

CITY OF OCALA

Comprehensive Annual Financial Report



For the Fiscal Year Ended
September 30, 1993

Prepared by: Finance Department

City of Ocala

151 S.E. Osceola Avenue
Ocala, Florida

Comprehensive Annual Financial Report Of the City of Ocala, Florida For the Year Ended September 30, 1993

City Council - 1992 - 1993

Henry F. Speight, Mayor
Richard A. Kesselring, President
Michael S. Amsden
Lorenzo S. Edwards
Gerald K. Ertle
Michael A. Finn

City Officials

City Manager	Scotty J. Andrews
Assistant City Manager	Richard K. Lewis
Assistant City Manager	Charles H. Lynn, Jr.
Building Official	Donald C. Noxon
City Attorney	Patrick G. Gilligan
City Clerk	M. Jane Milam
City Engineer	B. William Ten Broeck
Downtown Development Manager	Diana McDavid
Electric Utility Director	Dean G. Shaw
Finance Director	Glen L. Baker
Fire Chief	William E. Woods
Fleet Management Director	Vernon A. Tucker
Golf Director	Joseph Moses, Jr.
Human Resources Director	Carolyn V. Ingham
Internal Auditor	Eric J. Lewerenz
Library Director	Julia H. Sieg
M.I.S. Director	Chester K. Holloway
Planning Director	Paul K. Nugent
Police Chief	A. Lee McGehee
Public Works Director	Charles H. Amerman
Purchasing Director	James W. Crosby
Recreation and Parks Director	David J. Pritchard
Risk Manager	Leonard A. Baker, Jr.
Water and Sewer Director	Henry K. Hicks



INTRODUCTORY SECTION

This Section contains the following Subsections:

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for Excellence in Financial Reporting

City of Ocala Organization Charts

CITY OF OCALA, FLORIDA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

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City of Ocala

January 15, 1994

FINANCE DEPARTMENT
P. O. BOX 1270, OCALA, FLORIDA 32678-1270

City Manager and Council
City Hall
Ocala, Florida 34478

Gentlemen:

The comprehensive annual financial report (CAFR) of the City of Ocala, Florida, for the fiscal year ended September 30, 1993, is hereby submitted.

The presentation of the CAFR is controlled by and is the responsibility of the City. We believe that the report accurately and fairly presents the financial position, results of operations and cash flows of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included. The report is structured to be of interest to the public, local government officials, state agencies and the banking and financial community in general.

The CAFR is presented in three sections: introductory, financial and statistical. The introductory section contains the table of contents, this transmittal letter, the certificate of achievement for excellence in financial reporting for the 1992 CAFR and the City's organizational charts. The financial section includes the general purpose financial statements and the individual fund and account group and combining financial statements and schedules by fund type, as well as the auditors' report on the financial statements and schedules. The statistical section includes selected financial and demographic information which is designed to enhance the reader's understanding of the City's past and of its future potential.

All funds and account groups of the City of Ocala are included in this report. The City provides a full range of general services, including police and fire protection; general government; culture and recreation; construction and maintenance of highways, streets and infrastructure and library services. The Library serves Marion and Levy Counties, with the Ocala branch functioning as headquarters.

In order to provide both financial support and a vested higher quality of service to its citizens, the City also owns and operates, for public service, seven enterprise funds as follows: two championship golf courses with a total of 45 holes and clubhouse facilities, garbage and trash pick-up service (both back door and curbside), water and sanitary sewer services, a membership tennis facility, electric utility service, an airport (Ocala Municipal Airport/Jim Taylor Field), and a municipal trailer park. The financial activities of all municipal boards and commissions, except for the Ocala Housing Authority, are included in the City's financial statements. The Ocala Housing Authority has not met the established criteria for inclusion in the reporting entity, and accordingly, is excluded from this report.

ECONOMIC CONDITION AND OUTLOOK

The City of Ocala is situated in north-central Florida, approximately equidistant from Jacksonville, Daytona, Orlando and Tampa. It is centrally located in Marion County and is the county seat. During the past decade, the City and surrounding areas have grown at a fast pace. Available land, independent water supply, relatively low taxes, moderate climate and proximity to larger cities and to popular tourist attractions continue to be the underlying causes of the growth. In the past few years, various reports and studies have shown Ocala to be one of the fastest growing areas in the nation.

Horsebreeding, dominated by thoroughbreds and Arabians, is a major industry in the Ocala area. The tourist industry is also very apparent. Disney World has constructed its first satellite information center in Ocala so that visitors can take care of all their needs before reaching Disney World. Hotels, restaurants and shopping areas have sprung up near the information center. To the immediate east of Ocala is the Silver Springs Attraction which is visited by thousands each year and is renowned for many films such as Tarzan and James Bond movies and the Sea Hunt television series. K-Mart has selected Ocala as the location for a new distribution center, which started its operations in 1991. Other industries in the Ocala area include service industries and some light manufacturing.

The growth surge experienced in the 1980's is expected to continue into the 1990's but at a slower pace. The growth potential of the City continues to be virtually limitless. The recession, which has affected the entire country, has also been felt in the City of Ocala, especially in the areas of construction and tourism; however, the City has still experienced growth. The growth is challenging to the City since it demands increased services, but places a financial strain on the revenues of the City. The recession, which has caused some shrinking revenues, has forced the City to reevaluate the needs and wants of its citizens, while at the same time providing consistent levels of service.

MAJOR INITIATIVES

For the Year. In preparing the 1993 budget, the City's focus, at City Council's direction, was to maintain a consistent level of service throughout all departments for the citizens of Ocala in order to meet the needs of the community, to maintain a low millage rate and to provide quality utility services at competitive rates. Other budget and management objectives for 1993 included the promotion of an internship program to provide management support while promoting minority employment opportunities, the continuation of the Public Information Program to provide citizens with working knowledge of local governments, the development of mechanisms and procedures to ensure that departmental goals and objectives are met and the continuation of the exploration of public and private cooperative efforts to better service the citizens of Ocala.

In order to accomplish some of the objectives, only one new position was authorized in the budget. The approved position was for a Sanitation driver for the new ninth route added to Commercial Sanitation due to a large annexation and restaurant growth on State Road 200.

