, local option gas tax and state sales tax. Intergovernmental transfers are derived from electric, water & sanitation with a make up of 20% of the revenues to general fund.

Other large self-generated revenue sources for the General Fund are the utility tax & franchise fees. Currently a 10% utility tax is charged on all services that are provided within the municipal limits, excluding telecommunications, which were calculated during fiscal year 2001 at a municipal rate of 7%. Franchise fees are also remitted by companies providing electric, cable TV, and phone services within the municipal limits, at varying percentage of gross sales.

It is notable that the ad valorem taxes are fairly insignificant to the City as a revenue source. The City has rolled back its ad valorem tax levy since 1981.

The following schedule presents a summary of general fund expenditures for the fiscal year ended September 30, 2001:

<u>Expenditures</u>	<u>2001 Amount</u>	<u>Percent of Total</u>
Legislative	\$33,098	2%
Administrative	\$279,158	17%
Legal	\$22,883	2%
Police	\$458,772	27%
Fire	\$61,048	4%
Code Compliance	\$42,788	3%
Streets	\$280,747	16%
Industrial Development	\$2,000	1%
Cemetery	\$2,563	1%
Library	\$175,313	10%
Parks & Recreation	\$205,461	12%
Special Events	\$36,312	2%
Debt Services	\$64,502	3%
Total Expenditures/Expenses:	\$ 1,664,645	

The table above shows that the expenditures within the Police & Street departments are fairly significant in comparison to the other expenditures. The expenditures for the special events include the annual fall festival and the yearly summer youth program. The library expenditure continues to increase from previous years due to the growth and increase of programs available to the citizens.

Enterprise Operation:

Electric: The City of Bushnell has owned and operated its own electric services since the 1920's. The electric department has been a continued source of revenues for the General fund of the City. The City's electric distribution system is one of the smallest found in the state of Florida, with an average customer base of approximately 1,047 electric customers and a service territory of 1 ½ square miles.

<u>REVENUES:</u>	<u>2001 Amount</u>	<u>Percent of Total</u>
Electric Sales:	\$2,380,486	92%
Miscellaneous:	\$69,509	8%
TOTAL REVENUES:	\$2,449,995	
<u>EXPENDITURES/EXPENSES:</u>		
Operations & Maintenance:	\$1,932,692	87%
Interest & Debt Service:	\$133	1%
Transfers (out):	\$276,646	12%
TOTAL EXPENDITURES/EXPENSES:	\$2,209,471	

Water: City of Bushnell water system consists of two well fields with a combined rated capacity of 4.8 million gallons per day. Currently, the City's average daily flow is only 11% of maximum rated capacity. The City serves customers within and out of its municipal territory, with an average customer base of 747 residential and 260 commercial customers.

<u>REVENUES:</u>	<u>2001 Amount</u>	<u>Percent of Total</u>
Water Sales:	\$401,838	95%
Miscellaneous:	\$19,335	5%
TOTAL REVENUES:	\$421,173	
<u>EXPENDITURES/EXPENSES:</u>		
Operations & Maintenance:	\$376,660	89%
Interest & Debt Service:	\$10,645	2%
Transfers (out):	\$40,000	9%
TOTAL EXPENDITURES/EXPENSES:	\$427,305	

Wastewater: This is the first year for this enterprise fund. The City acquired an existing package plant in September of 2001 that accounts for the small sales amount. The construction of a new wastewater plant and collection system will be completed within the next fiscal year. There will be an increase in sales in the near future. Currently, there is only one commercial customer on the system.

<u>REVENUES:</u>	<u>2001 Amount</u>	<u>Percent of Total</u>
Wastewater Sales:	\$674	98%
Miscellaneous:	\$8,558	2%
TOTAL REVENUES:	\$9,232	
<u>EXPENDITURES/EXPENSES:</u>		
Operations & Maintenance:	\$4,542	100%
TOTAL EXPENDITURES/EXPENSES:	\$4,542	

Sanitation: The City provides sanitation services to customers by residential curbside pick up and commercial rear-loading containers on a twice a week basis. Disposal takes place at the Sumter County recycling and composting facility. Sanitation service is provided to customers inside the City limits or customers having a pending annexation agreement with the City. The sanitation customer base for fiscal year 2001 is 751 residential and 179 commercial.

<u>REVENUES:</u>	<u>2001 Amount</u>	<u>Percent of Total</u>
Sanitation Sales:	\$338,861	97%
Miscellaneous:	\$9,701	3%
TOTAL REVENUES:	\$348,562	
<u>EXPENDITURES/EXPENSES:</u>		
Operations & Maintenance:	\$286,084	93%
Interest & Debt Service:	\$4,754	1%
Transfers (out):	\$19,000	6%
TOTAL EXPENDITURES/EXPENSES:	\$309,838	

Special Revenues:

The Bushnell Evergreen Cemetery: The Cemetery fund is a fund created for the purpose of operating and maintaining the Bushnell Evergreen Cemetery. Under Section 9-1 through 9-26 in Chapter 9 of the Code of Ordinance's, the City is required to fund the maintenance on a perpetual basis for the Cemetery.

<u>REVENUES:</u>	<u>2001 Amount</u>	<u>Percent of Total</u>
Lot Sales & Contributions:	\$16,940	33%
Miscellaneous:	\$24,180	46%
Transfer (in):	\$10,500	21%
TOTAL REVENUES:	\$51,620	
<u>EXPENDITURES/EXPENSES:</u>		
Operations & Maintenance:	\$20,844	100%
TOTAL EXPENDITURES/EXPENSES:	\$20,844	

Pension Plan & Trust Fund Operations:

The City of Bushnell provides its employees with retirement benefits. Employees hired after January 1, 1996 are on the Regular Employees Pension Plan (REPP). Police Officers hired after January 1, 1996 were placed on the Police Officers Pension Plan (POPP). The POPP is a Chapter 185 plan which entitles the City to the .85% insurance premium tax on real estate. Both plans are defined benefit plans, with similar benefits as offered by the Florida Retirement System (FRS). The REPP is currently contributed to at 9.6%. The POPP is currently contributed to at 22.1% with a 1% contribution from the employee. Contributions are calculated on the employee's salary.

The City of Bushnell offers a deferred compensation plan defined by the IRS as a 457 B. Participation within this plan is voluntary. Participating employees currently receive a 10% match from the City on money deposited into the plan. The investments within this plan are self directed by the employee and maintained by the Nationwide Retirement Solutions Inc., formerly the Public Employee Benefit Service Corporation.

Debt Administration:

All funds of the City of Bushnell have significantly low levels of debt. The 1976 Bond Series of the City combined Water & Electric System was defeased two years ahead of schedule in October 1997 which significantly decreased debt service within these respective funds.

The electric and water departments have participated in a pooled loan program with Florida Municipal Power Agency. This program enabled the City of Bushnell to finance certain improvements in the electric & water systems. This program offers a variable interest rate,

which is monitored by staff on an ongoing basis with the program consistently yielding favorable interest rates.

All other debts of the City are secured through local lending institutions and are usually for short-term fixed interest rate.

Cash Management:

Cash accounts during the year 2001 were invested in demand deposits, certificates of deposit, and pooled investments. The pension trust fund's investments were within mutual funds. The City earned interest revenue of \$126,350 on all investments for the year ended September 30, 2001.

The City's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Accordingly, deposits were either insured by federal depository insurance or collateralized. All collateral on deposits was held either by the City, its agent or financial institution's trust department in the government's name.

Risk Management:

The City of Bushnell participates in a managed care program for workers' compensation. This program provides the City with a system that controls fraud and routes medical services. By participating within this managed care program, a premium credit was provided by the carrier. In addition, various risk control techniques, including employee accident prevention training, are ongoing programs intended to minimize accident-related losses. Coverage is currently maintained for workers' compensation claims through the Florida League of Cities.

OTHER INFORMATION

Independent Audit:

State statutes require an annual audit by independent certified public accountants. The accounting firm of Purvis, Gray, and Company was selected by the City of Bushnell's to complete this year's audit. The auditor's report on the general-purpose financial statements and combining and individual fund statements and schedules are included in the financial section of the report.

Awards:

Safety Award: The City has received numerous electric safety awards. The first safety award was presented to the City by the Florida Municipal Electric Agency to the Utility Department for recognition of a perfect safety record without reports of accidents. The City has received this award for 15 consecutive years.

Tree City USA: The Tree City USA award was first presented to the City in 1994. The City has continued to receive this award to the present. This award requires an annual Arbor Day Celebration, the planting of trees, and the implementation of a tree preservation policy as well as an annual application documenting levels of expenditure for maintenance of the program.

Outstanding Rural Community: The State of Florida issued its first annual Outstanding Rural Community Award of the Year to the City of Bushnell. This award highlights one rural community with population under 8,000 for a project that significantly impacts the community's quality of life. In 1992, the City of Bushnell submitted the Kenny Dixon Sports Complex as the project for this award.

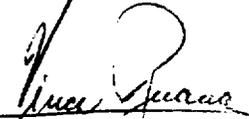
Acknowledgments:

The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the Administrative Department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report. We should also like to thank the Mayor and the Council Members for their interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Sincerely,



Joy Coleman,
City Clerk/Finance Director



Vince Ruano,
City Manager

Financial Section

INDEPENDENT AUDITORS' REPORT

Honorable Mayor and Council Members
City of Bushnell
Bushnell, Florida

We have audited the accompanying general-purpose financial statements of the City of Bushnell, Florida as of and for the year ended September 30, 2001, as listed in the table of contents. These general-purpose financial statements are the responsibility of the City of Bushnell, Florida's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

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

In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Bushnell, Florida as of September 30, 2001, and the results of its operations and changes in cash flows of its proprietary fund types for the year then ended in conformity with generally accepted accounting principles.

As described in the notes to the general-purpose financial statements, the City of Bushnell, Florida adopted the provisions of Governmental Accounting Standards Board Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions* as of October 1, 2000. This results in a change to the City of Bushnell, Florida's method of accounting for certain nonexchange revenue.

In accordance with *Government Auditing Standards*, we have also issued a report dated January 17, 2002, on our consideration of the City of Bushnell, Florida's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Certified Public Accountants

P.O. Box 23999 • 222 N.E. 1st Street • Gainesville, Florida 32602 • (352) 378-2461 • FAX (352) 378-2505
Laurel Ridge Professional Center • 2347 S.E. 17th Street • Ocala, Florida 34471 • (352) 732-3872 • FAX (352) 732-0542
443 East College Avenue • Tallahassee, Florida 32301 • (850) 224-7144 • FAX (850) 224-1762
1727 2nd Street • Sarasota, Florida 34236 • (941) 365-3774 • FAX (941) 365-0238

MEMBERS OF AMERICAN AND FLORIDA INSTITUTES OF CERTIFIED PUBLIC ACCOUNTANTS
MEMBER OF AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS PRIVATE COMPANIES AND S.E.C. PRACTICE SECTIONS

Honorable Mayor and Council Members
City of Bushnell
Bushnell, Florida

INDEPENDENT AUDITORS' REPORT
(Concluded)

Our audit was made for the purpose of forming an opinion on the general-purpose financial statements of the City of Bushnell, Florida taken as a whole. The required supplementary information listed in the table of contents is not a required part of the general-purpose financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it. The combining and individual fund, and account group financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general-purpose financial statements of the City of Bushnell, Florida. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general-purpose financial statements taken as a whole. The information presented in the statistical section is presented for the purposes of additional analysis and is not a required part of the general-purpose financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, accordingly, we express no opinion on it.

January 17, 2002
Ocala, Florida

Purvis, Gray and Company

GENERAL-PURPOSE FINANCIAL STATEMENTS

(Combined Statements - Overview)

These basic financial statements provide a summary overview of the financial position of all funds and account groups as well as the operating results of all funds. They also serve as an introduction to the more detailed statements and schedules that follow in the next subsection.

**COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
SEPTEMBER 30, 2001, WITH
COMPARATIVE TOTALS FOR SEPTEMBER 30, 2000
CITY OF BUSHNELL, FLORIDA**

	Governmental Fund Types		Proprietary	Fiduciary	Account Groups		Totals	
	General	Special	Fund Type	Fund Type	General	General	(Memorandum Only)	
	General	Revenue	Enterprise	Pension Trust	Fixed Assets	Long-Term Debt	2001	2000
Assets and Other Debits								
Assets								
Cash and Cash Equivalents	\$ 999,465	\$ 460,171	\$ 2,059,170	\$ 6,676			\$ 3,525,482	\$ 2,731,468
Investments				166,809			166,809	120,874
Receivables:								
Taxes	82,710						82,710	48,059
Other Receivables	60						60	90
Accounts (Net of Allowance For Uncollectibles - \$2,000)			371,443				371,443	354,150
Deferred Debit - Power Cost Adjustment			119,410				119,410	61,200
Retainage Receivable			52,333				52,333	0
Due From Other Governments	185,988	31,872	14,286				232,146	151,533
Due From Other Funds	32,485				2,620		35,105	6,465
Advances to Other Funds	250,000						250,000	250,000
Inventories			214,290				214,290	204,827
Restricted Assets:								
Cash and Investments			224,776				224,776	200,951
Property, Plant and Equipment (Net, Where Applicable, of Accumulated Depreciation)			3,450,461			\$ 3,238,810	6,689,271	6,210,581
Other Assets			4,286				4,286	4,572
Amount to be Provided For Retirement of General Long-Term Debt							\$ 944,850	944,850
								382,076
Total Assets and Other Debits	\$ 1,550,708	\$ 492,043	\$ 6,510,455	\$ 176,105	\$ 3,238,810	\$ 944,850	\$ 12,912,971	\$ 10,726,846

See accompanying notes.

COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
SEPTEMBER 30, 2001, WITH
COMPARATIVE TOTALS FOR SEPTEMBER 30, 2000
CITY OF BUSHNELL, FLORIDA
(Concluded)

	Governmental Fund Types		Proprietary	Fiduciary	Account Groups		Totals	
	General	Special	Fund Type	Fund Type	General	General	(Memorandum Only)	
		Revenue	Enterprise	Pension Trust	Fixed Assets	Long-Term Debt	2001	2000
Liabilities and Fund Equity								
Liabilities								
Accounts Payable	\$ 138,582	\$ 146	\$ 196,605				\$ 335,333	\$ 220,801
Other Accrued Liabilities	24,315		36,541				60,856	53,990
Due to Other Funds	2,433	32,485	187				35,105	6,465
Deferred Revenue/Deferred Credit		1,228					1,228	1,228
Deposits	1,525	3,150					4,675	4,225
Payable From Restricted Assets:								
Customer Deposits			99,895				99,895	93,888
CR-3 Decommissioning Deferred Credit			124,836				124,836	107,018
Notes Payable			278,500			\$ 866,155	1,144,655	674,380
Compensated Absences Payable			71,106			78,695	149,801	143,808
Advance From Other Fund			250,000				250,000	250,000
Total Liabilities	<u>166,855</u>	<u>37,009</u>	<u>1,057,670</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>944,850</u>	<u>2,206,384</u>	<u>1,555,803</u>
Equity and Other Credits								
Contributed Capital			1,784,162				1,784,162	1,616,747
Investment in General Fixed Assets						3,238,810	3,238,810	2,955,008
Retained Earnings:								
Unreserved			3,668,623				3,668,623	3,390,817
Fund Balances:								
Reserved	1,176	455,034		176,105			632,315	566,301
Unreserved	1,382,677						1,382,677	642,170
Total Equity and Other Credits	<u>1,383,853</u>	<u>455,034</u>	<u>5,452,785</u>	<u>176,105</u>	<u>3,238,810</u>	<u>0</u>	<u>10,706,587</u>	<u>9,171,043</u>
Total Liabilities, Equity and Other Credits	<u>\$ 1,550,708</u>	<u>\$ 492,043</u>	<u>\$ 6,510,455</u>	<u>\$ 176,105</u>	<u>\$ 3,238,810</u>	<u>\$ 944,850</u>	<u>\$ 12,912,971</u>	<u>\$ 10,726,846</u>

See accompanying notes.