During fiscal year 1990, the City issued revenue bonds for massive electric system improvements. Those improvements were continued during 1991, 1992 and 1993. The City also continued the water and sewer system expansion and improvements, as well as the widening and improvements of various roads. For the past seven years, the City has levied an additional mill of ad valorem taxes of which three quarters have been for road improvements and the remaining one quarter has been for fire department capital outlay. For the past few years, the City and Marion County have shared the costs of improvements of some major arterial streets.

For the Future. The City will be continuing the electric system, the water and sewer system and the street improvement and expansion programs which have already been started and will strive to provide consistent levels of service for the citizens of Ocala.

The City is also continuing its program of renovating existing City buildings. A master plan of the Municipal Services Complex, which was built in 1984, addressed additions to the complex. The renovation and expansion or relocation of the Police Department is also being considered. The most significant and demanding task for the future is the implementation of the Comprehensive Plan of the City of Ocala, which is required by the 1985 Local Government Comprehensive Planning Act. The plan, which was submitted to the State of Florida by the May 1, 1991 deadline, is a tool for growth management and affects virtually all City departments. The plan has twelve required and two optional elements: future land use, traffic circulation, housing, sanitary sewer, solid waste, storm water management, potable water, groundwater recharge, conservation, parks and recreation, capital improvements, intergovernmental coordination, community redevelopment area and historical

preservation. Fiscal year 1993 was the first year of the implementation of the Capital Improvements Element of the Comprehensive Plan, which covers the five-year period from 1993 through 1997.

Department Focus: The Water and Sewer Department, which consists of 72 employees in eight operating divisions, is responsible for the pumping, treatment, storage and transmission of potable water and the collection, treatment and disposal of sanitary sewage. In the past, the Water and Sewer Fund was struggling with high debt service costs. In fiscal 1990, an interim rate study was completed which resulted in rate increases over a three-year period. The Water and Sewer fund is now able to meet debt service requirements and to provide funds for major capital improvement projects. Fiscal 1993 saw the completion of a bond-funded \$10 million project at the City's Water Reclamation Facility #2 which expanded the plant's sewage treatment capabilities from 3.5 to 6.5 million gallons per day.

Over the past few years, there have been a number of positive changes in the Water and Sewer Department. Both of the City's water reclamation facilities are in compliance with the Florida Department of Environmental Protection (DEP) regulations and are operating under full permits rather than the temporary operating permits of the past. The water treatment plant, which received its consumptive use permit valid until 1997, has consistently won the DEP Central District Award for Outstanding Operation and Maintenance. The City's relationship with DEP has reversed from a confrontational or adversarial role to that of a cooperative and supportive partnership. Many of the operational improvements in the Water and Sewer Department have been attained through effective management and planning and through modernization and computerization of equipment and systems. The department is currently in the middle of a five-year program of installing Supervisory Control and Data Acquisition (SCADA) systems in all major sewage lift stations which improve operating efficiency, minimize maintenance costs and significantly reduce sewage spills.

Employee safety and training programs were established leading to a highly-trained and efficient work force consistently meeting the Water and Sewer Department's goals and objectives. State certification of all employees in their respective fields is encouraged. The Water and Sewer Department as a whole has accumulated over 500,000 hours without a lost time accident, which is an exceptional accomplishment considering the high risk job categories in the department. The Water and Sewer employees have submitted ideas and have received over 25% of the incentive awards given by the City for innovative or money-saving suggestions for job improvement. The Water and Sewer Public Awareness Week, which started in 1992, educates the public in areas of conservation and environment with various displays and exhibits. At this time, as well as year-round, tours of the Water and Sewer facilities are

available. The Water and Sewer Department has also developed a lending library for use in the local school system.

The Water and Sewer Department has come a long way in the past few years. It has taken a lot of hard work on the part of the dedicated individuals involved, and the Water and Sewer Department should be congratulated for its accomplishments!

FINANCIAL INFORMATION

In developing, maintaining and evaluating the City's accounting system, consideration is given to internal accounting controls designed to ensure that the City's assets are protected from loss, theft or misuse and to ensure that adequate accounting data is 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; and (2) the valuation of costs and benefits requires estimates and judgments by management. The City's chart of accounts substantially complies with the Uniform Accounting System as prescribed by Chapter 3A-61 of the Florida Administrative Code.

Budgetary Controls. Budgetary control is maintained on an annual allotment basis, based upon prior working capital and on revenue projections for the current year. Both expenditures and encumbrances are recorded against budgeted appropriations. At mid-year, City department heads are required to reassess their appropriations for the remainder of the year, from which a full budget revision is prepared and submitted to City Council for approval. The entire budget process is coordinated by a full time budget manager. In addition, two separate reviews are made by the Finance Department for final annual appropriations approval. After the end of the year, unliquidated purchase order balances, as of September 30, are reappropriated in the form of a supplemental appropriation resolution, which is adopted by City Council. This resolution also includes a carryforward for major projects not completed in the previous year which are not covered by purchase orders. All items in this resolution are subject to a working capital availability test. Monthly reports are distributed to the various departments to keep them informed of their year to date expenditures, encumbrances and funds available.

General Governmental Functions. The following schedule presents a summary of general fund, special revenue fund and debt service fund revenues and other financing sources for the fiscal year ended September 30, 1993 and the percentages of increases and decreases in relation to revenues and other financing sources for the fiscal year ended September 30, 1992.

	Amount	Percent of Total	Increase (Decrease) from 1992	Percent Increase (Decrease)
Revenues:				
Property taxes	\$ 7,270,662	13.94%	\$ 121,191	1.70%
Other taxes	1,409,034	2.70	524,776	59.35
State revenue sharing	976,335	1.87	5,758	.59
Other intergovernmental revenues	6,384,434	12.24	365,193	6.07
Parking meters and facilities	73,952	.14	(215)	(.29)
Licenses and permits	604,787	1.16	(26,674)	(4.22)
Fines and forfeitures	873,112	1.68	(94,326)	(9.75)
Charges for services	1,951,348	3.74	127,808	7.01
Interest	780,108	1.50	(268,840)	(25.63)
Gifts and other	277,420	.53	(8,644)	(3.02)
Total revenues	20,601,192	39.50	746,027	
Other financing sources:				
Proceeds from refunding bonds	14,143,855	27.12	14,143,855	100.00
Debt proceeds	-	-	(42,922)	(100.00)
Transfers from other funds	17,411,663	33.38	717,157	4.30
Total revenues and other financing source	<u>\$52,156,710</u>	<u>100.00%</u>	<u>\$13,564,117</u>	

The most significant dollar change in revenues was in other taxes, where the \$524,776 (59.35%) increase was attributable almost exclusively to the new 7.5% telecommunications tax on basic telephone service within the City. The \$365,193 (6.07%) increase in other intergovernmental revenues was caused by increased collections of the local option gasoline tax, by an increase in Marion County's funding of the Central Florida Regional Library, and by increases in the dollar amounts of grants especially those related to the library and to storm drainage during fiscal 1993. The \$268,840 (25.63%) decrease in interest income was the result of decreasing interest rates as compared to fiscal 1992. The decrease of \$94,326 (9.75%) in fines and forfeitures was the result of a decrease in court fines collected. Proceeds from refunding bonds of \$14,143,855 was the result of the issuance of the Optional Gas Tax Refunding Revenue Bonds, Series 1992, which are discussed in the Debt Administration section of this letter. The \$717,157 (4.30%) increase in transfers from other funds was caused primarily by an increase in the transfer from the Electric Fund.

The following schedule presents a summary of general fund, special revenue fund and debt service fund expenditures and other financing uses for the fiscal year ended September 30, 1993 and the percentages of increases and decreases in relation to

expenditures and other financing uses for the fiscal year ended September 30, 1992.

	Amount	Percent of Total	Increase (Decrease) from 1992	Percent Increase (Decrease)
Expenditures:				
Current:				
General government and administration	\$ 3,388,158	6.71%	\$ 48,943	1.47%
Public safety	12,621,517	25.01	182,566	1.47
Public works	3,933,610	7.80	17,620	.45
Culture and recreation	3,771,641	7.47	31,409	.84
Housing rehabilitation	504,275	1.00	192,083	61.53
Nondepartmental	428,063	.85	46,278	12.12
Other	427,553	.85	3,915	.92
Capital outlay	2,262,339	4.48	(1,912,348)	(45.81)
Debt service:				
Principal	1,782,050	3.53	117,146	7.04
Interest and agents' fees	2,238,802	4.44	(38,281)	(1.68)
Intergovernmental	113,259	.22	43,806	63.07
Total expenditures	31,471,267	62.36	(1,266,863)	
Other financing uses:				
Payment to refunded bonds escrow agent	13,976,315	27.70	13,976,315	100.00
Transfers to other funds	5,015,385	9.94	114,550	2.34
Total expenditures and other financing use	\$50,462,967	100.00%	\$12,824,002	

Public safety expenditures increased by \$182,566 (1.47%), which is attributable partly to realized costs for an entire year on the two Police and one Fire department employees added during fiscal 1992 and partly to cost of living increases in October, 1992. The \$192,083 (61.53%) increase in housing rehabilitation was the result of 20 structures being fully and 26 partially rehabilitated in fiscal 1993 as compared to 14 fully and 43 partially rehabilitated in fiscal 1992 as well as \$50,112 expended in fiscal 1993 for appliances for units maintained by the Ocala Housing Authority.

Capital outlay decreased \$1,912,348 (45.81%), primarily as a result of decreased funds spent on the City's street resurfacing program and two major projects, the renovation of the Marion Theater and the construction of fire station #5, were completed during fiscal 1992.

The \$13,976,315 payment to refunded bonds escrow agent was the defeasance of the City's Optional Gas Tax Revenue Bonds, Series 1989, which is discussed later in this letter. Transfers to other funds increased by \$114,550 (2.34%) primarily because of increased transfers from the debt service funds to other funds.

General Fund Balance. The fund balance of the general fund at September 30, 1993 is \$5,732,905, a 46.05% increase from 1992.

The increase was caused primarily by the decline in capital outlay expenditures as well as the increase in other taxes and in other intergovernmental revenues. The general fund balance is equivalent of 63 working days of expenditures.

Enterprise Operations. The City of Ocala operates eight distinct enterprise funds: Electric System, Water and Sewer, Sanitation, Municipal Golf Course, Fort King Tennis Court, Municipal Trailer Park, Ocala Municipal Airport, and the Florida Emergency Training Facility. The enterprise funds are well run and continue to be the backbone of financial support of general government operations.

The Electric System Revenue Fund is the combination of the formerly consolidated Electric Revenue and Bulk Power Supply Revenue Funds. During fiscal 1990, Electric System Revenue Bonds, Series 1989A, were issued for the acquisition and construction of improvements to the electric system. The improvements are expected to be completed in fiscal 1995. The electric system continues to be efficiently managed and operated, and had a debt service coverage of 11.19 for the year ended September 30, 1993.

The Water and Sewer Fund, which is the City's second largest enterprise fund, has been burdened with debt service payments and other bond-related restrictions for the past few years. For the year ended September 30, 1993, the Water and Sewer Fund had a debt service coverage ratio of 8.89. During 1990, the City's consulting engineers began working on a master plan, including a rate review, for the water and sewer system. Gradual rate increases starting in early fiscal 1991, have helped this fund.

The Sanitation Fund is responsible for trash and garbage pick-up in the City. During the year, sanitation rates did not have to be increased since there were fortunately no increased landfill charges. The fund is financially sound and had a net income of \$51,979 during fiscal 1993.

The Municipal Golf Course Fund had a net loss for the year ended September 30, 1993 of \$46,639; however, this fund should improve in the future.

The Ocala Municipal Airport Fund had a net income of \$460,435 in 1993. There are expansion programs under way at the Airport, most of which are substantially funded by federal and state grants. Although the airport is not self-supporting, it is an important part of our community.

The Fort King Tennis Court Fund experienced a net loss of \$3,617 during fiscal 1993, which was anticipated. This fund, although small, is well-run.

The Municipal Trailer Park Fund continues to improve. During 1993 it had a net income of \$13,176.

The Florida Emergency Training Facility Fund, which involves the construction, future operation and maintenance of an emergency facility adjacent to the City's airport, is new in fiscal 1993.

Pension Trust Fund Operations. The combined Pension Trust Funds improved during 1993. The combined funds had a net appreciation in the fair market value of investments of \$3,400,855, caused by the valuation of investments to market value as of September 30, 1993.

Debt Administration. At September 30, 1993, the City had \$131,340,000 in outstanding serial and term bonds. Of this amount, \$100,405,000 are associated with enterprise funds and \$30,935,000 are associated with governmental funds. All of the City's issues are insured. Although the City may issue general obligation debt in an amount up to 20% of the assessed valuation of the taxable real and personal property in the City according to article IX, section 9.02, of the City Charter, there is no general obligation debt outstanding.