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED SEPTEMBER 30, 2001, WITH
COMPARATIVE TOTALS FOR THE YEAR ENDED SEPTEMBER 30, 2000
CITY OF BUSHNELL, FLORIDA**

	General	Special Revenue	Totals (Memorandum Only)	
			2001	2000
Revenues				
Taxes	\$ 845,671	\$ 0	\$ 845,671	\$ 752,375
Licenses and Permits	8,836	0	8,836	10,120
Intergovernmental	316,206	0	316,206	279,018
Grant Revenue	176,248	46,019	222,267	50,319
Charges For Services	21,699	0	21,699	15,675
Fines and Forfeitures	22,494	0	22,494	28,262
Interest and Miscellaneous	32,479	41,120	73,599	118,663
Total Revenues	<u>1,423,633</u>	<u>87,139</u>	<u>1,510,772</u>	<u>1,254,432</u>
Expenditures				
Current:				
General Government	328,680	0	328,680	305,061
Public Safety	496,174	0	496,174	459,110
Physical Environment	0	66,663	66,663	24,230
Transportation	227,956	0	227,956	279,020
Economic Environment	2,000	0	2,000	15,000
Cemetery	2,563	0	2,563	0
Culture and Recreation	215,345	0	215,345	193,200
Debt Service:				
Principal	45,255	0	45,255	45,663
Interest	19,247	0	19,247	17,415
Capital Outlay	327,425	200	327,625	291,080
(Total Expenditures)	<u>(1,664,645)</u>	<u>(66,863)</u>	<u>(1,731,508)</u>	<u>(1,629,779)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(241,012)</u>	<u>20,276</u>	<u>(220,736)</u>	<u>(375,347)</u>
Other Financing Sources (Uses)				
Operating Transfers In	335,646	10,500	346,146	301,141
Operating Transfers Out	(10,500)	0	(10,500)	(11,041)
Loan Proceeds	600,000	0	600,000	0
Total Other Financing Sources (Uses)	<u>925,146</u>	<u>10,500</u>	<u>935,646</u>	<u>290,100</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>684,134</u>	<u>30,776</u>	<u>714,910</u>	<u>(85,247)</u>
Fund Balances, Beginning of Year (As Restated)	<u>699,719</u>	<u>424,257</u>	<u>1,123,976</u>	<u>1,157,189</u>
Fund Balances, End of Year	<u>\$ 1,383,853</u>	<u>\$ 455,033</u>	<u>\$ 1,838,886</u>	<u>\$ 1,071,942</u>

See accompanying notes.

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED SEPTEMBER 30, 2001
CITY OF BUSHNELL, FLORIDA**

	General Fund			Special Revenue Funds			Totals (Memorandum Only)		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
Revenues									
Taxes	\$ 774,591	\$ 845,671	\$ 71,080	\$ 0	\$ 0	\$ 0	\$ 774,591	\$ 845,671	\$ 71,080
Licenses and Permits	7,710	8,836	1,126	0	0	0	7,710	8,836	1,126
Intergovernmental	291,559	316,206	24,647	0	0	0	291,559	316,206	24,647
Grant Revenue	280,000	176,248	(103,752)	357,210	46,019	(311,191)	637,210	222,267	(414,943)
Charges For Services	16,933	21,699	4,766	0	0	0	16,933	21,699	4,766
Fines and Forfeitures	31,329	22,494	(8,835)	0	0	0	31,329	22,494	(8,835)
Interest and Miscellaneous	63,029	32,479	(30,550)	35,500	41,120	5,620	98,529	73,599	(24,930)
Total Revenues	<u>1,465,151</u>	<u>1,423,633</u>	<u>(41,518)</u>	<u>392,710</u>	<u>87,139</u>	<u>(305,571)</u>	<u>1,857,861</u>	<u>1,510,772</u>	<u>(347,089)</u>
Expenditures									
Current:									
General Government	324,590	328,680	(4,090)	0	0	0	324,590	328,680	(4,090)
Public Safety	484,940	496,174	(11,234)	0	0	0	484,940	496,174	(11,234)
Physical Environment	0	0	0	136,900	66,663	70,237	136,900	66,663	70,237
Transportation	260,913	227,956	32,957	0	0	0	260,913	227,956	32,957
Economic Environment	2,000	2,000	0	0	0	0	2,000	2,000	0
Cemetery	2,400	2,563	(163)	0	0	0	2,400	2,563	(163)
Culture and Recreation	207,353	215,345	(7,992)	0	0	0	207,353	215,345	(7,992)
Debt Service:									
Principal	65,285	45,255	20,030	0	0	0	65,285	45,255	20,030
Interest	30,235	19,247	10,988	0	0	0	30,235	19,247	10,988
Capital Outlay	516,331	327,425	188,906	250,600	200	250,400	766,931	327,625	439,306
(Total Expenditures)	<u>(1,894,047)</u>	<u>(1,664,645)</u>	<u>229,402</u>	<u>(387,500)</u>	<u>(66,863)</u>	<u>320,637</u>	<u>(2,281,547)</u>	<u>(1,731,508)</u>	<u>550,039</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(428,896)</u>	<u>(241,012)</u>	<u>187,884</u>	<u>5,210</u>	<u>20,276</u>	<u>15,066</u>	<u>(423,686)</u>	<u>(220,736)</u>	<u>202,950</u>
Other Financing Sources (Uses)									
Operating Transfers In	335,646	335,646	0	10,500	10,500	0	346,146	346,146	0
Operating Transfers Out	(10,500)	(10,500)	0	0	0	0	(10,500)	(10,500)	0
Loan Proceeds	0	600,000	600,000	0	0	0	0	600,000	600,000
Total Other Financing Sources (Uses)	<u>325,146</u>	<u>925,146</u>	<u>600,000</u>	<u>10,500</u>	<u>10,500</u>	<u>0</u>	<u>335,646</u>	<u>935,646</u>	<u>600,000</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(103,750)</u>	<u>684,134</u>	<u>787,884</u>	<u>15,710</u>	<u>30,776</u>	<u>15,066</u>	<u>(88,040)</u>	<u>714,910</u>	<u>802,950</u>
Fund Balances, Beginning of Year (As Restated)	<u>647,685</u>	<u>699,719</u>	<u>52,034</u>	<u>424,257</u>	<u>424,257</u>	<u>0</u>	<u>1,071,942</u>	<u>1,123,976</u>	<u>52,034</u>
Fund Balances, End of Year	<u>\$ 543,935</u>	<u>\$ 1,383,853</u>	<u>\$ 839,918</u>	<u>\$ 439,967</u>	<u>\$ 455,033</u>	<u>\$ 15,066</u>	<u>\$ 983,902</u>	<u>\$ 1,838,886</u>	<u>\$ 854,984</u>

See accompanying notes.

**COMBINED STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS
ALL PROPRIETARY FUND TYPES - ENTERPRISE
FOR THE YEAR ENDED SEPTEMBER 30, 2001, WITH
COMPARATIVE TOTALS FOR SEPTEMBER 30, 2000
CITY OF BUSHNELL, FLORIDA**

	<u>2001</u>	<u>2000</u>
Operating Revenues		
Charges For Sales and Services	\$ 3,131,463	\$ 2,701,953
Miscellaneous Revenues	396	568
Total Operating Revenues	<u>3,131,859</u>	<u>2,702,521</u>
Operating Expenses		
Demand and Energy Charge	1,395,064	1,075,660
CR-3 Operations and Maintenance	66,636	63,126
Salaries	357,303	348,425
Employee Benefits	121,054	121,164
Professional Services	83,448	73,584
Operating Supplies	73,302	31,891
Other Current Charges	164,939	121,256
Depreciation	198,688	191,302
Landfill	139,544	132,509
(Total Operating Expenses)	<u>(2,599,978)</u>	<u>(2,158,917)</u>
Operating Income (Loss)	<u>531,881</u>	<u>543,604</u>
Nonoperating Revenues (Expenses)		
Interest Income	107,103	99,992
Interest Expense	(15,246)	(16,539)
Other Debt Service Costs	(286)	(286)
Total Nonoperating Revenues (Expenses)	<u>91,571</u>	<u>83,167</u>
Net Income (Loss) Before Transfers	623,452	626,771
Operating Transfers (Out)	<u>(335,646)</u>	<u>(290,100)</u>
Net Income (Loss)	287,806	336,671
Retained Earnings, Beginning of Year	<u>3,390,817</u>	<u>3,054,146</u>
Retained Earnings, End of Year	<u><u>\$ 3,678,623</u></u>	<u><u>\$ 3,390,817</u></u>

See accompanying notes.

COMBINED STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES - ENTERPRISE
FOR THE YEAR ENDED SEPTEMBER 30, 2001, WITH
COMPARATIVE TOTALS FOR THE YEAR ENDED SEPTEMBER 30, 2000
CITY OF BUSHNELL, FLORIDA

	<u>2001</u>	<u>2000</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:		
Operating Income (Loss)	\$ 521,881	\$ 543,604
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:		
Depreciation	198,688	191,302
Change in Current Assets - Decrease (Increase) and Current Liabilities - Increase (Decrease):		
Accounts Receivable	(70,965)	(1,794)
Deferred Debits - Power Cost Adjustment	(58,210)	(61,200)
Due From Other Funds	49,950	4,305
Inventories	(9,463)	(22,163)
Accounts Payable	23,564	25,249
Other Accrued Liabilities	5,690	(12,464)
Due to Other Funds	(3,608)	0
Compensated Absences Payable	(4,569)	14,882
Customer Deposits	6,007	10,050
Total Adjustments	<u>137,084</u>	<u>148,167</u>
Net Cash Provided By (Used In) Operating Activities	<u>658,965</u>	<u>691,771</u>
Cash Flows From Noncapital Financing Activities		
Operating Transfers Out to Other Funds	(335,646)	(290,100)
Deferred Credit CR-3 Decommissioning	17,818	16,623
Net Cash Provided By (Used In) Noncapital Financing Activities	<u>(317,828)</u>	<u>(273,477)</u>
Cash Flows From Capital and Related Financing Activities		
Advance From Other Fund	0	250,000
Acquisition and Construction of Capital Assets	(393,576)	(607,393)
Principal Payments on Notes	(84,470)	(68,600)
Interest Paid on Notes	(14,057)	(13,749)
Contributed Capital	167,415	313,932
Proceeds of Note Payable	0	90,000
Net Cash Provided By (Used In) Capital and Related Financing Activities	<u>(324,688)</u>	<u>(35,810)</u>
Cash Flows From Investing Activities		
Interest Received	<u>107,103</u>	<u>99,992</u>
Net Increase (Decrease) in Cash and Cash Equivalents	123,552	482,476
Cash and Cash Equivalents, Beginning of Year	2,160,394	1,677,918
Cash and Cash Equivalents, End of Year	<u>\$ 2,283,946</u>	<u>\$ 2,160,394</u>

See accompanying notes.

COMBINED STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES - ENTERPRISE
FOR THE YEAR ENDED SEPTEMBER 30, 2001, WITH
COMPARATIVE TOTALS FOR THE YEAR ENDED SEPTEMBER 30, 2000
CITY OF BUSHNELL, FLORIDA
(Concluded)

	2001	2000
<u>Presented in the Accompanying Combined Balance Sheet as:</u>		
Unrestricted Cash	\$ 2,059,170	\$ 1,503,685
Restricted Cash	224,776	174,233
Total Cash	\$ 2,283,946	\$ 1,677,918

See accompanying notes.

**COMBINED STATEMENT OF CHANGES IN PLAN NET ASSETS
PENSION TRUST FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2001, WITH
COMPARATIVE TOTALS FOR THE YEAR ENDED SEPTEMBER 30, 2000
CITY OF BUSHNELL, FLORIDA**

	2001	2000
Additions		
Contributions		
Employer	\$ 42,319	\$ 21,963
Employee	1,265	1,251
State	21,311	7,379
Miscellaneous	399	0
Total Contributions	65,294	30,593
Investment Income		
Interest and Dividend Income	11,159	5,051
Net Appreciation (Depreciation) in Fair Value of Investments	(35,696)	(2,838)
Total Investment Income	(24,537)	2,213
Total Additions	40,757	32,806
Deductions		
Termination Payments	(1,183)	176
Miscellaneous	0	43
(Total Deductions)	(1,183)	(219)
Net Increase (Decrease)	39,574	32,587
Net Assets Held in Trust For Pension Benefits:		
Beginning of Year	136,531	103,944
End of Year	\$ 176,105	\$ 136,531

See accompanying notes.

**NOTES TO FINANCIAL STATEMENTS
CITY OF BUSHNELL, FLORIDA**

Note 1 - Summary of Significant Accounting Policies

The City of Bushnell, Florida (the City) is a political subdivision of the State of Florida located in Sumter County. The City was established under the legal authority of the Laws of Florida, Chapter 57-105. The City operates under a council-manager form of government. The legislative branch of the City is composed of a four-member elected City Council, and an elected mayor. The Mayor and City Council are governed by the City Charter by State and local laws and regulations. The Mayor and City Council are responsible for the establishment and adoption of policy. The execution of such policy is the responsibility of the City Manager. The City provides services to its residents in many areas, including public safety (police and fire), highways and streets, utilities, sanitation, culture and recreation, public improvements, and general administrative services.

The accompanying general-purpose financial statements present the combined financial positions and results of operations of the various fund types and account groups and the cash flows of the proprietary fund types for all funds of the City.

The following policies of the City conform to generally accepted accounting principles as applicable to governments. The following is a summary of the significant policies.

Reporting Entity

The accompanying financial statements present the financial position, results of operations and cash flows of the applicable fund types and account groups governed by the Mayor and City Council of the City. The reporting entity for the City includes all functions of government for which the Mayor and City Council are considered to be financially accountable.

In evaluating the City as a reporting entity, management has addressed all potential component units (traditionally separate reporting entities) for which the City may or may not be financially accountable and, as such, be included within the City's financial statements. The City (the primary government) is financially accountable if it appoints a voting majority of the organization's governing board and (1) it is able to impose its will on the organization, or (2) there is a potential for the organization to provide specific financial benefit to or impose specific financial burden on the City. Additionally, the primary government is required to consider 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. Management determined that the Evergreen Cemetery is the only organization that should be included in the City's financial statements as a component unit.

■ **Blended Component Unit**

- **Evergreen Cemetery** - The Evergreen Cemetery was established by Ordinance No. 125 in 1975. The members of the Evergreen Cemetery's Board of Trustees are appointed by City Council and include one member of the City Council. City Council approves an annual budget for the Evergreen Cemetery. The financial activity of the Evergreen Cemetery is properly shown in the general-purpose financial statements as

**NOTES TO FINANCIAL STATEMENTS
CITY OF BUSHNELL, FLORIDA**

Note 1 - Summary of Significant Accounting Policies (Continued)

■ **Blended Component Unit (Concluded)**

- **Evergreen Cemetery (Concluded)**
a special revenue fund. Separate financial statements for the Evergreen Cemetery fund have not been developed.

Basis of Presentation

The City maintains its accounting records in accordance with the principles and policies applicable to governmental units set forth by the GASB, as well as generally accepted accounting principles (GAAP) as promulgated by the American Institute of Certified Public Accountants and the Financial Accounting Standards Board (FASB). The proprietary funds do not apply FASB statements and interpretations issued after November 30, 1989.

Fund Accounting

The accounting system and financial reports of the City are organized and operated on a fund basis. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations.

Fund and Account Group Categories

The categories of funds and account groups of the City are summarized as follows:

- Governmental fund types are those through which most government functions typically are financed. The acquisition, use, and balances of expendable financial resources and the related current liabilities (except those accounted for in the proprietary funds) are accounted for through governmental type funds. Governmental funds used by the City are as follows:
 - **General Fund** - To account for all financial resources which are not required to be accounted for in another fund.
 - **Special Revenue Funds** - To account for the proceeds of specific revenue sources that are restricted to expenditures for specified purposes.
- Proprietary funds are used to account for the City's ongoing activities which are similar to those found in the private sector.
 - **Enterprise Funds** - To account for activities that are operated in a manner similar to private businesses where the costs of providing goods and services are primarily recovered through user charges.

**NOTES TO FINANCIAL STATEMENTS
CITY OF BUSHNELL, FLORIDA**

Note 1 - Summary of Significant Accounting Policies (Continued)

Fund and Account Group Categories (Concluded)

- Fiduciary fund types are used to account for assets held in a trustee capacity for others.
 - **Pension Trust Funds** - To account for the accumulation of resources to be used for retirement payments to employees.
- Account groups record and control the City's general fixed assets and general long-term debt. The account groups are not funds and do not reflect available financial resources and related liabilities. The following account groups are maintained by the City:
 - **General Fixed Assets** - To account for property and equipment not used in proprietary fund operations.
 - **General Long-Term Debt** - To account for unmatured principal of long-term special obligation indebtedness, notes and capital leases payable, and compensated absences which are not the specific liability of a proprietary fund.

Measurement Focus

Governmental fund types (general and special revenue) are accounted for on a "spending" or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on the balance sheets. Reported fund balance (net current assets) is considered a measurement of "available, spendable, or appropriate resources." Governmental fund type operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financial uses) in net current assets.

Proprietary fund types are accounted for on a "cost of services" or "capital maintenance" measurement focus. This means that all assets and all liabilities (whether current or noncurrent) associated with its activity are included on its balance sheet to provide an indication of the economic net worth of the funds. The reported fund equity (net total assets) is segregated into contributed capital and retained earnings components. The proprietary fund types operating statement presents increases (revenues) and decreases (expenses) in net total assets.