During the year, the City issued \$14,340,000 Optional Gas Tax Refunding Revenue Bonds, Series 1992, which are secured by the proceeds of the six cent optional gas tax received by the City. The bonds are fully insured and are rated "AAA" by Standard & Poor's Corporation and "Aaa" by Moody's Investors Service, Inc. The proceeds of the 1992 issue were used primarily for the advance refunding of the City's outstanding Optional Gas Tax Revenue Bonds, Series 1989. The proceeds of the 1992 issue, along with certain available funds, were used to purchase U.S. government securities which were deposited into an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded bonds. The defeasance resulted in a present value savings of \$374,583.

Cash Management. Cash temporarily idle during the year was invested in the State Board of Administration Fund, which is an investment pool administered by the State of Florida. Although the City is authorized by Florida Statutes to invest in obligations of U. S. agencies and in interest-bearing time deposits and savings accounts in banks and in savings and loan associations in addition, we have found that the State Board of Administration has historically had competitive rates and we can withdraw funds on demand. At September 30, 1993, our investments with the State Board of Administration were earning 3.52% with a year to date return of 3.56%. During fiscal 1993, the City hired Barnett Banks Trust Company, N.A. as its short-term investment manager in order to maximize investment earnings.

The City's pension fund investments have been administered by the firm of Manning and Napier of Rochester, New York for several years. In January 1991, because of the size of the combined funds, the pension fund investments were equally split for administration by Manning and Napier and by Barnett Banks Trust Company, N.A. of Jacksonville, Florida. The pension fund investments consist

of bonds, debentures, common stocks, U. S. Treasury obligations and short-term investments.

Risk Management. The Risk Management Department was established through an interlocal agreement between the City of Ocala and Marion County for the purpose of the procurement of insurance, either through insurance companies or through self-insurance, and for the purpose of providing safety training programs. Information on the City's insurance coverage can be found in the Statistical Section of this report. The Risk Management Department is doing very well, both in insurance monitoring and procurement and in safety training.

OTHER INFORMATION

Independent Audit. The City Charter and Florida Statutes require an independent audit of the books, financial records and transactions of all administrative departments of the City by a Certified Public Accounting Firm selected by the City Council. The auditors' report on the general-purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report.

Awards. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Ocala, Florida for its comprehensive annual financial report for the fiscal year ended September 30, 1992. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

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

A Certificate of Achievement is valid for a period of one year only. The City of Ocala has received a Certificate of Achievement for the last eleven consecutive years (fiscal years ended 1982-1992.) We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

The City was awarded the Distinguished Budget Presentation Award by the Government Finance Officers Association of the United States and Canada for its annual budgets for the fiscal years beginning October 1, 1987 through 1992. In order to receive this award, which is valid for a period of one year only, a governmental unit must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan and as a communications medium.

Acknowledgements. The preparation of this comprehensive annual financial report was made possible by the dedicated service of the entire staff of the Finance Department. Sincere appreciation is extended to specific individuals who worked diligently throughout the audit: Diane M. Cangelosi, Deputy Finance Director; Wayne C. Hodge, Chief Accountant; Prudy L. Waite, Accountant and Robert D. Naugler, Financial Analyst/Grant Supervisor. Appreciation is also extended to Eric Lewerenz, the City's Internal Auditor; to Barbara Edwards Kays, Budget Manager and to Coopers & Lybrand, our external auditors, for their assistance in this effort.

In closing, without the leadership and support of the City Manager, Assistant City Managers and City Council, whose continued interest in good fiscal City government is an invaluable asset to our community, preparation of this report would not have been possible.

Respectfully submitted,



Glen L. Baker
Finance Director

/mb



Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Ocala,
Florida

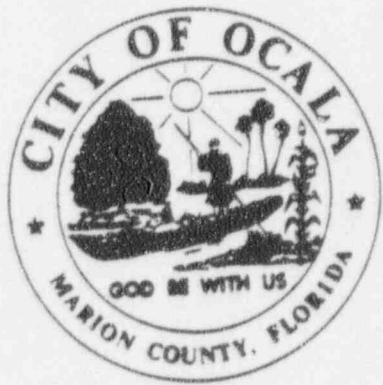
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
September 30, 1992

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

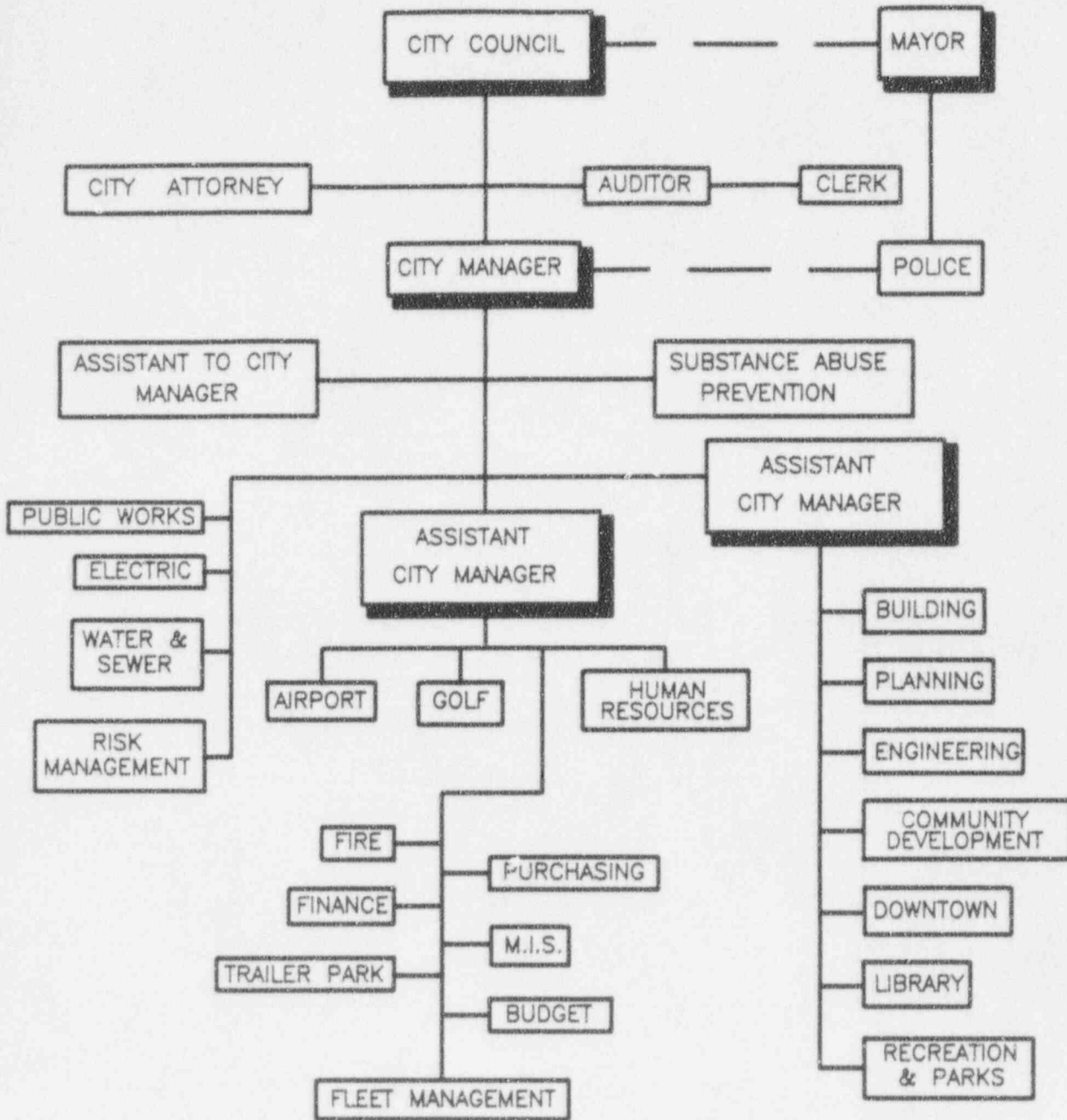


Arnold L. Habig
President

Jeffrey L. Essler
Executive Director

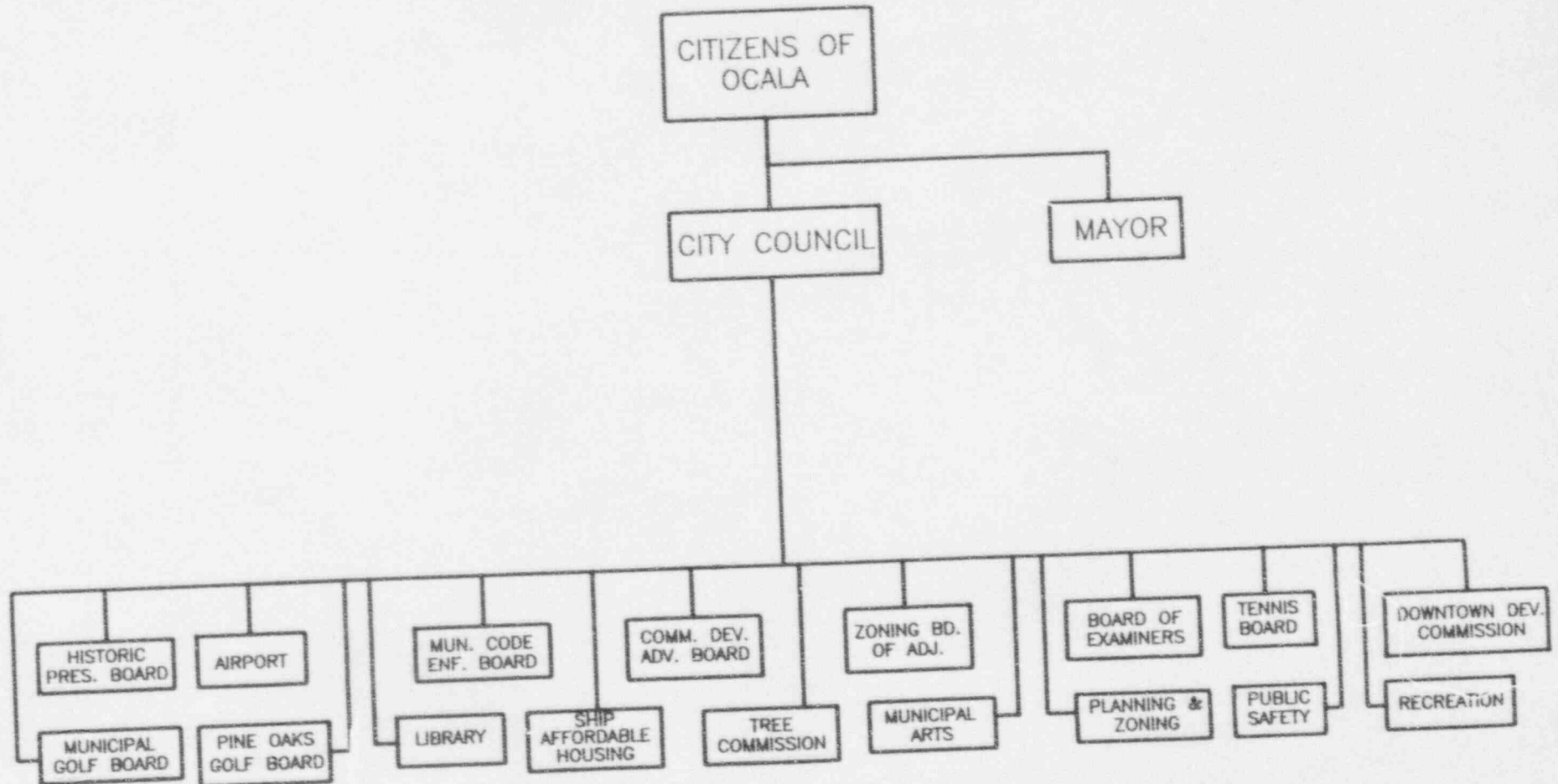


ORGANIZATIONAL CHART



City Of Ocala

OCALA BOARDS AND COMMISSIONS



FINANCIAL SECTION

This Section contains the following Subsections:

Report of Certified Public Accountants

General Purpose Financial Statements

Individual Fund and Combining Statements - By Fund Type

Report of Independent Accountants

The Honorable Members of City Council
City of Ocala, Florida

We have audited the general-purpose financial statements of City of Ocala, Florida as of and for the year ended September 30, 1993, as listed in the accompanying table of contents. These general-purpose financial statements are the responsibility of City of Ocala, 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 generally accepted auditing standards and *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 general-purpose 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 Ocala, Florida as of September 30, 1993, and the results of its operations and cash flows of its proprietary fund types for the year then ended in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the general-purpose financial statements taken as a whole. The combining and individual fund and account group financial statements and supporting 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 City of Ocala, 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 presented 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 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 financial statements and, accordingly, we express no opinion on it.