Fiduciary fund types are accounted for like proprietary funds.

Basis of Accounting

Governmental fund type revenues and expenditures are recognized on the modified accrual basis. Revenues are recognized when they become susceptible to accrual; that is, when they become both "measurable" and "available" to finance expenditures of the current period. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt which is recorded when paid.

NOTES TO FINANCIAL STATEMENTS
CITY OF BUSHNELL, FLORIDA
(Continued)

Note 1 - Summary of Significant Accounting Policies *(Continued)*

Basis of Accounting *(Concluded)*

Governmental fund type revenues that are susceptible to accrual include utility service taxes, franchise fees, federal and state-shared revenues, and reimbursements from grants for authorized expenditures through September 30.

Proprietary fund revenues and expenses are recognized on the accrual basis. Revenues are recognized when earned, and expenses are recognized when incurred.

Fiduciary funds of the City consist of pension trust funds which are accounted for on the accrual basis.

Transfers

Transfers are recognized in the accounting period in which the interfund receivable and payable arise. Transfers are made from the utility funds to finance operations of the general fund.

Grants - Proprietary Funds

Unrestricted grants, entitlements or shared revenues received are reported as nonoperating revenues. Such resources externally restricted for capital acquisitions or construction are reported as contributed capital. Operating expenses include depreciation on all depreciable fixed assets (including those financed by grants).

Cash and Cash Equivalents

The City considers all demand deposits as well as all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

Investments

In all funds, investments are stated at fair value. Interest earnings on the City's cash and investment pool are allocated based on each funds' proportionate ownership of the cash and investment pool's fund equity.

Receivables

Utility operating revenues are generally recognized on the basis of cycle billings rendered monthly. The amount of services delivered after the last billing date and up to September 30 is estimated and accrued at year end.

Inventories and Prepaid Items

Inventories held by the utility funds are priced by the weighted-average costs method at the lower of cost or market. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

NOTES TO FINANCIAL STATEMENTS
CITY OF BUSHNELL, FLORIDA
(Continued)

Note 1 - Summary of Significant Accounting Policies *(Continued)*

Cost Reimbursements

Certain personal services and operating expenses/expenditures recorded in various funds and departments are a results of services performed and expenses/expenditures incurred for the benefit of other funds and departments. In order to better reflect various funds' and departments' actual costs, a cost reimbursement is recorded as a reduction in expenditures or expenses. The funds and departments that benefit from the services and expenses/expenditures record a cost reimbursement as an increase in expenditures or expenses.

Proprietary Fund Fixed Assets

Proprietary fund fixed assets are recorded at historical cost. Donated fixed assets are recorded at fair market value on the date received. Depreciation is computed by the straight-line method over the estimated useful lives of the assets as follows:

	<u>Useful Lives</u>
Electric Utility Fund	
Buildings	32 Years
Improvements Other Than Buildings	25 to 40 Years
Machinery, Equipment and Vehicles	6 to 12 Years
Investment in Crystal River No. 3 Nuclear Plant	28 Years
Water Utility Fund	
Improvements Other Than Buildings	25 to 101 Years
Buildings	50 Years
Equipment	25 Years
Sanitation Fund	
Equipment	7 Years

General Fixed Assets

General fixed assets purchased are recorded as expenditures in the governmental fund types at the time of purchase. Such assets are capitalized at cost in the general fixed assets account groups. The City's policy is not to capitalize public domain fixed assets such as streets, right-of-ways, sidewalks, drainage systems and similar assets. Donated fixed assets are valued at their estimated fair market value at the time of acquisition. Depreciation is not provided on general fixed assets.

Bond Discounts and Issuance Costs

Bond discounts and insurance costs for proprietary fund types are deferred and amortized over the term of the bonds using the straight-line amortization method which produces a result not significantly different from the interest method. Bond discounts are presented as a reduction of the face amount of bonds payable, whereas issuance costs are recorded as deferred charges.

NOTES TO FINANCIAL STATEMENTS
CITY OF BUSHNELL, FLORIDA
(Continued)

Note 1 - Summary of Significant Accounting Policies *(Continued)*

Compensated Absences

Accumulated unpaid vacation and sick pay benefit amounts are accrued in the period they are earned in proprietary funds (using the accrual basis of accounting). Such amounts are accrued in governmental funds (general fund) to the extent of the amount left unpaid at the end of the reporting period that would normally be liquidated with expendable and available financial resources. The remainder of the liability is reported in the general long-term debt account group.

The policy as of September 30, 2001, is to vest up to a maximum accumulation of 1,040 hours of sick leave. Upon voluntary termination, 50% of the accumulated hours are paid to the employee (75% for long-term employees with twenty or more years of full-time service). The City accrues 100% of unpaid vacation pay and 50% of accumulated unpaid sick pay at the employee's current pay rate.

Encumbrances

Encumbrances accounting, under which purchase orders, contracts, and other commitments are recorded as expenditures in order to reserve that portion of the applicable appropriation, is not employed by the City for budgetary purposes.

Deferred Revenues

Deferred revenues include amounts collected before the revenue recognition criteria are met and receivables which, under the modified accrual basis of accounting, are measurable but not yet available. The deferred revenues will be recognized as revenue in the fiscal year they are earned or become available. The deferred items consist primarily of grant revenues, over collected electric power cost adjustments, and for monies collected for use in future decommissioning of the Crystal River No. 3 Nuclear Power Plant.

Reserves

Fund balances are reserved as follows:

General Fund

Reserved For Drug Interdiction	\$ <u>1,176</u>
--------------------------------	-----------------

Special Revenue Funds

Reserved For Perpetual Care - Cemetery	\$ <u>455,034</u>
--	-------------------

Pension Trust Funds

Reserved For Pension Benefits	\$ <u>176,105</u>
-------------------------------	-------------------

Budgeting

The City's procedures in preparing and adopting the annual budget are as follows:

NOTES TO FINANCIAL STATEMENTS
CITY OF BUSHNELL, FLORIDA
(Continued)

Note 1 - Summary of Significant Accounting Policies *(Continued)*

Budgeting *(Concluded)*

- The City Manager is responsible for preparing a proposed operating budget for all governmental funds and proprietary funds for the upcoming year prior to September 30, that includes estimated revenues, proposed expenditures, and other financing sources and uses.
- Public hearings are held to obtain taxpayer comments and suggestions. The budget is enacted through passage of a resolution.
- The City Manager is authorized to transfer budgeted amounts within any fund, but may not revise total fund expenditures without the approval of the City Council. The budget data presented is in agreement with the originally adopted budget as amended by the City Council.
- Formal budgetary integration is employed as a management control device during the year for substantially all funds. Budgets are adopted on a basis consistent with generally accepted accounting principles, except that the provision for depreciation expense is not included in the budget of the proprietary funds. Total budgetary appropriations within a governmental fund type may not be exceeded legally. Appropriations lapse at the end of the year. Budget data, when presented in the general-purpose financial statements is prepared on the same basis of accounting as that prescribed for the fund. An annual operating budget was prepared for all funds except the pension trust funds.

During the year, the City made supplemental budget appropriations which increased or decreased the budgets as necessary.

Water Line Extension Charges

Water line extension charges are made to customers to cover the full cost of the addition. Such charges are recorded as an equity contribution. Costs of the extension are reported as property and equipment and depreciation over the estimated useful life of the assets.

Fund Equity

Contributed capital is recorded in proprietary funds that have received capital grants or contributions from developers, customers or other funds. Reserves represent those portions of fund equity not appropriable for expenditures or legally segregated for a specific future use.

Total Columns on Combined Statements

Total columns on the combined statements are captioned "Totals (Memorandum Only)" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

NOTES TO FINANCIAL STATEMENTS
CITY OF BUSHNELL, FLORIDA
(Continued)

Note 1 - Summary of Significant Accounting Policies (Concluded)

Comparative Data

Comparative total data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the City's financial position and operations. However, comparative data has not been presented in all statements because their inclusion would make certain statements unduly complex and difficult to understand. Minor reclassifications of 2000 amounts have been made to enhance the comparison to 2001.

Property Taxes

Under Florida law, the assessment of all properties and the collection of all county, municipal and school board property taxes are consolidated in the offices of the County Property Appraiser and the County Tax Collector. The laws of the state regulating tax assessment are also designed to assure a consistent property valuation method statewide. Florida Statutes permit municipalities to levy property taxes at a rate of up to 10 mills. The millage rate assessed by the City for the fiscal year ended September 30, 2001, was 1.889.

The tax levy of the City is established by the City Council prior to October 1 of each year and the Sumter County Property Appraiser incorporates the City millages into the total tax levy, which includes the County and the County School Board tax requirements.

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

Taxes are assessed on November 1 of each year or as soon thereafter as the assessment roll is certified and delivered to the County Tax Collector. Unpaid taxes become delinquent on April 1 following the year in which they are assessed. Discounts are allowed for early payment at the rate of 4% in the month of November, 3% in the month of December, 2% in the month of January, and 1% in the month of February. The taxes paid in March are without discount.

On or prior to June 1 following the tax year, certificates are sold for all delinquent taxes on real property. After sale, tax certificates bear interest at 18% per year or any lower rate bid by the buyer. Application for a tax deed on any unredeemed tax certificates may be made by the certificate holder after a period of two years. Unsold certificates are held by the County.

Delinquent taxes on personal property bear interest of 18% per year until the tax is satisfied either by seizure and sale of the property or by the five-year statute of limitations.

The City does not accrue its portion of the County held tax sales certificates or personal property tax warrants because such amounts are not measurable and available as of the balance sheet date.

NOTES TO FINANCIAL STATEMENTS
CITY OF BUSHNELL, FLORIDA
(Continued)

Note 2 - Deposits and Investments

Deposits

At September 30, 2001, the carrying amount of the City's cash deposits was \$2,287,642 and the bank balance was \$2,326,746. All cash deposits were held in qualified public depositories and were covered by federal depository insurance or by the Florida Security for Public Deposits Act (the Act); Chapter 280 of the Florida Statutes. The Act established a multiple-financial institution collateral pool with the ability to assess member institutions to satisfy the claims of governmental entities if any member financial institution fails. This ability to assess provides protection which is similar to depository insurance.

Investments

Florida Statutes authorize the investments of funds in certificates of deposits or savings accounts of financial institutions approved by the State Treasurer, obligations of the United States Government, instruments guaranteed by the United States Government, and money market funds registered with the Securities Exchange Commission. Investments may also include repurchase agreements collateralized by U.S. Treasury Securities and Market-to-Market, and deposits with the State Board of Administration pool, or any intergovernmental investment pool authorized pursuant to the Florida Interlocal Cooperation Act. The City is further authorized to invest in securities of, or other interests in, any open-ended or close-ended management type investment company or investment trust registered under the Investment Company Act of 1940, 15 United States Code. Revenue bond covenants also restrict the type and maturities of investments on bond related funds.

Governmental investments are generally required to be categorized as either: (1) insured or registered for which the securities are held by the City or its agent in the City's name; (2) uninsured and unregistered for which the securities are held by the counterparty's trust department or agent in the City's name; or (3) uninsured and unregistered for which the securities are held by the counterparty's trust department or agent, but not in the City's name.

Certain City investments, such as investment pools managed by other governments, cannot be categorized because the City's investments are not evidenced by specific, identifiable investment securities. The Local Government Surplus Funds Trust Fund is an investment pool administered by the Florida State Board of Administration. Investments held in the Fund consist of short-term federal agency obligations, treasury bills, repurchase agreements, and commercial paper. Investment income is recognized as earned and is allocated to participants of the fund based on their equity participation. In accordance with GASB Statement No. 31, the SBA has reported that the Local Government Investment Trust, which it operates, is a "2A-7 like" pool and, thus, these investments are valued using the pooled share price.

Assets of the general employees' pension trust fund and police officers' pension trust fund may be invested in accordance with Florida Statutes as previously described. Currently, the assets consist of stock and bond mutual funds which are not required to be categorized since the investments are not evidenced by securities that exist in physical or book entry form.

NOTES TO FINANCIAL STATEMENTS
CITY OF BUSHNELL, FLORIDA
(Continued)

Note 2 - Deposits and Investments (Concluded)

Investments (Concluded)

Throughout the fiscal year, the City invested only in types of investments as listed below:

<u>Investment Description</u>	<u>Category 1</u>	<u>Category 2</u>	<u>Category 3</u>	<u>Fair Value</u>
U.S. Government Bonds			\$ 36,634	\$ 36,634
Commercial Paper			68,740	68,740
Repurchase Agreement			19,019	19,019
Bond Money Market Funds			442	442
Subtotal	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 124,835</u>	<u>124,835</u>
Stock and Bond Mutual Funds (Pension)				166,809
Total Investments				<u>291,644</u>
Local Government Surplus Funds Trust Fund				897,781
Cash Deposits				2,287,642
Certificates of Deposit				440,000
Total Cash and Cash Equivalents				<u>3,625,423</u>
Total Investments and Cash and Cash Equivalents				<u><u>\$ 3,917,067</u></u>

Note 3 - Restricted Assets

Nuclear Decommissioning

The Florida Public Service Commission requires utilities to set aside monies to pay the estimated future cost of dismantling or decommissioning nuclear power plants. The City has set aside such monies in the custody account with a third party trustee.

Customer Deposits

Customer deposits have been restricted to indicate that the amount is not available for the financing of current utility operations.

Note 4 - Property, Plant and Equipment

Changes in General Fixed Assets

The following is a summary of changes in general fixed assets during the fiscal year:

	<u>Balance 10/1/00</u>	<u>Additions</u>	<u>(Deletions and Transfers)</u>	<u>Balance 9/30/01</u>
Land	\$ 486,370	\$ 0	\$ 0	\$ 486,370
Buildings	705,325	0	0	705,325
Improvements Other Than Buildings	539,227	49,978	0	589,205
Construction in Progress	0	132,480	0	132,480
Machinery and Equipment	1,224,086	101,344	0	1,325,430
Total	<u>\$ 2,955,008</u>	<u>\$ 283,802</u>	<u>\$ 0</u>	<u>\$ 3,238,810</u>

NOTES TO FINANCIAL STATEMENTS
CITY OF BUSHNELL, FLORIDA
(Continued)

Note 4 - Property, Plant and Equipment (Concluded)

Change in General Fixed Assets (Concluded)

The following is a summary of the proprietary fund type property, plant and equipment at September 30, 2001:

	Electric Utility Fund	Water Utility Fund	Waste- water Fund	Sanitation Fund	Totals
Land	\$ 2,300	\$ 18,090	\$ 351,034	\$ 0	\$ 371,424
Buildings	230,544	457,541	0	0	688,085
Improvements Other Than Buildings	1,907,214	1,268,186	0	0	3,175,400
Machinery and Equipment	380,809	582,702	0	324,885	1,288,396
Construction in Progress	0	0	221,610	0	221,610
Total	<u>2,520,867</u>	<u>2,326,519</u>	<u>572,644</u>	<u>324,885</u>	<u>5,744,915</u>
(Accumulated Depreciation)	(1,216,134)	(855,459)	0	(222,861)	(2,294,454)
Net	<u>\$ 1,304,733</u>	<u>\$ 1,471,060</u>	<u>\$ 572,644</u>	<u>\$ 102,024</u>	<u>\$ 3,450,461</u>

Note 5 - Enterprise Funds - Long-Term Liabilities

The following is a summary of all long-term liabilities of the enterprise funds at September 30, 2002:

**Florida Municipal Power Agency (FMPA) - Initial
Pooled Loan Project**

The City has entered into a financing agreement with the FMPA. Interest is payable at a variable rate (currently 3.40% plus a 0.60% administration fee. Final maturity is July 1, 2011.

\$ 211,000

Sanitation Fund Note Payable - SunTrust Bank

During 2000, the City borrowed \$90,000 from SunTrust to finance the purchase of a sanitation truck. The loan is payable in semi-annual installments of principal in the amount of \$11,500 plus interest at 5.97% per annum, with final maturity on June 1, 2004.

67,500

Total Loans and Notes Payable

\$ 278,500

NOTES TO FINANCIAL STATEMENTS
CITY OF BUSHNELL, FLORIDA
(Continued)

Note 5 - Enterprise Funds - Long-Term Liabilities (Concluded)

The following represents the debt service requirements to maturity of all the City's enterprise funds as of September 30, 2000, including future interest payments.

Year Ending 9/30	Water Utility Fund FMPA Loan	Sanitation Fund SunTrust Certificate	Total
2002	\$ 22,287	\$ 26,657	\$ 48,944
2003	21,769	25,284	47,053
2004	26,251	21,911	48,162
2005	25,560	0	25,560
2006	24,869	0	24,869
2007	24,179	0	24,179
2008	28,488	0	28,488
2009	27,625	0	27,625
2010	26,761	0	26,761
2011	26,898	0	26,898
Total	<u>254,687</u>	<u>73,852</u>	<u>328,539</u>
(Amounts Representing Interest)	(43,687)	(6,352)	(50,039)
(Current Principal Portion)	(15,000)	(22,500)	(37,500)
Long-Term Debt	<u>\$ 196,000</u>	<u>\$ 45,000</u>	<u>\$ 241,000</u>

Crystal River 3 Decommissioning Trust Fund

Federal law requires that an external trust fund be created to accumulate amounts to pay the future plant decommissioning. The City contributes to a common trust fund, maintained by FMPA, for all its members that own a portion of the Crystal River 3 Nuclear Generating Unit. As of September 30, 2001, the City has a balance in the trust fund of \$124,836.

Crystal River 3 Nuclear Decommission Cost Payable

The City is responsible for its share of the future costs to decommission the Crystal River 3 Nuclear Generating Unit. The City is accruing this cost over the expected useful life of the plant.

A summary of the activity in the liability account is as follows:

Balance, September 30, 2000	\$ 107,018
2001 Accrual	17,818
Balance, September 30, 2001	<u>\$ 124,836</u>

NOTES TO FINANCIAL STATEMENTS
CITY OF BUSHNELL, FLORIDA
(Continued)

Note 6 - General Long-Term Debt

Bank Note Payable - SunTrust Bank

On August 7, 2001, the City borrowed \$600,000 from the SunTrust Bank of Brooksville, Florida, with quarterly interest only payments at 4.98% until June 30, 2003, at which time a \$300,000 principal plus accrued interest payment is due. Thereafter, beginning December 30, 2003, seventeen semiannual principal payments of \$16,667 plus accrued interest are due with the final payment due on or before June 30, 2012.

Bank Note Payable - Community National Bank

On August 25, 1998, the City borrowed \$290,000 from the Community National Bank of Pasco County, for the purpose of financing the construction of the City's new public works building. The loan is collateralized by a first lien on 50% of the annual local option gas tax revenue, with a minimum annual collateral of \$90,000. The loan is payable in semiannual payments of \$14,500, including interest at 4.88%, beginning June 1, 1999, and is due December 1, 2008.

Bank Note Payable - Community National Bank

On July 15, 1994, the City borrowed \$150,000 from the Community National Bank of Pasco County, payable in monthly payments of \$1,597, including interest at 5%, beginning August 15, 1994. The loan is due July 15, 2004, and is unsecured.

The following is a summary of debt service to maturity for all general long-term debt notes payable:

Year Ending			
9/30	Principal	Interest	Total
2002	\$ 46,114	\$ 42,289	\$ 88,403
2003	346,990	36,303	383,293
2004	75,887	22,096	97,983
2005	62,333	18,707	81,040
2006	62,333	15,594	77,927
2007	62,333	12,480	74,813
2008	62,333	9,366	71,699
2009	47,833	6,252	54,085
2010	33,333	4,210	37,543
2011	33,333	2,526	35,859
2012	33,333	842	34,175
Total	\$ 866,155	\$ 170,665	\$ 1,036,820

The general fund is used to provide the debt service payments of the general long-term debt.

NOTES TO FINANCIAL STATEMENTS
CITY OF BUSHNELL, FLORIDA
(Continued)

Note 6 - General Long-Term Debt (Concluded)

The following is a schedule of changes in general long-term debt for the year ended September 30, 2001:

	Balance 10/1/00	Additions	(Principal Reductions)	Balance 9/30/01
SunTrust Bank	\$ 0	\$ 600,000	\$ 0	\$ 600,000
Community National Bank	246,500	0	(29,000)	217,500
Community National Bank	64,910	0	(16,255)	48,655
Compensated Absences	70,666	8,029	0	78,695
Total	\$ 382,076	\$ 608,029	\$ (45,255)	\$ 944,850

Note 7 - Contributed Capital

The changes in the City's contributed capital accounts for its enterprise (proprietary) funds were as follows:

	Electric Utility Fund	Water Utility Fund	Wastewater Fund	Sanitation Fund	Totals
Balance, October 1	\$ 176,873	\$ 1,016,354	\$ 394,071	\$ 29,449	\$ 1,616,747
Additions					
Capital Contribution From Customers	0	1,649	0	0	1,649
Capital Contribution From State of Florida	0	0	165,766	0	165,766
Balance, September 30	\$ 176,873	\$ 1,018,003	\$ 559,837	\$ 29,449	\$ 1,784,162

Note 8 - Electric Power Agreements

Crystal River Power Unit 3 Participation Agreement

The City is a participant in an agreement with Florida Power Corporation, which was entered into on July 31, 1975. Under terms of the agreement, the City acquired a 0.0388% ownership interest and generation entitlement share in the nuclear steam electric generating unit. Participants are entitled to energy output of the unit based upon their respective generation entitlement share.

Florida Power Corporation has been appointed by the participants to act as their agent and has sole authority to manage, control, maintain and operate the unit. Operating costs of the unit, in general, are shared in proportion to each generation entitlement share on a monthly basis. Common and external facilities of the generating unit are solely owned by Florida Power Corporation, and participants share in the operating and maintenance expenses of such facilities in proportion to their generation entitlement share.

NOTES TO FINANCIAL STATEMENTS
CITY OF BUSHNELL, FLORIDA
(Continued)

Note 8 - Electric Power Agreements (Concluded)

Crystal River Power Unit 3 Participation Agreement (Concluded)

The participation agreement provides for reversion of the ownership interest of the unit to Florida Power Corporation on August 1, 2050, or upon retirement from service, whichever occurs first.

Florida Municipal Power Agency (FMPA)

The City is a member of the FMPA, which is a joint action agency formed by a number of Florida municipalities for the purpose of providing electric power alternatives for its members.

FMPA is a nonprofit, joint action agency formed pursuant to Florida Statutes. FMPA has the authority to undertake joint power supply projects and to issue tax-exempt bonds or other obligations to finance or refinance the costs of such projects.

Due to the diverse needs of Florida's municipal electric systems, FMPA was established as a project-oriented agency. Under this structure, each member has the option whether or not to participate in a project. Members may choose to participate in more than one project; however, each of the FMPA's five projects is independent from the other, and no revenues or funds available from one project can be used to pay the costs of any other project.

The City has elected to participate in the "All Requirements Project," which supplies all of the City's power requirements. The agreement will remain in effect until October 1, 2025, with optional successive five-year renewal periods. Power rates charged to the City by FMPA are subject to a majority vote of the Board of Directors of FMPA. In addition, the City has elected participation in the "Pooled Loan Project" in which FMPA issues debt, then loans the money to individual systems to finance utility-related projects.

Note 9 - Employee Retirement Systems

Florida State Retirement System

All full-time employees of the City hired prior to January 1, 1996, participate in the Florida State Retirement System (the System). This System was created by the Florida Legislature and is a cost-sharing, multiple-employer defined benefit public retirement plan available to governmental units within the state of Florida. The System issued a publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Florida Retirement System, Division of Retirement, 2639-C North Monroe Street, Tallahassee, Florida 32399-1560, or by calling (850) 488-5706.

All full-time employees of the City hired prior to January 1, 1996, are eligible to participate in the System. Special risk employees who retire at or after age 55, with six years of creditable service; and all other employees who retire at or after age 55, with six years of creditable service; are entitled to a retirement benefit, payable monthly for life, equal to the

NOTES TO FINANCIAL STATEMENTS
CITY OF BUSHNELL, FLORIDA
(Continued)

Note 9 - Employee Retirement Systems *(Continued)*

Florida State Retirement System *(Concluded)*

product of: 1) average monthly compensation in the highest five years of creditable service; 2) creditable service during the appropriate period; and 3) the appropriate benefit percentage. Benefits fully vest on reaching six years of service. Vested employees may retire after six years of creditable service and receive reduced retirement benefits. The System also provides death benefits, disability benefits and annual cost-of-living adjustments. Benefits are established by Florida Statute.

The funding methods and the determination of benefits payable are provided in various acts of the Florida Legislature. These acts provide that employers, such as the City, are required to contribute 10.15% of the compensation for regular members, 21.16% for special risk, and 12.13% for senior management through June 30, 2001. Beginning July 1, 2001, the required contribution rate is changed to 7.30%, 18.44%, and 9.28% of the member's gross compensation for regular members, special risk and senior management, respectively. The City's contributions to the System for the years ended September 30, 2001, 2000, 1999, were as follows:

<u>Year</u>	<u>Amount</u>
2001	\$ 60,754
2000	68,564
1999	87,620

Florida State Retirement System Opt-Out

In December 1995, the City Council approved opting out of the Florida State Retirement System effective with all new employees hired after January 1, 1996. City employees covered under the System at December 31, 1995, will continue to participate in the state System and the City will continue to make contributions on their behalf.

Pension Trust Funds

■ **Plan Description**

In January 1996, the City adopted two separate single-employer pension plans, one for police officers and a general employees' retirement plan that covers substantially all full-time City employees employed after January 1, 1996, pursuant to the City's opt out of the Florida Retirement System. These plans are maintained as pension trust funds and included as part of the City's reporting entity. City ordinance and state law requires contributions to be determined by actuarial studies every three years. Stand-alone financial reports are not issued.

The general employees' retirement plan covers all full-time employees, except for police officers. The plan is noncontributory, and the City provides the full contribution to fund the plan. The annual pension cost related to the plan includes amortization, over a thirty-year period, of a prior service cost established October 13, 1995.

NOTES TO FINANCIAL STATEMENTS
CITY OF BUSHNELL, FLORIDA
(Continued)

Note 9 - Employee Retirement Systems *(Continued)*

Pension Trust Funds *(Continued)*

■ **Plan Description *(Concluded)***

The police officers' retirement plan covers all full-time police officers. The plan is contributory and requires participants to contribute 1% of their salary to the plan. The City provides the balance of contributions required after the participants' contributions. In addition, state funds collected under Florida Statutes Chapter 185 are contributed to the plan. The pension cost of the Police Officers' Retirement Plan includes the amortization, over a thirty-year period, of prior service costs established October 13, 1995.

Substantially all full-time City employees hired on or after January 1, 1996, are eligible to participate in their respective plans. Benefits vest after six years of credited service for all employees.

■ **Membership**

Membership of each plan consisted of the following as of September 30, 2001:

	General Employees	Police Officers
Active Plan Members	13	5
Retirees and Beneficiaries Receiving Benefits	0	0
Terminated Plan Members, Entitled But Not Yet Receiving Benefits	0	0
Total	13	5

■ **Annual Pension Costs**

The Board of Trustees of each plan establishes, and may amend, the contribution requirements of plan members and the City. The City's annual pension cost for current year and related information for each plan is shown below:

	General Employees	Police Officers
Contribution Rates		
Employer	9.60%	22.10%
Employee	0.00%	1.00%
Annual Pension Cost		
Annual Required Contribution (ARC)	\$ 22,064	\$ 25,691
Interest on Net Pension Obligation	0	0
Annual Pension Costs	22,064	25,691
Contributions Made	24,737	38,893
Net Pension Obligation (Asset), Beginning of Year	(14,423)	15,302
Net Pension Obligation (Asset), End of Year	\$ (17,096)	\$ 2,100

NOTES TO FINANCIAL STATEMENTS
CITY OF BUSHNELL, FLORIDA
(Continued)

Note 9 - Employee Retirement Systems (Concluded)

Pension Trust Funds (Concluded)

■ **Annual Pension Costs (Concluded)**

	General Employees' and Police Officers
Actuarial Valuation Date	October 1, 1998
Actuarial Cost Method	Aggregate
Amortization Method	N/A
Remaining Amortization Period	N/A
Asset Valuation Method	Market Value
Actuarial Assumptions:	
Investment Rate of Return	8.0%
Projected Salary Increases (*)	6.0%
(*) Includes Inflation at	3.0%
Postretirement COLA	3.0%

Both the general employees' and police officers' plans use the aggregate actuarial cost method, which does not identify or separately amortize unfunded actuarial liabilities.

■ **Three-Year Trend Information**

Three-year trend information for the plan follows:

	Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation (Asset)
<u>General Employees</u>	9/30/2001	\$ 22,064	162%	\$ (6,002)
	9/30/2000	13,542	162%	(14,423)
	9/30/1999	9,719	112%	(6,002)
<u>Police Officers</u>	9/30/2001	25,691	92%	2,100
	9/30/2000	18,755	46%	15,302
	9/30/1999	14,940	135%	0

Note 10 - Retirement Benefits

The City allows retired employees to participate in the City's health insurance plan. These retirees are responsible for their premium payments. There were no retirees participating in the City's health insurance plan as of September 30, 2001.

NOTES TO FINANCIAL STATEMENTS
CITY OF BUSHNELL, FLORIDA
(Continued)

Note 11 - Other Disclosures

Segment Information For Enterprise Funds

The City operates three enterprise funds which provide electric, water, and sanitation services. Segment information for the year ended September 30, 2001, is as follows:

	Electric Utility Fund	Water Utility Fund	Wastewater Fund	Sanitation Fund	Total Enterprise Funds
Operating Revenues	\$ 2,380,486	\$ 401,838	\$ 674	\$ 338,861	\$ 3,121,859
Depreciation Expense	119,848	60,193	0	18,647	198,688
Operating Income (Loss)	447,794	25,178	(3,868)	52,777	521,881
Operating Transfers (Out)	(276,646)	(40,000)	0	(19,000)	(335,646)
Net Income (Loss)	240,524	(6,132)	4,690	38,724	277,806
Current Capital Contributions	0	1,649	165,766	0	167,415
Plant, Property and Equipment Additions (Deletions)	49,050	152,303	1,498	9,876	212,727
Total Assets	3,578,113	1,767,335	817,381	347,626	6,510,455
Net Working Capital	1,830,826	239,277	232,224	186,666	2,488,993
Other Long-Term Liabilities					
Payable From Operating Revenue	0	211,000	0	67,500	278,500
Total Fund Equity	3,578,113	1,767,335	817,381	347,626	6,510,455
Total Retained Earnings (Deficit)	2,958,731	500,620	(4,969)	214,241	3,668,623

Interfund Receivables and Payables

Interfund receivables and payables at September 30, 2001, are as follows:

	Interfund Receivable	Interfund Payables
General Fund	\$ 282,485	\$ 2,433
Electric Utility Fund	0	187
Wastewater Utility Fund	0	250,000
General Employees' Retirement Fund	104	0
Police Officers' Retirement Fund	2,516	0
CDBG Fund	0	32,485
Total Interfund Receivables and Payables	\$ 285,105	\$ 285,105

Interfund Transfers

Interfund transfers at September 30, 2001, are as follows:

	Interfund Transfers In	Interfund Transfers Out
General Fund	\$ 335,646	\$ 10,500
Electric Utility Fund	0	276,646
Water Utility Fund	0	40,000
Sanitation Fund	0	19,000
Cemetery Fund	10,500	0
Total Interfund Transfers	\$ 346,146	\$ 346,146

NOTES TO FINANCIAL STATEMENTS
CITY OF BUSHNELL, FLORIDA
(Continued)

Note 11 - Other Disclosures (Concluded)

Allowances For Doubtful Accounts

Allowances for doubtful accounts at September 30, 2001, are as follows:

Electric Utility Fund	\$ 1,000
Water Utility Fund	500
Sanitation Fund	500
Total Allowances For Doubtful Accounts	\$ 2,000

Excess (Deficiency) of Operating Expenditures/Expenses Over (Under) Budgeted Operating Expenditures/Expenses in Individual Funds

	Budget	Actual	Operating Expenditures/Expenses (In Excess) Budgeted Operating Expenditures/Expenses
Wastewater Fund	\$ 3,563	\$ 4,542	\$ (979)
Water Utility Fund	264,882	376,660	(111,778)
Sanitation Fund	271,434	286,084	(14,650)
Electric Fund	1,704,821	1,932,692	(227,871)

Retained Earnings (Deficit)/Fund Balances of Individual Funds at September 30, 2001

Wastewater Fund - Retained Earnings (Deficit)	\$ (4,969)
---	------------

Note 12 - 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; and natural disasters. The City transfers risk of loss through the purchase of commercial insurance from the Florida League of Cities, Inc. and independent agencies. Insurance against losses are provided for the following types of risk:

- Workers' Compensation and Employer's Liability
- General and Automobile Liability
- Real and Personal Property Damage
- Public Officials' Liability
- Accidental Death and Disability

NOTES TO FINANCIAL STATEMENTS
CITY OF BUSHNELL, FLORIDA
(Continued)

Note 12 - Risk Management (Concluded)

The City's coverage for workers' compensation is under a retrospectively rated policy. Premiums are accrued based on the ultimate cost to-date of the City's experience for this type of risk. There have been no significant reductions in insurance coverage during fiscal year 2001. Settled claims have not exceeded the commercial excess coverages in any of the past three years.