Copius deFord

Orlando, Florida
January 15, 1994

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 that are in the following subsections.

GENERAL-PURPOSE FINANCIAL STATEMENTS

(Combined Statements - Overview)

CITY OF OCALA, FLORIDA

COMBINED BALANCE SHEET

ALL FUND TYPES AND ACCOUNT GROUPS

September 30, 1993

ASSETS	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Project
Current Assets:				
Cash and investments	\$ 3,588	\$ 317,356	\$ -	\$ -
Equity in pooled cash and investment fund	5,494,540	7,959,841	-	1,542,523
Accrued interest receivable	36,030	44,195	-	8,559
Accounts and notes receivable, net of allowance for doubtful accounts of \$402,174	525,385	30	-	461,042
Accrued unbilled revenues	-	-	-	-
Due from other funds	234,081	79,546	-	-
Interfund loans receivable	2,714	-	-	-
Inventories	-	-	-	-
Due from other governments	662,541	511,444	-	73,005
Other	69,632	624	-	-
Total current assets	<u>7,028,511</u>	<u>8,913,036</u>	<u>-</u>	<u>2,085,129</u>
Restricted Assets:				
Cash and investments	-	-	-	-
Equity in pooled cash and investment fund	-	-	5,627,053	-
Accrued interest and dividends receivable	-	-	31,171	-
Due from other governments	-	-	-	-
Other	-	-	-	-
Total restricted assets	<u>-</u>	<u>-</u>	<u>5,658,224</u>	<u>-</u>
Other Assets:				
Interfund loans receivable after one year	49,492	-	-	-
Property, plant and equipment, net	-	-	-	-
Issuance costs on long-term debt	-	-	-	-
Amount available in debt service funds	-	-	-	-
Amount to be provided for retirement of general long-term debt	-	-	-	-
Total other assets	<u>49,492</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets	<u>\$7,078,003</u>	<u>\$8,913,036</u>	<u>\$5,658,224</u>	<u>\$ 2,085,129</u>

<u>Proprietary Fund Types</u>		<u>Fiduciary Fund Type</u>	<u>Account Groups</u>		<u>Totals (Memorandum Only)</u>
<u>Enterprise</u>	<u>Internal Service</u>	<u>Trust and Agency</u>	<u>General Fixed Assets</u>	<u>General Long-Term Debt</u>	
\$ 13,201	\$ 500	\$ -	\$ -	\$ -	\$ 334,645
5,234,907	8,789,246	-	-	-	29,021,057
25,382	47,598	-	-	-	161,764
5,975,889	15,022	-	-	-	6,977,368
4,569,014	-	-	-	-	4,569,014
800,629	-	-	-	-	1,114,256
63,327	25,017	-	-	-	91,058
2,352,972	141,635	-	-	-	2,494,607
140,105	22,458	-	-	-	1,409,553
194,001	47,006	-	-	-	311,263
<u>19,369,427</u>	<u>9,088,482</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>46,484,585</u>
36,575,016	-	53,483,807	-	-	90,058,823
37,417,455	-	102,586	-	-	43,147,094
679,836	-	392,752	-	-	1,103,759
231,139	-	-	-	-	231,139
164,348	-	-	-	-	164,348
<u>75,067,794</u>	<u>-</u>	<u>53,979,145</u>	<u>-</u>	<u>-</u>	<u>134,705,163</u>
481,025	54,758	-	-	-	585,275
154,305,752	7,016,859	-	17,632,458	-	178,955,069
860,465	-	-	-	-	860,465
-	-	-	-	5,655,224	5,655,224
-	-	-	-	25,288,320	25,288,320
<u>155,647,242</u>	<u>7,071,617</u>	<u>-</u>	<u>17,632,458</u>	<u>30,943,544</u>	<u>211,344,353</u>
<u>\$250,084,463</u>	<u>\$16,160,099</u>	<u>\$53,979,145</u>	<u>\$17,632,458</u>	<u>\$30,943,544</u>	<u>\$392,534,101</u>

Continued

See accompanying notes to financial statements.

CITY OF OCALA, FLORIDA

COMBINED BALANCE SHEET - CONTINUED

ALL FUND TYPES AND ACCOUNT GROUPS

September 30, 1993

LIABILITIES AND EQUITY	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Project
Current Liabilities:	\$ 570,607	\$ 210,068	\$ -	\$ 413,022
Accounts payable	-	-	-	-
Claims payable	472,508	22,757	-	-
Compensated absences payable	-	-	-	-
Bonds and notes payable within one year	-	-	-	-
Accrued interest payable	-	-	-	-
Due to other funds	-	-	-	-
Customer deposits	301,983	215,796	-	-
Deferred revenue	-	-	-	-
Interfund loans payable	-	-	-	413,022
Total current liabilities	<u>1,345,098</u>	<u>448,621</u>	-	-
Liabilities Payable from Restricted Assets:	-	-	3,000	-
Accounts payable	-	-	-	-
Accrued interest payable	-	-	-	-
Deferred revenue	-	-	-	-
Bonds and notes payable within one year	-	-	-	-
Decommissioning costs	-	-	-	-
Deferred compensation	-	-	-	-
Total liabilities payable from restricted assets	-	-	<u>3,000</u>	-
Interfund Loans Payable After One Year	-	-	-	-
Bonds and Notes Payable After One Year	-	-	-	-
Total liabilities	<u>1,345,098</u>	<u>448,621</u>	<u>3,000</u>	<u>413,022</u>
Equity and Other Credits:	-	-	-	-
Investment in general fixed assets	-	-	-	-
Contributed equity	-	-	-	-
Retained earnings:	-	-	-	-
Reserved for debt service	-	-	-	-
Reserved for renewal and replacement	-	-	-	-
Total reserved retained earnings	-	-	-	-
Unreserved	-	-	-	-
Total retained earnings	-	-	-	-
Fund balances:	-	-	5,655,224	-
Reserved for debt service	-	-	-	-
Reserved for retirement benefits	-	-	-	-
Reserved for interfund loans receivable after one year	49,492	-	-	-
Reserved for encumbrances	996,916	357,554	-	118,809
Reserved for specified projects	231,561	8,106,861	-	-
Reserved for capital projects	642,242	-	-	-
Total reserved fund balances	<u>1,920,211</u>	<u>8,464,415</u>	<u>5,655,224</u>	<u>118,809</u>
Unreserved and undesignated fund balances	<u>3,812,694</u>	-	-	<u>1,553,298</u>
Total fund balances	<u>5,732,905</u>	<u>8,464,415</u>	<u>5,655,224</u>	<u>1,672,107</u>
Total equity and other credits	<u>5,732,905</u>	<u>8,464,415</u>	<u>5,655,224</u>	<u>1,672,107</u>
Total Liabilities and Equity	<u>\$7,078,003</u>	<u>\$8,913,036</u>	<u>\$5,658,224</u>	<u>\$ 2,085,129</u>