Note 13 - Contingencies

Grants

Amounts received or receivable from grantor agencies are subject to audits and adjustment by grantor agencies. If any expenditures are disallowed as a result of these audits, the claims for reimbursement to the grantor agency would become a liability of the City. In the opinion of management, any such adjustments would not be significant.

Wastewater Treatment Facility

The U.S. Department of Agriculture-Rural Development (USDA) approved a loan and grant to the City for its wastewater project. The amount of the grant is \$2,000,000, and the loan amount is \$2,800,000. The loan is at a 4.75% interest rate and is repayable over a period not exceeding forty years from the date of the loan closing.

In addition, the City and Sumter County, Florida entered into an interlocal agreement whereby Sumter County will contribute approximately \$1,000,000 to the capital cost of the system at a rate of \$56,000 per year.

The total cost of the wastewater project is estimated to be \$6,500,000.

Library Construction

During the fiscal year, the City entered into a construction agreement to build a new public library. The anticipated cost of construction is \$485,710. Construction costs incurred as of September 30, 2001, was \$118,509.

Note 14 - Federal and State Single Audit Requirements

During the fiscal year, less than \$300,000 was expended in both federal awards and state financial assistance qualifying under OMB Circular A-133 or pursuant to the Florida Single Audit Act.

NOTES TO FINANCIAL STATEMENTS
CITY OF BUSHNELL, FLORIDA
(Concluded)

Note 15 - Prior Period Adjustment Restatement

The City implemented GASB Statement No. 33, *Accounting and Reporting for Nonexchange Transactions*, during fiscal year 2001, which changed the timing of recognition of certain revenues. Fund balance on the general fund was restated as follows:

Fund Balance, September 30, 2000, As Originally Reported	\$ 647,685
Prior Period Adjustment	52,034
Fund Balance, September 30, 2001, As Restated	<u>\$ 699,719</u>

REQUIRED SUPPLEMENTARY INFORMATION

General Employees' Retirement Plan - The following supplemental schedules present required trend information regarding the City's General Employees' Retirement Plan.

Police Officers' Retirement Plan - The following supplemental schedules present required trend information regarding the City's Police Retirement Plan.

REQUIRED SUPPLEMENTARY INFORMATION

**CONTRIBUTIONS - EMPLOYER AND OTHER
GENERAL EMPLOYEES' RETIREMENT FUND AND
POLICE OFFICERS' RETIREMENT FUND
CITY OF BUSHNELL, FLORIDA
(Unaudited)**

A six-year schedule of contributions from the employer and other contributing entities follows:

General Employees' Retirement Plan

Year Ended September 30,	Annual Required Contribution	City's Contribution	State's Contribution	Percentage Contributed
2001	\$ 22,064	\$ 24,737	\$ 0	112.11%
2000	13,542	21,963	0	162.18%
1999	9,719	15,721	0	161.75%
1998	7,743	7,743	0	100.00%
1997	3,303	3,303	0	100.00%
1996	879	879	0	100.00%

Police Officers' Retirement Plan

Year Ended September 30,	Annual Required Contribution	City's Contribution	State's Contribution	Percentage Contributed
2001	\$ 25,691	\$ 2,280	\$ 21,311	91.83%
2000	18,755	1,275	7,379	46.14%
1999	14,940	0	20,190	135.14%
1998	8,965	8,965	26,773	398.64%
1997	5,577	5,577	8,421	251.00%
1996	2,315	2,315	0	100.00%

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

GENERAL FUND

The general fund is used to account for resources traditionally associated with governments which are not required to be accounted for in another fund. The general fund receives a greater variety and number of taxes than any other fund. The City's general fund directly services general long-term debt.

**COMPARATIVE BALANCE SHEETS
GENERAL FUND
SEPTEMBER 30, 2001 AND 2000
CITY OF BUSHNELL, FLORIDA**

	<u>2001</u>	<u>2000</u>
Assets		
Cash and Cash Equivalents	\$ 999,465	\$ 325,125
Utility Taxes and Franchise Fees Receivable	82,710	48,059
Due From Other Governments	185,988	94,398
Due From Other Funds	32,485	748
Advance to Wastewater Fund	250,000	250,000
Other Receivables	60	90
Total Assets	<u>1,550,708</u>	<u>718,420</u>
Liabilities and Fund Balance		
Liabilities		
Accounts Payable	138,582	45,718
Other Accrued Liabilities	24,315	21,796
Due to Other Funds	2,433	1,921
Deposits	1,525	1,300
Total Liabilities	<u>166,855</u>	<u>70,735</u>
Fund Balance		
Reserve For Drug Interdiction	1,176	5,515
Fund Balance:		
Unreserved	1,382,677	642,170
Total Fund Balance	<u>1,383,853</u>	<u>647,685</u>
Total Liabilities and Fund Balance	<u>\$ 1,550,708</u>	<u>\$ 718,420</u>

**COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2001 AND 2000
CITY OF BUSHNELL, FLORIDA**

	<u>2001</u>	<u>2000</u>
Revenues		
Taxes	\$ 845,671	\$ 752,375
Licenses and Permits	8,836	10,120
Intergovernmental	316,206	279,018
Grant Revenue	176,248	46,546
Charges For Services	21,699	15,675
Fines and Forfeitures	22,494	28,262
Interest and Miscellaneous	32,479	79,715
Total Revenues	<u>1,423,633</u>	<u>1,211,711</u>
Expenditures		
Current:		
General Government	328,680	305,061
Public Safety	496,174	459,110
Transportation	227,956	279,020
Economic Environment	2,000	15,000
Cemetery	2,563	0
Culture and Recreation	215,345	193,200
Debt Service:		
Principal	45,255	45,663
Interest	19,247	17,415
Capital Outlay	327,425	287,107
(Total Expenditures)	<u>(1,664,645)</u>	<u>(1,601,576)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(241,012)</u>	<u>(389,865)</u>
Other Financing Sources (Uses)		
Operating Transfers In:		
Electric Utility Fund	276,646	230,000
Water Utility Fund	40,000	40,100
Sanitation Fund	19,000	20,000
Operating Transfers Out:		
Cemetery Fund	(10,500)	(11,041)
Loan Proceeds	600,000	0
Total Other Financing Sources (Uses)	<u>925,146</u>	<u>279,059</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	684,134	(110,806)
Fund Balance, Beginning of Year (As Restated)	<u>699,719</u>	<u>758,491</u>
Fund Balance, End of Year	<u>\$ 1,383,853</u>	<u>\$ 647,685</u>

**SCHEDULE OF REVENUES - BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2001,
WITH COMPARATIVE ACTUAL AMOUNTS FOR SEPTEMBER 30, 2000
CITY OF BUSHNELL, FLORIDA**

	2001		Variance Favorable (Unfavorable)	2000
	Budget	Actual		Actual
Revenues				
Taxes				
Ad Valorem Taxes	\$ 103,952	\$ 103,989	\$ 37	\$ 94,776
Local Government Infrastructure Surtax	133,293	151,513	18,220	119,415
Local Option Gas Tax	206,393	195,722	(10,671)	198,358
Franchise Fees:				
Telephone	3,000	3,272	272	3,146
Electric	47,219	59,626	12,407	50,192
Cable TV	21,000	24,647	3,647	21,105
Utility Service Taxes:				
Telephone	83,978	119,010	35,032	92,216
Gas	13,875	11,890	(1,985)	15,984
Electric	50,728	65,591	14,863	54,002
City Utility Tax	111,153	110,411	(742)	103,181
Total Taxes	<u>774,591</u>	<u>845,671</u>	<u>71,080</u>	<u>752,375</u>
Licenses and Permits				
Occupational Licenses	5,010	6,146	1,136	5,082
City Permits	2,700	2,690	(10)	5,038
Total Licenses and Permits	<u>7,710</u>	<u>8,836</u>	<u>1,126</u>	<u>10,120</u>
Intergovernmental				
Two-Cent Cigarette Tax	0	0	0	15,178
State Revenue Sharing	74,193	72,451	(1,742)	61,800
Mobile Home Licenses	6,400	8,248	1,848	7,281
Alcoholic Beverage License	1,240	1,141	(99)	1,197
Half-Cent Sales Tax	83,818	80,712	(3,106)	72,951
County Fire Fee	73,893	109,967	36,074	55,420
County Occupational Licenses	2,100	2,399	299	2,647
Sumter County Gas Tax	37,435	31,963	(5,472)	34,158
County Library Assistance	12,480	9,325	(3,155)	8,386
County Recreation Assistance	0	0	0	20,000
Total Intergovernmental	<u>291,559</u>	<u>316,206</u>	<u>24,647</u>	<u>279,018</u>
Grant Revenue				
Federal Law Enforcement Grant	0	4,143	4,143	1,546
FRDAP Grant	100,000	107,969	7,969	45,000
Library Grant	90,000	59,586	(30,414)	0
SWFTMD Grant	90,000	4,550	(85,450)	0
Total Grant Revenue	<u>280,000</u>	<u>176,248</u>	<u>(103,752)</u>	<u>46,546</u>

**SCHEDULE OF REVENUES - BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2001,
WITH COMPARATIVE ACTUAL AMOUNTS FOR SEPTEMBER 30, 2000
CITY OF BUSHNELL, FLORIDA
(Concluded)**

	2001		Variance Favorable (Unfavorable)	2000
	Budget	Actual		Actual
Revenues (Concluded)				
Charges For Services				
Mowing Fees	\$ 1,750	\$ 1,802	\$ 52	\$ 1,542
Fall Festival	7,044	8,211	1,167	6,921
Summer Youth Program	8,139	11,686	3,547	7,212
Total Charges For Services	<u>16,933</u>	<u>21,699</u>	<u>4,766</u>	<u>15,675</u>
Fines and Forfeitures				
Fines and Forfeitures	30,612	21,830	(8,782)	27,730
Police Education	717	664	(53)	532
Total Fines and Forfeitures	<u>31,329</u>	<u>22,494</u>	<u>(8,835)</u>	<u>28,262</u>
Miscellaneous				
Interest Earned	23,905	15,938	(7,967)	35,429
Rent - Community Building	6,000	5,270	(730)	6,025
Rent - Tower Space	5,400	5,849	449	5,202
Library Fund-Raising	500	0	(500)	0
Miscellaneous	27,224	5,422	(21,802)	33,059
Total Miscellaneous	<u>63,029</u>	<u>32,479</u>	<u>(30,550)</u>	<u>79,715</u>
Total Revenues	<u>\$ 1,465,151</u>	<u>\$ 1,423,633</u>	<u>\$ (41,518)</u>	<u>\$ 1,211,711</u>

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2001,
WITH COMPARATIVE ACTUAL AMOUNTS FOR SEPTEMBER 30, 2000
CITY OF BUSHNELL, FLORIDA**

	2001		Variance Favorable (Unfavorable)	2000
	Budget	Actual		Actual
Expenditures				
General Government				
Legislative:				
Personal Services	\$ 18,000	\$ 18,000	\$ 0	\$ 18,000
Operating Expenditures	5,861	5,398	463	5,556
Grants and Aids	10,450	9,700	750	4,450
Total Legislative	<u>34,311</u>	<u>33,098</u>	<u>1,213</u>	<u>28,006</u>
Finance and Administrative:				
Personal Services	191,924	192,532	(608)	175,358
Operating Expenditures	73,135	80,167	(7,032)	78,465
Capital Outlay	6,495	6,459	36	58,213
Total Finance and Administrative	<u>271,554</u>	<u>279,158</u>	<u>(7,604)</u>	<u>312,036</u>
Legal Counsel:				
Operating Expenditures	25,220	22,883	2,337	23,232
Total General Government	<u>331,085</u>	<u>335,139</u>	<u>(4,054)</u>	<u>363,274</u>
Public Safety				
Police Department:				
Personal Services	320,815	342,201	(21,386)	297,304
Operating Expenditures	62,871	62,343	528	57,718
Capital Outlay	50,000	54,228	(4,228)	13,094
Total Police Department	<u>433,686</u>	<u>458,772</u>	<u>(25,086)</u>	<u>368,116</u>
Fire Department:				
Personal Services	27,167	27,234	(67)	38,833
Operating Expenditures	28,797	21,608	7,189	23,072
Capital Outlay	12,000	12,206	(206)	32,985
Total Fire Department	<u>67,964</u>	<u>61,048</u>	<u>6,916</u>	<u>94,890</u>
Code Compliance Department:				
Personal Services	38,459	37,832	627	35,074
Operating Expenditures	6,831	4,956	1,875	7,109
Total Code Compliance Department	<u>45,290</u>	<u>42,788</u>	<u>2,502</u>	<u>42,183</u>
Total Public Safety	<u>546,940</u>	<u>562,608</u>	<u>(15,668)</u>	<u>505,189</u>
Transportation				
Road and Street Department:				
Personal Services	122,044	113,547	8,497	118,395
Operating Expenditures	138,869	114,409	24,460	160,625
Capital Outlay	158,950	52,791	106,159	46,562
Total Transportation	<u>419,863</u>	<u>280,747</u>	<u>139,116</u>	<u>325,582</u>

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2001,
WITH COMPARATIVE ACTUAL AMOUNTS FOR SEPTEMBER 30, 2000
CITY OF BUSHNELL, FLORIDA
(Concluded)**

	2001		Variance Favorable (Unfavorable)	2000
	Budget	Actual		Actual
Expenditures (Concluded)				
Economic Environment				
Grants and Aid	\$ 2,000	\$ 2,000	\$ 0	\$ 15,000
Cemetery				
Personal Services	0	163	(163)	0
Grants and Aid	2,400	2,400	0	0
Total Cemetery	<u>2,400</u>	<u>2,563</u>	<u>(163)</u>	<u>0</u>
Culture and Recreation				
Library:				
Personal Services	45,808	41,704	4,104	42,613
Operating Expenditures	10,817	15,100	(4,283)	10,232
Capital Outlay	128,186	118,509	9,677	16,705
Total Library	<u>184,811</u>	<u>175,313</u>	<u>9,498</u>	<u>69,550</u>
Parks and Recreation:				
Personal Services	56,508	72,949	(16,441)	60,815
Operating Expenditures	57,413	49,280	8,133	46,539
Capital Outlay	160,700	83,232	77,468	119,548
Total Parks and Recreation	<u>274,621</u>	<u>205,461</u>	<u>69,160</u>	<u>226,902</u>
Special Events:				
Operating Expenditures	20,043	18,666	1,377	33,001
Summer Youth Program:				
Personal Services	3,488	3,940	(452)	0
Operating Expenditures	13,276	13,706	(430)	0
Total Summer Youth Program	<u>16,764</u>	<u>17,646</u>	<u>(882)</u>	<u>0</u>
Total Culture and Recreation	<u>496,239</u>	<u>417,086</u>	<u>79,153</u>	<u>329,453</u>
Debt Service				
Principal Retirement	65,285	45,255	20,030	45,663
Interest and Fiscal Charges	30,235	19,247	10,988	17,415
Total Debt Service	<u>95,520</u>	<u>64,502</u>	<u>31,018</u>	<u>63,078</u>
Total Expenditures	<u>\$ 1,894,047</u>	<u>\$ 1,664,645</u>	<u>\$ 229,402</u>	<u>\$ 1,601,576</u>

SPECIAL REVENUE FUNDS

Special revenue funds account for revenues from specific taxes or other earmarked revenue sources which, by law, are designated to finance particular functions or activities of government. The City has the following special revenue funds:

- **Evergreen Cemetery Fund** - To account for the proceeds and expenditures generated to maintain the City's cemetery.
- **Community Development Block Grant (CDBG) Fund** - To account for the receipts awarded and expenditures made in compliance with grant requirements to develop the City's downtown area.

**COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2001,
WITH COMPARATIVE TOTALS FOR SEPTEMBER 30, 2000
CITY OF BUSHNELL, FLORIDA**

	<u>Evergreen Cemetery</u>	<u>CDBG Grant</u>	<u>Totals</u>	
			<u>2001</u>	<u>2000</u>
Assets				
Current Assets				
Cash and Cash Equivalents	\$ 458,330	\$ 1,841	\$ 460,171	\$ 430,797
Due From Other Governments		31,872	31,872	0
Total Assets	<u>458,330</u>	<u>33,713</u>	<u>492,043</u>	<u>430,797</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	146		146	2,043
Due to General Fund		32,486	32,486	345
Deferred Revenues		1,227	1,227	1,227
Deposits	3,150		3,150	2,925
Total Liabilities	<u>3,296</u>	<u>33,713</u>	<u>37,009</u>	<u>6,540</u>
Fund Balances				
Reserved For Perpetual Care	455,034	0	455,034	424,257
Total Liabilities and Fund Balances	<u>\$ 458,330</u>	<u>\$ 33,713</u>	<u>\$ 492,043</u>	<u>\$ 430,797</u>

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2001,
WITH COMPARATIVE TOTALS FOR SEPTEMBER 30, 2000
CITY OF BUSHNELL, FLORIDA**

	Evergreen Cemetery	CDBG Grant	Totals	
			2001	2000
Revenues				
Contributions	\$ 9,190	\$ 0	\$ 9,190	\$ 6,169
Sale of Cemetery Lots	6,700	0	6,700	9,300
Interest	24,180	0	24,180	23,274
Memorials and Gifts	1,050	0	1,050	205
Grant Revenue	0	46,019	46,019	3,773
Total Revenues	<u>41,120</u>	<u>46,019</u>	<u>87,139</u>	<u>42,721</u>
 Expenditures				
Operating Expenditures	20,644	46,019	66,663	24,230
Capital Outlay	200	0	200	3,973
(Total Expenditures)	<u>(20,844)</u>	<u>(46,019)</u>	<u>(66,863)</u>	<u>(28,203)</u>
 Excess (Deficiency) of Revenues Over (Under) Expenditures	20,276	0	20,276	14,518
 Other Financing Sources				
Operating Transfers In	<u>10,500</u>	<u>0</u>	<u>10,500</u>	<u>11,041</u>
 Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	30,776	0	30,776	25,559
 Fund Balances, Beginning of Year	<u>424,257</u>	<u>0</u>	<u>424,257</u>	<u>398,698</u>
 Fund Balances, End of Year	<u><u>\$ 455,033</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 455,033</u></u>	<u><u>\$ 424,257</u></u>

**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - EVERGREEN CEMETERY FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2001,
WITH COMPARATIVE ACTUAL AMOUNTS FOR SEPTEMBER 30, 2000
CITY OF BUSHNELL, FLORIDA**

	2001		Variance Favorable (Unfavorable)	2000
	Budget	Actual		Actual
Revenues				
Contributions	\$ 8,500	\$ 9,190	\$ 690	\$ 6,169
Sale of Cemetery Lots	6,000	6,700	700	9,300
Interest	20,500	24,180	3,680	23,274
Memorials and Gifts	500	1,050	550	205
Total Revenues	<u>35,500</u>	<u>41,120</u>	<u>5,620</u>	<u>38,948</u>
Expenditures				
Operating Expenditures	29,690	20,644	9,046	24,230
Capital Outlay	600	200	400	200
(Total Expenditures)	<u>(30,290)</u>	<u>(20,844)</u>	<u>9,446</u>	<u>(24,430)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	5,210	20,276	15,066	14,518
Other Financing Sources				
Operating Transfers In	<u>10,500</u>	<u>10,500</u>	<u>0</u>	<u>11,041</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	15,710	30,776	15,066	25,559
Fund Balance, Beginning of Year	<u>424,257</u>	<u>424,257</u>	<u>0</u>	<u>398,698</u>
Fund Balance, End of Year	<u>\$ 439,967</u>	<u>\$ 455,033</u>	<u>\$ 15,066</u>	<u>\$ 424,257</u>

**STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - COMMUNITY DEVELOPMENT BLOCK GRANT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2001,
WITH COMPARATIVE ACTUAL AMOUNTS FOR SEPTEMBER 30, 2000
CITY OF BUSHNELL, FLORIDA**

	2001		Variance Favorable (Unfavorable)	2000
	Budget	Actual		Actual
Revenues				
Grant Revenue	\$ 357,210	\$ 46,019	\$ (311,191)	\$ 3,773
Expenditures				
Operating Expenditures	107,210	46,019	61,191	0
Capital Outlay	250,000	0	250,000	3,773
(Total Expenditures)	<u>(357,210)</u>	<u>46,019</u>	<u>311,191</u>	<u>(3,773)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance, Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance, End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

ENTERPRISE FUNDS

Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recorded primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. Certain administrative expenses are paid by the general fund.

**COMBINING BALANCE SHEET
ALL ENTERPRISE FUNDS
SEPTEMBER 30, 2001,
WITH COMPARATIVE TOTALS FOR SEPTEMBER 30, 2000
CITY OF BUSHNELL, FLORIDA**

	Electric Utility Fund	Water Utility Fund	Wastewater Utility Fund	Sanitation Fund	Totals	
					2001	2000
Assets						
Current Assets						
Cash and Cash Equivalents	\$ 1,456,870	\$ 226,645	\$ 177,840	\$ 197,815	\$ 2,059,170	\$ 1,959,488
Customer Accounts Receivable, Net of Allowance For Uncollectibles	301,474	21,904	278	47,787	371,443	354,150
Deferred Debit - Power Cost Adjustment	119,410				119,410	61,200
Retainage Receivable			52,333		52,333	0
Due From Other Funds					0	5,717
Due From Other Governments			14,286		14,286	57,135
Inventories, At Cost	170,850	43,440			214,290	204,827
Total Current Assets	<u>2,048,604</u>	<u>291,989</u>	<u>244,737</u>	<u>245,602</u>	<u>2,830,932</u>	<u>2,642,517</u>
Restricted Assets						
Cash and Investments:						
CR-3 Nuclear Decommissioning	124,836				124,836	107,018
Customer Deposits	99,895				99,895	93,888
Other	45				45	45
Total Restricted Assets	<u>224,776</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>224,776</u>	<u>200,951</u>
Property and Equipment						
Utility Plant in Service	2,520,867	2,326,519		324,885	5,172,271	4,962,930
Construction in Progress			572,644		572,644	390,318
(Accumulated Depreciation)	(1,216,134)	(855,459)		(222,861)	(2,294,454)	(2,097,675)
Total Property and Equipment - Cost Less Depreciation	<u>1,304,733</u>	<u>1,471,060</u>	<u>572,644</u>	<u>102,024</u>	<u>3,450,461</u>	<u>3,255,573</u>
Other Assets						
Loan Cost (Net)	0	4,286	0	0	4,286	4,572
Total Assets	<u>\$ 3,578,113</u>	<u>\$ 1,767,335</u>	<u>\$ 817,381</u>	<u>\$ 347,626</u>	<u>\$ 6,510,455</u>	<u>\$ 6,103,613</u>

**COMBINING BALANCE SHEET
ALL ENTERPRISE FUNDS
SEPTEMBER 30, 2001,
WITH COMPARATIVE TOTALS FOR SEPTEMBER 30, 2000
CITY OF BUSHNELL, FLORIDA
(Concluded)**

	Electric Utility Fund	Water Utility Fund	Wastewater Utility Fund	Sanitation Fund	Totals	
					2001	2000
Liabilities and Fund Equity						
Current Liabilities						
Accounts Payable	\$ 157,227	\$ 10,091	\$ 12,513	\$ 16,774	\$ 196,605	\$ 173,041
Other Accrued Liabilities	27,913	6,072		1,086	35,071	28,369
Due to Other Funds	187				187	3,795
Current Portion of Notes Payable		15,000		22,500	37,500	84,970
Compensated Absences Payable	32,324	21,549		17,233	71,106	73,142
Accrued Interest	127			1,343	1,470	3,826
Total Current Liabilities	<u>217,778</u>	<u>52,712</u>	<u>12,513</u>	<u>58,936</u>	<u>341,939</u>	<u>367,143</u>
Current Liabilities (Payable From Restricted Assets)						
Customer Deposits	<u>99,895</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>99,895</u>	<u>93,888</u>
Long-Term Liabilities						
Deferred Credit - CR-3 Decommissioning	124,836				124,836	107,018
Note Payable				45,000	45,000	67,000
Note Payable - Florida Municipal Power Agency		196,000			196,000	211,000
Advance From Other Fund			250,000		250,000	250,000
Total Long-Term Liabilities	<u>124,836</u>	<u>196,000</u>	<u>250,000</u>	<u>45,000</u>	<u>615,836</u>	<u>635,018</u>
Total Liabilities	<u>442,509</u>	<u>248,712</u>	<u>262,513</u>	<u>103,936</u>	<u>1,057,670</u>	<u>1,096,049</u>
Fund Equity						
Contributed Capital	176,873	1,018,003	559,837	29,449	1,784,162	1,616,747
Retained Earnings:						
Unreserved	2,958,731	500,620	(4,969)	214,241	3,668,623	3,390,817
Total Fund Equity	<u>3,135,604</u>	<u>1,518,623</u>	<u>554,868</u>	<u>243,690</u>	<u>5,452,785</u>	<u>5,007,564</u>
Total Liabilities and Fund Equity	<u>\$ 3,578,113</u>	<u>\$ 1,767,335</u>	<u>\$ 817,381</u>	<u>\$ 347,626</u>	<u>\$ 6,510,455</u>	<u>\$ 6,103,613</u>

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
ALL ENTERPRISE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2001,
WITH COMPARATIVE TOTALS FOR SEPTEMBER 30, 2000
CITY OF BUSHNELL, FLORIDA

	Electric	Water	Wastewater	Sanitation	Totals	
	Utility Fund	Utility Fund	Utility Fund	Fund	2001	2000
Operating Revenues						
Charge For Sales and Services	\$ 2,380,486	\$ 401,838	\$ 278	\$ 338,861	\$ 3,121,463	\$ 2,701,953
Miscellaneous Revenues	0	0	396	0	396	568
Total Operating Revenues	<u>2,380,486</u>	<u>401,838</u>	<u>674</u>	<u>338,861</u>	<u>3,121,859</u>	<u>2,702,521</u>
Operating Expenses						
Demand and Energy Charge	1,395,064	0	0	0	1,395,064	1,075,660
CR-3 Operations and Maintenance	66,636	0	0	0	66,636	63,126
Salaries	156,331	136,857	0	64,115	357,303	348,425
Employee Benefits	48,591	43,079	0	29,384	121,054	121,164
Professional Services	35,335	44,383	0	3,730	83,448	73,584
Operating Supplies	38,130	23,521	1,278	10,373	73,302	31,891
Other Current Charges	72,757	68,627	3,264	20,291	164,939	121,256
Depreciation	119,848	60,193	0	18,647	198,688	191,302
Landfill	0	0	0	139,544	139,544	132,509
(Total Operating Expenses)	<u>(1,932,692)</u>	<u>(376,660)</u>	<u>(4,542)</u>	<u>(286,084)</u>	<u>(2,599,978)</u>	<u>(2,158,917)</u>
Operating Income (Loss)	<u>447,794</u>	<u>25,178</u>	<u>(3,868)</u>	<u>52,777</u>	<u>521,881</u>	<u>543,604</u>
Nonoperating Revenues (Expenses)						
Interest Income	69,509	19,335	8,558	9,701	107,103	99,992
Interest Expense	(133)	(10,359)	0	(4,754)	(15,246)	(16,539)
Other Debt Service Costs	0	(286)	0	0	(286)	(286)
Total Nonoperating Revenues (Expenses)	<u>69,376</u>	<u>8,690</u>	<u>8,558</u>	<u>4,947</u>	<u>91,571</u>	<u>83,167</u>
Net Income (Loss) Before Transfers	517,170	33,868	4,690	57,724	613,452	626,771
Operating Transfers (Out)	<u>(276,646)</u>	<u>(40,000)</u>	<u>0</u>	<u>(19,000)</u>	<u>(335,646)</u>	<u>(290,100)</u>
Net Income (Loss)	240,524	(6,132)	4,690	38,724	277,806	336,671
Retained Earnings, Beginning of Year	<u>2,718,207</u>	<u>506,752</u>	<u>(9,659)</u>	<u>175,517</u>	<u>3,390,817</u>	<u>3,054,146</u>
Retained Earnings, End of Year	<u>\$ 2,958,731</u>	<u>\$ 500,620</u>	<u>\$ (4,969)</u>	<u>\$ 214,241</u>	<u>\$ 3,668,623</u>	<u>\$ 3,390,817</u>

**COMBINING STATEMENT OF CASH FLOWS
ALL ENTERPRISE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2001,
WITH COMPARATIVE TOTALS FOR SEPTEMBER 30, 2000
CITY OF BUSHNELL, FLORIDA**

	Electric Utility Fund	Water Utility Fund	Wastewater Utility Fund	Sanitation Fund	Totals	
					2001	2000
Reconciliation of Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:						
Operating Income	\$ 447,794	\$ 25,178	\$ (3,868)	\$ 52,777	\$ 521,881	\$ 543,604
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:						
Depreciation	119,848	60,193	0	18,647	198,688	191,302
Change in Current Assets - (Increase) Decrease and Current Liabilities - Increase (Decrease):						
Accounts Receivable	(19,138)	12,058	(53,995)	(9,890)	(70,965)	(1,794)
Deferred Debits - Power Cost Adjustment	(58,210)	0	0	0	(58,210)	(61,200)
Due From Other Funds	4,451	750	44,233	516	49,950	4,305
Inventories	(9,217))	(246)	0	0	(9,463)	(22,163)
Accounts Payable	11,303	(1,666)	10,086	3,841	23,564	25,249
Other Accrued Liabilities	3,541	2,160	0	(11)	5,690	(12,464)
Due to Other Funds	187	(3,795)	0	0	(3,608)	0
Compensated Absences Payable	(2,741)	(1,828)	0	0	(4,569)	14,882
Customer Deposits	6,007	0	0	0	6,007	10,050
Total Adjustments	56,031	67,626	324	13,103	137,084	148,167
Net Cash Provided By (Used In) Operating Activities	503,825	92,804	(3,544)	65,880	658,965	691,771
Cash Flows From Noncapital Financing Activities						
Operating Transfers Out to Other Funds	(276,646)	(40,000)	0	(19,000)	(335,646)	(290,100)
Deferred Credit CR-3 Decommissioning	17,818	0	0	0	17,818	16,623
Net Cash Provided By (Used In) Noncapital Financing Activities	(258,828)	(40,000)	0	(19,000)	(317,828)	(273,477)
Cash Flows From Capital and Related Financing Activities						
Advance From Other Fund	0	0	0	0	0	250,000
Acquisition and Construction of Capital Assets	(49,049)	(152,325)	(182,326)	(9,876)	(393,576)	(607,393)
Principal Payments on Notes	(30,573)	(31,397)	0	(22,500)	(84,470)	(68,600)
Interest Paid on Notes	(133)	(10,359)	0	(3,565)	(14,057)	(13,749)
Contributed Capital	0	1,649	165,766	0	167,415	313,932
Proceeds of Note Payable	0	0	0	0	0	90,000
Net Cash Provided By (Used In) Capital and Related Financing Activities	(79,755)	(192,432)	(16,560)	(35,941)	(324,688)	(35,810)

**COMBINING STATEMENT OF CASH FLOWS
ALL ENTERPRISE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2001,
WITH COMPARATIVE TOTALS FOR SEPTEMBER 30, 2000
CITY OF BUSHNELL, FLORIDA
(Concluded)**

	Electric Utility Fund	Water Utility Fund	Wastewater Fund	Sanitation Fund	Totals	
					2001	2000
Cash Flows From Investing Activities						
Interest Received	\$ 69,509	\$ 19,335	8,558	\$ 9,701	\$ 107,103	\$ 99,992
Net Increase (Decrease) in Cash and Cash Equivalents	234,751	(120,293)	(11,546)	20,640	123,552	482,476
Cash and Cash Equivalents, Beginning of Year	1,446,895	346,938	189,386	177,175	2,160,394	1,677,918
Cash and Cash Equivalents, End of Year	<u>\$ 1,681,646</u>	<u>\$ 226,645</u>	<u>\$ 177,840</u>	<u>\$ 197,815</u>	<u>\$ 2,283,946</u>	<u>\$ 2,160,394</u>

Presented in the Accompanying Combined Balance Sheet as:

Unrestricted Cash	\$ 1,456,870	\$ 226,645	\$ 177,840	\$ 197,815	\$ 2,059,170	\$ 1,959,488
Restricted Cash	224,776	0	0	0	224,776	200,906
Total Cash	<u>\$ 1,681,646</u>	<u>\$ 226,645</u>	<u>\$ 177,840</u>	<u>\$ 197,815</u>	<u>\$ 2,283,946</u>	<u>\$ 2,160,394</u>

**STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS - BUDGET AND ACTUAL
ELECTRIC UTILITY FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2001,
WITH COMPARATIVE ACTUAL AMOUNTS FOR SEPTEMBER 30, 2000
CITY OF BUSHNELL, FLORIDA**