Proprietary Fund Types		Fiduciary Fund Type	Account Groups		Totals (Memorandum Only)
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Debt	
\$ 5,342,436	\$ 201,022	\$ -	\$ -	\$ -	\$ 6,737,155
-	2,754,833	-	-	-	2,754,833
340,576	61,658	-	-	-	897,499
-	247,401	-	-	2,038,544	2,285,945
3,122	-	-	-	-	3,122
1,114,256	-	-	-	-	1,114,256
2,967,703	-	-	-	-	2,967,703
51,755	16,745	-	-	-	586,279
91,058	-	-	-	-	91,058
<u>9,910,906</u>	<u>3,281,659</u>	<u>-</u>	<u>-</u>	<u>2,038,544</u>	<u>17,437,850</u>
436,227	-	30,720	-	-	469,947
3,076,222	-	-	-	-	3,076,222
781,547	-	-	-	-	781,547
4,530,000	-	-	-	-	4,530,000
1,016,652	-	-	-	-	1,016,652
-	-	3,360,418	-	-	3,360,418
<u>9,840,648</u>	<u>-</u>	<u>3,391,138</u>	<u>-</u>	<u>-</u>	<u>13,234,786</u>
585,275	-	-	-	-	585,275
93,594,783	93,784	-	-	28,905,000	122,593,567
<u>113,931,612</u>	<u>3,375,443</u>	<u>3,391,138</u>	<u>-</u>	<u>30,943,544</u>	<u>153,851,478</u>
-	-	-	17,632,458	-	17,632,458
<u>31,698,898</u>	<u>1,314,264</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>33,013,162</u>
8,929,494	-	-	-	-	8,929,494
25,750,789	-	-	-	-	25,750,789
34,680,283	-	-	-	-	34,680,283
69,773,670	11,470,392	-	-	-	81,244,062
<u>104,453,953</u>	<u>11,470,392</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>115,924,345</u>
-	-	-	-	-	5,655,224
-	-	50,484,952	-	-	50,484,952
-	-	-	-	-	49,492
-	-	-	-	-	1,473,279
-	-	103,055	-	-	8,441,477
-	-	-	-	-	642,242
-	-	50,588,007	-	-	66,746,666
-	-	-	-	-	5,365,992
-	-	50,588,007	-	-	72,112,658
<u>136,152,851</u>	<u>12,784,656</u>	<u>50,588,007</u>	<u>17,632,458</u>	<u>-</u>	<u>238,682,623</u>
<u>\$250,084,463</u>	<u>\$16,160,099</u>	<u>\$53,979,145</u>	<u>\$17,632,458</u>	<u>\$30,943,544</u>	<u>\$392,534,101</u>

See accompanying notes to financial statements.

CITY OF OCALA, FLORIDA

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

ALL GOVERNMENTAL AND EXPENDABLE TRUST FUND TYPES

Year Ended September 30, 1993

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Project
Revenues:	\$ 7,223,752	\$ 46,910	\$ -	\$ -
Property taxes	1,409,034	-	-	-
Other taxes	976,335	-	-	-
State revenue sharing	3,065,411	3,319,023	-	2,173,844
Other intergovernmental revenues	-	73,952	-	-
Parking meters and facilities	239,196	365,591	-	-
Licenses and permits	823,911	49,201	-	-
Fines and forfeitures	374,476	1,576,872	-	-
Charges for services	242,687	321,203	216,218	90,363
Interest	27,344	4,568	-	-
Gifts	228,188	17,320	-	-
Other	14,610,334	5,774,640	216,218	2,264,207
Total revenues				
Expenditures:				
Current:		65,926	-	-
General government and administration	3,322,232	-	-	-
Public safety	12,621,517	-	-	518,250
Public works	2,879,824	1,053,786	-	-
Culture and recreation	2,341,318	1,430,323	-	-
Housing rehabilitation	504,275	-	-	-
Nondepartmental appropriations	428,063	-	-	-
Other	345,338	82,215	-	-
Capital outlay	957,160	1,305,179	-	3,623,906
Intergovernmental	109,048	4,211	-	-
Debt service:				
Principal payments	26,288	25,762	1,730,000	-
Interest and paying agents' fees	2,126	2,410	2,234,266	-
Total expenditures	23,537,189	3,969,812	3,964,266	4,142,156
Excess (Deficiency) of Revenues Over Expenditures	(8,926,855)	1,804,828	(3,748,048)	(1,877,949)
Other Financing Sources (Uses):				
Proceeds from refunding bonds	-	-	14,143,855	-
Payment to refunding bond escrow agent	-	-	(13,976,315)	-
Proceeds from capital lease	-	-	-	-
Transfers from other funds	12,997,008	482,804	3,931,851	-
Transfers (to) other funds	(2,262,631)	(1,684,743)	(1,068,011)	-
Total other sources (uses)	10,734,377	(1,201,939)	3,031,380	-
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	1,807,522	602,889	(716,668)	(1,877,949)
Fund Balance at Beginning of Year	3,925,383	7,861,526	6,371,892	3,550,056
Fund Balance at End of Year	\$ 5,732,905	\$ 8,464,415	\$ 5,655,224	\$ 1,672,107