	2001		Variance Favorable (Unfavorable)	2000
	Budget	Actual		Actual
Operating Revenues				
Residential Electric Sales	\$ 688,523	\$ 791,057	\$ 102,534	\$ 659,411
Commercial Demand Sales	657,663	749,171	91,508	610,698
Commercial Nondemand Sales	673,853	795,809	121,956	618,881
Private Area Light Sales	14,190	16,360	2,170	13,819
Miscellaneous	21,000	28,089	7,089	79,386
Total Operating Revenues	<u>2,055,229</u>	<u>2,380,486</u>	<u>325,257</u>	<u>1,982,195</u>
Operating Expenses				
Demand and Energy Charge	1,334,963	1,395,064	(60,101)	1,075,660
CR-3 Operations and Maintenance	62,032	66,636	(4,604)	63,126
Salaries	148,544	156,331	(7,787)	148,533
Employee Benefits	48,931	48,591	340	45,706
Professional Services	40,022	35,335	4,687	38,469
Operating Supplies	11,000	38,130	(27,130)	2,332
Other Current Charges	59,329	72,757	(13,428)	61,424
Depreciation	0	119,848	(119,848)	112,186
(Total Operating Expenses)	<u>(1,704,821)</u>	<u>(1,932,692)</u>	<u>(227,871)</u>	<u>(1,547,436)</u>
Operating Income (Loss)	<u>350,408</u>	<u>447,794</u>	<u>97,386</u>	<u>434,759</u>
Nonoperating Revenues (Expenses)				
Interest Income	68,343	69,509	1,166	78,104
Interest Expense	(1,528)	(133)	1,395	(1,417)
Total Nonoperating Revenues (Expenses)	<u>66,815</u>	<u>69,376</u>	<u>2,561</u>	<u>76,687</u>
Net Income (Loss) Before Transfers	417,223	517,170	99,947	511,446
Operating Transfers (Out)	<u>(289,546)</u>	<u>(276,646)</u>	<u>12,900</u>	<u>(230,000)</u>
Net Income (Loss)	127,677	240,524	112,847	281,446
Retained Earnings, Beginning of Year	<u>2,718,207</u>	<u>2,718,207</u>	<u>0</u>	<u>2,436,761</u>
Retained Earnings, End of Year	<u>\$ 2,845,884</u>	<u>\$ 2,958,731</u>	<u>\$ 112,847</u>	<u>\$ 2,718,207</u>

**STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS - BUDGET AND ACTUAL
WATER UTILITY FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2001,
WITH COMPARATIVE ACTUAL AMOUNTS FOR SEPTEMBER 30, 2000
CITY OF BUSHNELL, FLORIDA**

	2001		Variance Favorable (Unfavorable)	2000
	Budget	Actual		Actual
Operating Revenues				
Residential Water Sales	\$ 144,172	\$ 140,449	\$ (3,723)	\$ 145,930
Commercial Water Sales	203,535	161,672	(41,863)	183,063
Penalties and Reconnections	20,480	20,843	363	25,162
Water Connection Fees	3,371	4,520	1,149	6,187
Capacity Reservation Charges	10,000	36,259	26,259	43,266
Miscellaneous	33,822	38,095	4,273	30,956
Total Operating Revenues	<u>415,380</u>	<u>401,838</u>	<u>(13,542)</u>	<u>434,564</u>
Operating Expenses				
Salaries	127,245	136,857	(9,612)	128,228
Employee Benefits	44,119	43,079	1,040	43,674
Professional Services	23,610	44,383	(20,773)	20,169
Operating Supplies	27,500	23,521	3,979	21,002
Other Current Charges	42,408	68,627	(26,219)	40,871
Depreciation	0	60,193	(60,193)	61,982
(Total Operating Expenses)	<u>(264,882)</u>	<u>(376,660)</u>	<u>(111,778)</u>	<u>(315,926)</u>
Operating Income (Loss)	<u>150,498</u>	<u>25,178</u>	<u>125,320</u>	<u>118,638</u>
Nonoperating Revenues (Expenses)				
Interest Income	8,277	19,335	11,058	10,788
Interest Expense	(12,092)	(10,359)	1,733	(12,435)
Other Debt Service Costs	0	(286)	(286)	(286)
Total Nonoperating Revenues (Expenses)	<u>(3,815)</u>	<u>8,690</u>	<u>12,505</u>	<u>(1,933)</u>
Net Income (Loss) Before Transfers	146,683	33,868	(112,815)	116,705
Operating Transfers (Out)	<u>(40,000)</u>	<u>(40,000)</u>	<u>0</u>	<u>(40,100)</u>
Net Income (Loss)	106,683	(6,132)	(112,815)	76,605
Retained Earnings, Beginning of Year	<u>506,752</u>	<u>506,752</u>	<u>0</u>	<u>430,147</u>
Retained Earnings, End of Year	<u>\$ 613,435</u>	<u>\$ 500,620</u>	<u>\$ (112,815)</u>	<u>\$ 506,752</u>

**STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS - BUDGET AND ACTUAL
WASTEWATER UTILITY FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2001,
WITH COMPARATIVE ACTUAL AMOUNTS FOR SEPTEMBER 30, 2000
CITY OF BUSHNELL, FLORIDA**

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Operating Revenues				
Commercial Wastewater Services	\$ 0	\$ 278	\$ 278	\$ 0
Miscellaneous	0	396	396	568
Total Operating Revenues	<u>0</u>	<u>674</u>	<u>674</u>	<u>568</u>
Operating Expenses				
Professional Services	0	0	0	10,944
Operating Supplies	1,278	1,278	0	0
Other Current Charges	2,285	3,264	(979)	2,639
(Total Operating Expenses)	<u>(3,563)</u>	<u>(4,542)</u>	<u>(979)</u>	<u>(13,583)</u>
Operating Income (Loss)	(3,563)	(3,868)	(305)	(13,015)
Nonoperating Revenues				
Interest Income	8,220	8,558	338	3,356
Net Income (Loss)	4,657	4,690	33	(9,659)
Retained Earnings, Beginning of Year	<u>(9,659)</u>	<u>(9,659)</u>	<u>0</u>	<u>0</u>
Retained Earnings, End of Year	<u>\$ (5,002)</u>	<u>\$ (4,969)</u>	<u>\$ 33</u>	<u>\$ (9,659)</u>

**STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS - BUDGET AND ACTUAL
SANITATION FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2001,
WITH COMPARATIVE ACTUAL AMOUNTS FOR SEPTEMBER 30, 2000
CITY OF BUSHNELL, FLORIDA**

	2001		Variance Favorable (Unfavorable)	2000
	Budget	Actual		Actual
Operating Revenues				
Residential Garbage	\$ 141,352	\$ 135,869	\$ (5,483)	\$ 119,742
Commercial Garbage	181,217	198,821	17,604	158,009
Miscellaneous	4,935	4,171	(764)	7,443
Total Operating Revenues	<u>327,504</u>	<u>338,861</u>	<u>11,357</u>	<u>285,194</u>
Operating Expenses				
Salaries	73,002	64,115	8,887	71,664
Employee Benefits	32,669	29,384	3,285	31,784
Professional Services	3,515	3,730	(215)	4,002
Operating Supplies	8,983	10,373	(1,390)	8,557
Other Current Charges	17,994	20,291	(2,297)	16,322
Depreciation	0	18,647	(18,647)	17,134
Landfill	135,271	139,544	(4,273)	132,509
(Total Operating Expenses)	<u>(271,434)</u>	<u>(286,084)</u>	<u>(14,650)</u>	<u>(281,972)</u>
Operating Income (Loss)	<u>56,070</u>	<u>52,777</u>	<u>(3,293)</u>	<u>3,222</u>
Nonoperating Revenues (Expenses)				
Interest Income	5,454	9,701	4,247	7,744
Interest Expense	(6,379)	(4,754)	1,625	(2,687)
Total Nonoperating Revenues (Expenses)	<u>(925)</u>	<u>4,947</u>	<u>5,872</u>	<u>5,057</u>
Net Income (Loss) Before Transfers	55,145	57,724	2,579	8,279
Operating Transfers (Out)	<u>(19,000)</u>	<u>(19,000)</u>	<u>0</u>	<u>(20,000)</u>
Net Income (Loss)	36,145	38,724	2,579	(11,721)
Retained Earnings, Beginning of Year	<u>175,517</u>	<u>175,517</u>	<u>0</u>	<u>187,238</u>
Retained Earnings, End of Year	<u>\$ 211,662</u>	<u>\$ 214,241</u>	<u>\$ 2,579</u>	<u>\$ 175,517</u>

PENSION TRUST FUNDS

These funds account for assets held by a governmental unit in a trustee capacity or as agent for individual, private organizations, other governmental units and/or other funds.

- **General Employees' Retirement Fund** - To account for the accumulation of resources to be used for retirement annuity payments at appropriate amounts and times in the future and also the administrative costs of the system. Resources are contributed by the general and enterprise funds at amounts determined by biennial actuarial studies.
- **Police Officers' Retirement Fund** - To account for the accumulation of resources to be used for retirement annuity payments at appropriate amounts and times in the future and also the administrative costs of the system. Resources are contributed by the state and plan participants, with additional funds needed to meet actuarially determined amounts provided by the general fund.

**COMBINING STATEMENT OF PLAN NET ASSETS
PENSION TRUST FUNDS
SEPTEMBER 30, 2001, WITH
COMPARATIVE TOTALS FOR THE YEAR ENDED SEPTEMBER 30, 2000
CITY OF BUSHNELL, FLORIDA**

	<u>General Employees' Retirement Fund</u>	<u>Police Officers' Retirement Fund</u>	<u>2001</u>	<u>2000</u>
Assets				
Cash	\$ 3,621	\$ 3,055	\$ 6,676	\$ 16,058
Investments	53,435	113,374	166,809	120,876
Due From Other Funds	<u>2,516</u>	<u>104</u>	<u>2,620</u>	<u>0</u>
Total Assets	<u>59,572</u>	<u>116,533</u>	<u>176,105</u>	<u>136,934</u>
Liabilities				
Due to Other Funds	<u>0</u>	<u>0</u>	<u>0</u>	<u>403</u>
Net Assets Held in Trust For Pension Benefits	<u>\$ 59,572</u>	<u>\$ 116,533</u>	<u>\$ 176,105</u>	<u>\$ 136,531</u>

**COMBINING STATEMENTS OF CHANGES IN PLAN NET ASSETS
PENSION TRUST FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2001, WITH
COMPARATIVE TOTALS FOR THE YEAR ENDED SEPTEMBER 30, 2000
CITY OF BUSHNELL, FLORIDA**

	General Employees' Retirement Fund	Police Officers' Retirement Fund	2001	2000
Additions				
Contributions				
Employer	\$ 24,737	\$ 17,582	\$ 42,319	\$ 21,963
Employee	0	1,265	1,265	1,251
State	0	21,311	21,311	7,379
Miscellaneous	0	399	399	0
Total Contributions	<u>24,737</u>	<u>40,557</u>	<u>65,294</u>	<u>30,593</u>
Investment Income (Loss)				
Interest and Dividend Income	5,052	6,107	11,159	5,051
Net Appreciation (Depreciation) in Fair Value of Investments	(20,563)	(15,133)	(35,696)	(2,838)
Total Investment Income (Loss)	<u>(15,511)</u>	<u>(9,026)</u>	<u>(24,537)</u>	<u>2,213</u>
Total Additions	<u>9,226</u>	<u>31,531</u>	<u>40,757</u>	<u>32,806</u>
Deductions				
Termination Payments	0	(1,183)	(1,183)	176
Miscellaneous	0	0	0	43
(Total Deductions)	<u>0</u>	<u>(1,183)</u>	<u>(1,183)</u>	<u>(219)</u>
Net Increase (Decrease)	9,226	30,348	39,574	32,587
Net Assets Held in Trust For Pension Benefits:				
Beginning of Year	<u>50,346</u>	<u>86,185</u>	<u>136,531</u>	<u>103,944</u>
End of Year	<u>\$ 59,572</u>	<u>\$ 116,533</u>	<u>\$ 176,105</u>	<u>\$ 136,531</u>

See accompanying notes.

GENERAL FIXED ASSETS ACCOUNT GROUP

To account for fixed assets other than those accounted for in proprietary and similar trust funds.

SCHEDULE OF GENERAL FIXED ASSETS - BY SOURCE
SEPTEMBER 30, 2001 AND 2000
CITY OF BUSHNELL, FLORIDA

	<u>2001</u>	<u>2000</u>
General Fixed Assets		
Land	\$ 486,370	\$ 486,370
Buildings	705,325	705,325
Improvements Other Than Buildings	589,205	539,227
Equipment and Furniture	1,325,430	1,224,086
Construction in Progress	132,480	0
Total General Fixed Assets	<u>3,238,810</u>	<u>2,955,008</u>
Investment in General Fixed Assets		
General Fund Revenues	2,838,293	2,785,967
Federal Grants	10,997	4,739
State Grants	373,048	147,830
Donations	16,472	16,472
Total Investment in General Fixed Assets	<u>\$ 3,238,810</u>	<u>\$ 2,955,008</u>

**SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS -
BY FUNCTION AND ACTIVITY
FOR THE YEAR ENDED SEPTEMBER 30, 2001
CITY OF BUSHNELL, FLORIDA**

	<u>Balance October 1, 2000</u>	<u>Additions</u>	<u>(Deletions)</u>	<u>Balance September 30, 2001</u>
General Fixed Assets				
General Government				
Financial Administrative	\$ 434,034	\$ 6,459	\$ 0	\$ 440,493
Legislative	2,873	0	0	2,873
Total General Government	<u>436,907</u>	<u>6,459</u>	<u>0</u>	<u>443,366</u>
Public Safety				
Law Enforcement	335,705	54,228	0	389,933
Fire Control	362,385	12,206	0	374,591
Protective Inspections	13,369	0	0	13,369
Total Public Safety	<u>711,459</u>	<u>66,434</u>	<u>0</u>	<u>777,893</u>
Physical Environment				
Cemetery	68,023	0	0	68,023
Transportation				
Roads and Streets	623,360	9,169	0	632,529
Culture and Recreation				
Library	26,897	118,509	0	145,406
Parks and Recreation	961,843	83,231	0	1,045,074
Special Facilities:				
Community Building	126,519	0	0	126,519
Total Culture and Recreation	<u>1,115,259</u>	<u>201,740</u>	<u>0</u>	<u>1,316,999</u>
Total General Fixed Assets	<u>\$ 2,955,008</u>	<u>\$ 283,802</u>	<u>\$ 0</u>	<u>\$ 3,238,810</u>

**SCHEDULE OF GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
SEPTEMBER 30, 2001
CITY OF BUSHNELL, FLORIDA**

	<u>Total</u>	<u>Land</u>	<u>Buildings</u>	<u>Improvements Other Than Buildings</u>	<u>Equipment and Furniture</u>	<u>Construction in Progress</u>
General Fixed Assets						
General Government						
Financial Administrative	\$ 440,493	\$ 167,985	\$ 103,480	\$ 17,480	\$ 151,548	\$ 0
Legislative	2,873	0	0	0	2,873	0
Total General Government	<u>443,366</u>	<u>167,985</u>	<u>103,480</u>	<u>17,480</u>	<u>154,421</u>	<u>0</u>
Public Safety						
Law Enforcement	389,933	60,426	0	4,523	324,984	0
Fire Control	374,591	0	6,300	0	368,291	0
Protective Inspections	13,369	0	0	0	13,369	0
Total Public Safety	<u>777,893</u>	<u>60,426</u>	<u>6,300</u>	<u>4,523</u>	<u>706,644</u>	<u>0</u>
Physical Environment						
Cemetery	68,023	68,023	0	0	0	0
Transportation						
Roads and Streets	632,529	14,250	313,135	35,966	269,178	0
Culture and Recreation						
Library	145,406	200	4,000	1,224	21,473	118,509
Parks and Recreation	1,045,074	157,922	169,455	530,012	173,714	13,971
Special Facilities:						
Community Building	126,519	17,564	108,955	0	0	0
Total Culture and Recreation	<u>1,316,999</u>	<u>175,686</u>	<u>282,410</u>	<u>531,236</u>	<u>195,187</u>	<u>132,480</u>
Total General Fixed Assets	<u>\$ 3,238,810</u>	<u>\$ 486,370</u>	<u>\$ 705,325</u>	<u>\$ 589,205</u>	<u>\$ 1,325,430</u>	<u>\$ 132,480</u>

Statistical Section

TABLE 1

GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1)(2)
LAST TEN FISCAL YEARS
CITY OF BUSHNELL, FLORIDA

Fiscal Year	General Government	Public Safety	Physical Environment	Transportation	Economic Environment	Culture and Recreation	Debt Service	Total
1992	\$ 209,553	\$ 507,286	\$ 22,261	\$ 114,909	\$ 59,408	\$ 95,070	\$ 0	\$ 1,008,487
1993	208,491	417,381	28,749	132,729	333,512	173,512	0	1,294,374
1994	294,711	458,547	24,199	279,891	13,000	217,257	0	1,287,605
1995	280,284	425,897	20,534	214,868	12,000	134,779	0	1,088,362
1996	317,049	439,703	62,017	208,376	12,250	225,620	0	1,265,015
1997	279,604	469,726	258,109	201,520	13,000	289,541	0	1,511,500
1998	269,378	437,443	30,522	785,847	9,000	148,863	97,102	1,778,155
1999	306,366	440,907	33,001	431,133	12,000	264,934	43,069	1,531,410
2000	391,477	505,189	0	325,582	15,000	329,453	63,078	1,629,779
2001	335,139	562,608	69,426	280,747	2,000	417,086	64,502	1,731,508

- (1) Includes general and special revenue funds.
(2) Function includes capital outlay expenditures.

Information Source:
Audited Financial Reports

**GENERAL GOVERNMENTAL REVENUES BY SOURCE (1)
LAST TEN FISCAL YEARS
CITY OF BUSHNELL, FLORIDA**

<u>Fiscal Year</u>	<u>Taxes</u>	<u>License and Permits</u>	<u>Intergovernmental</u>	<u>Charges For Services</u>	<u>Fines and Forfeitures</u>	<u>Interest and Miscellaneous</u>	<u>Total</u>
1992	\$ 293,004	\$ 14,987	\$ 406,743	\$ 2,250	\$ 50,271	\$ 55,683	\$ 822,938
1993	407,466	21,039	658,040	1,632	53,826	71,841	1,213,844
1994	469,928	23,748	364,562	1,752	44,038	75,812	979,840
1995	504,851	18,748	381,085	1,787	19,134	79,900	1,005,505
1996	536,217	21,940	506,840	750	37,014	150,006	1,252,767
1997	577,880	14,891	619,647	3,074	34,834	112,377	1,362,703
1998	708,234	25,446	507,413	5,388	23,348	113,954	1,383,783
1999	741,281	5,093	271,282	19,398	39,109	104,625	1,180,788
2000	752,375	10,120	329,337	15,675	28,262	118,663	1,254,432
2001	845,671	8,836	538,473	21,699	22,494	73,599	1,510,772

(1) Includes general and special revenue funds.

Information Source:

Audited Financial Reports

TABLE 3

**GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE (1)
LAST TEN FISCAL YEARS
CITY OF BUSHNELL, FLORIDA**

Fiscal Year	Property Taxes	Franchise Fees	Utility Taxes	Sales Use and Gas Taxes	Total Taxes
1992	\$ 87,982	\$ 49,199	\$ 155,823	\$ 0	\$ 293,004
1993	180,046	52,061	175,359	0	407,466
1994	90,213	55,850	206,020	117,845	459,928
1995	92,993	55,796	224,986	131,076	504,851
1996	94,340	58,618	233,307	149,952	536,217
1997	96,703	70,562	263,724	146,891	577,880
1998	93,779	71,762	243,798	298,895	708,234
1999	95,341	67,172	254,215	324,553	741,281
2000	94,776	74,443	265,383	317,773	752,375
2001	103,989	87,545	306,902	347,235	845,671

(1) Includes general and special revenue funds.

Information Source:

Audited Financial Reports

TABLE 4

**PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
CITY OF BUSHNELL, FLORIDA**

Fiscal Year	Total Tax Levy	Current Collections	Percent of Levy Collected	Delinquent Tax Collections	Total Tax Collections	Percent of Total Tax Collections to Tax Levy
1992	\$ 90,332	\$ 87,982	96%	*	\$ 86,753	96%
1993	93,469	87,871	94%	*	87,871	94%
1994	94,536	90,213	95%	*	90,213	95%
1995	97,083	92,993	96%	*	92,993	96%
1996	97,598	94,340	97%	*	94,340	97%
1997	99,741	96,703	97%	*	96,703	97%
1998	98,259	93,526	95%	\$ 253	93,779	95%
1999	97,660	94,744	97%	597	95,341	98%
2000	93,261	94,566	100%	210	94,776	100%
2001	105,771	103,783	98%	206	103,989	98%

* Information not available.

Information Source:

Sumter County Tax Collector and City Clerk's Office

**ASSESSED AND ESTIMATED ACTUAL VALUE OF PROPERTY
LAST TEN FISCAL YEARS
CITY OF BUSHNELL, FLORIDA**

Fiscal Year	Real Property		Personal Property		Total		Ratio of Total Assessed to Total Estimated Actual Value
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
1992	*	*	*	*	\$ 33,468,971	\$ 39,375,260	85%
1993	*	*	*	*	37,002,810	43,532,718	85%
1994	*	*	*	*	38,012,169	44,720,199	85%
1995	*	*	*	*	40,876,122	48,089,555	85%
1996	*	*	*	*	42,016,283	49,430,921	85%
1997	*	*	*	*	44,689,547	52,575,937	85%
1998	\$ 34,612,123	\$ 44,538,727	\$ 11,153,561	\$ 11,160,563	45,765,684	55,699,290	82%
1999	37,489,724	53,308,291	11,621,364	12,911,203	49,111,088	66,219,494	75%
2000	42,971,688	53,748,501	13,039,744	13,046,244	56,011,432	66,794,745	83%
2001	49,955,255	61,049,808	14,793,127	14,799,627	64,986,935	76,087,988	85%

* Information not available.

Information Source:
Sumter County Property Appraiser

TABLE 6

**PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS
CITY OF BUSHNELL, FLORIDA**

<u>Fiscal Year</u>	<u>Total City Millage</u>	<u>Total State and County Millage</u>	<u>Total</u>
1992	2.700	19.91	22.610
1993	2.7	19.95	22.65
1994	2.53	20.23	22.76
1995	2.49	20.09	22.46
1996	2.38	20.09	22.47
1997	2.35	20.14	22.49
1998	2.18	20.08	22.26
1999	2.147	20.02	22.167
2000	1.997	21.073	23.07
2001	1.889	21.073	22.962

Information Source:

City Millage Records

Sumter County Property Appraiser

TABLE 7

**PRINCIPAL TAXPAYERS
SEPTEMBER 30, 2001
CITY OF BUSHNELL, FLORIDA**

Taxpayer	Assessed Valuation	Percent of Total Assessed Valuation
1. Metal Industries	\$ 4,333,291	8.67%
2. Sumter Center	2,324,059	4.65%
3. Osprey Point	1,966,877	3.94%
4. Wal-Mart, Inc.	1,404,643	2.81%
5. Eckerd Corporation	1,218,597	2.44%
6. Bushnell Elderly Housing	881,108	1.76%
7. Bushnell R.R.H., Ltd.	824,139	1.65%
8. Windmeadows R.R.H., Ltd.	705,148	1.41%
9. MC Development	620,176	1.24%
10. SunTrust Nature Coast	<u>557,442</u>	<u>1.13%</u>
Subtotal	14,835,480	29.70%
Other Taxpayers	<u>35,119,775</u>	<u>70.30%</u>
Total Assessed Value	<u><u>\$ 49,955,255</u></u>	<u><u>100.00%</u></u>

Information Source:

Sumter County Tax Collector

TABLE 8

**RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR
GENERAL DEBT TO TOTAL GENERAL EXPENDITURES
LAST TEN FISCAL YEARS
CITY OF BUSHNELL, FLORIDA**

Fiscal Year	Principal	Interest	Total Debt Service	Total General Expenditures (1)	Ratio of Debt Service to Total General Expenditures
1992	\$ 26,774	\$ 13,469	\$ 40,243	\$ 1,008,487	3.99%
1993	31,549	14,220	45,769	1,294,374	3.54%
1994	91,128	8,940	100,068	1,287,605	7.77%
1995	23,723	14,640	38,363	1,088,362	3.52%
1996	23,527	13,172	36,700	1,265,015	2.90%
1997	25,813	12,483	38,296	1,511,500	2.53%
1998	86,526	10,576	97,102	1,778,155	5.46%
1999	27,923	15,146	43,069	1,531,410	2.81%
2000	45,663	17,415	63,078	1,629,779	3.87%
2001	45,255	19,247	64,502	1,731,508	3.73%

- (1) Includes general and special revenue funds.
- (2) The City has no bonded debt.
- (3) Computation of legal debt margin is not included within this report inasmuch as no legal debt margin has been established pursuant to Florida Statutes.

Information Source:

Audited Financial Reports

**SCHEDULE OF ELECTRIC UTILITY REVENUE DEBT SERVICE
LAST TEN FISCAL YEARS
CITY OF BUSHNELL, FLORIDA**

Fiscal Year	Operating Revenue	Operating Expenses	Net Operating Revenue Available For Debt Service	Debt Service Requirements			Debt Coverage Ratio
				Principal	Interest	Total	
1992	\$ 1,259,120	\$ 1,054,735	\$ 204,385	*	*	\$ 71,132	287%
1993	1,402,282	1,084,015	318,267	*	*	72,987	436%
1994	1,443,085	1,091,387	351,699	*	*	72,290	487%
1995	1,494,100	1,249,954	244,146	*	*	73,419	333%
1996	1,652,681	1,341,876	310,805	*	*	71,363	436%
1997	1,784,613	1,368,548	416,065	*	*	76,228	546%
1998	1,863,515	1,398,763	464,752	\$ 107,905	\$ 4,402	112,307	414%
1999	1,824,130	1,375,163	448,967	26,205	2,375	28,580	157%
2000	1,982,195	1,547,436	434,759	30,572	1,417	31,989	136%
2001	2,380,486	1,932,692	447,794	30,573	133	30,706	146%

* Information not available.

Information Source:

Audited Financial Reports
General Ledger

**SCHEDULE OF WATER REVENUE DEBT SERVICE
LAST TEN FISCAL YEARS
CITY OF BUSHNELL, FLORIDA**

Fiscal Year	Operating Revenue	Operating Expenses	Net Operating Revenue Available For Debt Service	Debt Service Requirements			Debt Coverage Ratio
				Principal	Interest	Total	
1992	\$ 251,573	\$ 187,524	\$ 64,049	*	*	\$ 40,830	157%
1993	274,478	192,355	82,123	*	*	43,007	191%
1994	280,391	199,304	81,087	*	*	41,111	197%
1995	285,767	220,368	65,399	*	*	38,828	168%
1996	366,672	236,155	130,517	*	*	56,762	230%
1997	333,100	233,147	99,953	*	*	56,962	176%
1998	371,517	278,354	93,163	\$ 28,222	\$ 15,000	43,222	215%
1999	424,921	274,350	150,571	37,877	10,499	48,376	311%
2000	434,564	315,926	118,638	19,428	12,435	31,863	372%
2001	401,838	376,660	25,178	31,397	10,359	41,756	(60%)

* Information not available.

Information Source:
Audited Financial Reports
General Ledger

**SCHEDULE OF SANITATION REVENUE DEBT SERVICE
LAST TWO FISCAL YEARS (1)
CITY OF BUSHNELL, FLORIDA**

Fiscal Year	Operating Revenue	Operating Expenses	Net Operating Revenue Available For Debt Service	Debt Service Requirements			Debt Coverage Ratio
				Principal	Interest	Total	
2000	\$ 285,194	\$ 281,972	\$ 3,222	\$ 0	\$ 2,687	\$ 2,687	120%
2001	338,861	286,084	52,777	22,500	3,565	25,865	111%

(1) The sanitation fund has no debt service requirements from 1992 through 1999.

Information Source:
Audited Financial Reports
General Ledger

TABLE 12

**DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS
CITY OF BUSHNELL, FLORIDA**

Fiscal Year	Population	Per Capita Income	Median Age	School Enrollment	Unemployment Rate/Percent
1992	2,107	\$ 13,021	40.4	1,352	8.40%
1993	2,212	13,529	40.6	1,390	7.10%
1994	2,263	13,995	40.3	1,415	6.90%
1995	2,273	14,473	40.6	1,447	5.90%
1996	2,358	14,967	41.0	1,551	5.60%
1997	2,384	15,364	40.0	1,702	3.30%
1998	2,423	15,640	41.5	1,627	2.50%
1999	2,547	15,847	41.6	1,710	2.70%
2000	2,547	15,144	41.8	1,686	4.30%
2001	2,016	17,312	42.0	1,804	2.70%

Information Source:
Sumter County Development Council

TABLE 13

PROPERTY VALUES AND NEW CONSTRUCTION
 LAST TEN FISCAL YEARS
 CITY OF BUSHNELL, FLORIDA

<u>Fiscal Year</u>	<u>New Construction Units</u>	<u>New Construction Estimated Value</u>	<u>Total Estimated Property Value</u>
1992	18	\$ 849,047	\$ 39,375,260
1993	27	1,155,429	43,532,718
1994	22	831,128	44,720,199
1995	24	1,024,398	48,089,555
1996	25	806,752	49,430,921
1997	13	528,244	52,575,937
1998	13	421,900	55,699,290
1999	11	1,177,184	66,219,494
2000	14	1,683,880	66,794,745
2001	15	1,278,616	76,087,988

Information Source:
 City Building Department

TABLE 14

**MISCELLANEOUS STATISTICS
SEPTEMBER 30, 2001
CITY OF BUSHNELL, FLORIDA**

Date of Incorporation	1911
Form of Government	Council-Manager
Area/Miles	1.95
Miles of Streets	18.1
Fire Protection	Volunteer
Number of Stations	1
Number of Firefighters and Officers	18
Police Protection	
Number of Stations	1
Number of Policemen and Officers	10
Education	1 High School 1 Elementary School 1 Alternative School
Municipal Water Department	1
Number of Consumers	970
Average Daily Consumption (Gallons)	525,295
Miles of Water Mains	20
Municipal Electric Department	1
Number of Consumers	1,003
Average Daily Consumption (kwh Usage)	73
Miles of Electric Lines	18
Sanitation Department	
Average Number of Consumers	749
Building Permits Issued	15
Recreation and Culture	
Number of Parks	30 Acre Sports Recreation Complex 5 Acre Recreation Complex
Public Library	1
Community Center	1
Employees	37
Information Source:	
City Records	

TABLE 15

**SCHEDULE OF INSURANCE COVERAGE
 SEPTEMBER 30, 2001
 CITY OF BUSHNELL, FLORIDA**

<u>Carrier</u>	<u>Type of Coverage</u>	<u>Limits of Coverage</u>
Coregis Insurance Company	General Liability	Bodily Injury and Property Damage
	Deductible - None	\$100,000 Per Person
	Law Enforcement Operations	\$200,000 Per Occurrence
	Premises/Operations	Excess Injury and Property Damage
	Products and Operations	\$900,000 Per Person
	"Insured" Contracts	\$800,000 Per Occurrence
	Host Liquor Law Liability	
	Broad Form Property Damage	
	Watercraft Liability (Under 26')	
	Limited Worldwide Coverage	
	Additional Persons Insured	
	Extended Bodily Injury	
	Incidental Medical Malpractice	
Employees' Benefits Liability		
Program Management Services, Inc. Preferred Governmental Insurance Trust Policy #001000000144100	Workers' Compensation	Statutory - State of Florida
Hartford Life Insurance Company	Accidental Death/Dismemberment	Principal Sum Accident Medical Expense Benefit Maximum Benefit Amount - \$100 Deductible Amount - None
	Disability	Weekly Benefit Amount - \$100 Maximum Payment Period - 104 Weeks
	Accident Partial Disability	See Benefit Maximum Benefit Amount - \$5,000
Hartford Life Insurance Company	Volunteer Fire Department	Accidental Death and Dismemberment Catastrophic Loss Benefit - \$100,000
	Accident Total Disability Benefit	Weekly Benefit Amount - \$250 Maximum Payment Period - 104 Weeks
Coregis Insurance Company	Automobile Liability and Physical Damage	Bodily Injury/Property Damage \$100,000 Per Person \$200,000 Per Occurrence

TABLE 15
(Concluded)

SCHEDULE OF INSURANCE COVERAGE
SEPTEMBER 30, 2001
CITY OF BUSHNELL, FLORIDA

<u>Carrier</u>	<u>Type of Coverage</u>	<u>Limits of Coverage</u>
Coregis Insurance Company	Number of City Vehicles (26)	Excess Bodily Injury/Property Damage \$900,000 Per Person \$800,000 Per Occurrence Personal Injury Protection - \$10,000 Medical Payments - \$5,000 Uninsured Motorists - \$30,000 Liability Deductible - None Physical Damage Coverage - Actual Value Comprehensive Deductible - \$250 Collision Deductible - \$250
Coregis Insurance Company	Public Officials' Liability	\$1,000,000 Each Loss \$1,000,000 Aggregate Retention - \$2,500
Coregis Insurance Company	Property - Building and Contents Deductible - \$250 All Perils	Building - \$2,046,167 Contents - \$283,155
	Coverage Extensions:	
	Extra Expense	\$25,000 Per Occurrence
	Accounts Receivable	\$25,000 Per Occurrence
	EDP	\$10,000 Per Occurrence
	Building Ord.	\$250,000 Per Occurrence
	Inland Marine Coverage	Contractor's Equipment - \$67,963
	Deductible - \$250	EDP Equipment - \$40,000
	All-Risk Excluding Flood, Quake	Miscellaneous Property Floater - \$138,840

Information Source:
City Insurance Records