<u>Fiduciary Fund Type</u>	<u>Totals (Memorandum Only)</u>
<u>Expendable Trust</u>	
\$ 20,716	\$ 7,291,378
-	1,409,034
-	976,335
-	8,558,278
-	73,952
-	604,787
-	873,112
-	1,951,348
43,373	913,844
-	31,912
<u>72,613</u>	<u>318,121</u>
<u>136,702</u>	<u>23,002,101</u>
17,830	3,405,988
-	12,621,517
-	4,451,860
-	3,771,641
-	504,275
-	428,063
-	427,553
-	5,886,245
-	113,259
-	1,782,050
-	<u>2,238,802</u>
<u>17,830</u>	<u>35,631,253</u>
<u>118,872</u>	<u>(12,629,152)</u>
-	14,143,855
-	(13,976,315)
-	-
19,886	17,431,549
-	<u>(5,015,385)</u>
<u>19,886</u>	<u>12,583,704</u>
138,758	(45,448)
<u>1,094,089</u>	<u>22,802,946</u>
<u>\$1,232,847</u>	<u>\$ 22,757,498</u>

See accompanying notes to financial statements.

CITY OF OCALA, FLORIDA

COMBINED STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
GENERAL, SPECIAL REVENUE, CAPITAL PROJECT AND EXPENDABLE TRUST FUND TYPES

Year Ended September 30, 1993

	Actual	Adjustments to Budgetary Basis	GENERAL Actual on a Budgetary Basis
Revenues:	\$ 7,223,752	\$ -	\$ 7,223,752
Property taxes	1,409,034	-	1,409,034
Other taxes	976,335	-	976,335
State revenue sharing	3,065,411	(1,110,945)	1,954,466
Other intergovernmental revenues	-	-	-
Parking meters and facilities	239,196	-	239,196
Licenses and permits	823,911	-	823,911
Fines and forfeitures	374,476	-	374,476
Charges for services	242,687	(4,244)	238,443
Interest	27,344	(8,000)	19,344
Gifts	228,188	(59,883)	168,305
Other	14,610,334	(1,183,072)	13,427,262
Total revenues			
Expenditures:			
Current:			
General government and administration	3,322,232	(210,134)	3,112,098
Public safety	12,621,517	57,928	12,679,445
Public works	2,879,824	29,700	2,909,524
Culture and recreation	2,341,318	(119,224)	2,222,094
Housing rehabilitation	504,275	(504,275)	-
Nondepartmental appropriations	428,063	(946)	427,117
Other	345,338	(259,315)	86,023
Capital outlay	957,160	847,617	1,804,777
Debt service:			
Principal payments	26,288	-	26,288
Interest and paying agents' fees	2,126	-	2,126
Intergovernmental	109,048	(46,435)	62,613
Total expenditures	23,537,189	(205,084)	23,332,105
Excess (Deficiency) of Revenues Over Expenditures	(8,926,855)	(977,988)	(9,904,843)
Other Financing Sources (Uses):			
Proceeds from long-term borrowing	-	-	-
Proceeds from capital lease	-	-	-
Operating transfers from other funds	12,997,008	47,000	13,044,008
Operating transfers (to) other funds	(2,262,631)	(14,815)	(2,277,446)
Total other financing sources (uses)	10,734,377	32,185	10,766,562
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses Before Fund Balance Allocation	1,807,522	(945,803)	861,719
Fund Balance Allocation	-	-	-
Excess (Deficiency) of Revenue and Other Sources Over Expenditures and Other Uses	\$ 1,807,522	\$ (945,803)	\$ 861,719

Final Budget	Variance Favorable (Unfavorable)
\$ 7,471,567	\$ (247,815)
1,369,500	39,534
925,000	51,335
1,928,339	26,127
-	-
273,570	(34,374)
809,000	14,911
398,494	(24,018)
341,000	(102,557)
9,400	9,944
194,820	(26,515)
<u>13,720,690</u>	<u>(293,428)</u>
3,377,849	265,751
13,106,632	427,187
3,044,055	134,531
2,380,501	158,407
-	-
493,370	66,253
90,081	4,058
1,712,961	(91,816)
26,288	-
2,139	13
<u>73,716</u>	<u>11,103</u>
<u>24,307,592</u>	<u>975,487</u>
<u>(10,586,902)</u>	<u>682,059</u>
-	-
-	-
12,612,318	431,690
<u>(2,298,006)</u>	<u>20,560</u>
<u>10,314,312</u>	<u>452,250</u>
(272,590)	1,134,309
<u>272,590</u>	<u>(272,590)</u>
<u>\$ -</u>	<u>\$ 861,719</u>

Continued

See accompanying notes to financial statements.

CITY OF OCALA, FLORIDA

COMBINED STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL - CONTINUED

GENERAL, SPECIAL REVENUE, CAPITAL PROJECT AND EXPENDABLE TRUST FUND TYPES

Year Ended September 30, 1993

	Actual	Adjustments to Budgetary Basis	SPECIAL Actual on a Budgetary Basis
Revenues:			
Property taxes	\$ 46,910	\$ -	\$ 46,910
Other taxes	-	-	-
State revenue sharing	-	-	-
Other intergovernmental revenues	3,319,023	(7,959)	3,311,064
Parking meters and facilities	73,952	-	73,952
Licenses and permits	365,591	-	365,591
Fines and forfeitures	49,201	-	49,201
Charges for services	1,576,872	-	1,576,872
Interest	321,203	(658)	320,545
Gifts	4,568	-	4,568
Other	17,320	-	17,320
Total revenues	<u>5,774,640</u>	<u>(8,617)</u>	<u>5,766,023</u>
Expenditures:			
Current:			
General government and administration	65,926	(6,210)	59,716
Public safety	-	-	-
Public works	1,053,786	205,274	1,259,060
Culture and recreation	1,430,323	45,579	1,475,902
Housing rehabilitation	-	-	-
Nondepartmental appropriations	-	-	-
Other	82,215	(2,341)	79,874
Capital outlay	1,305,179	106,701	1,411,880
Debt service:			
Principal payments	25,762	-	25,762
Interest and paying agents' fees	2,410	-	2,410
Intergovernmental	4,211	-	4,211
Total expenditures	<u>3,969,812</u>	<u>349,003</u>	<u>4,318,815</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>1,804,828</u>	<u>(357,620)</u>	<u>1,447,208</u>
Other Financing Sources (Uses):			
Proceeds from long-term borrowing	-	-	-
Proceeds from capital lease	-	-	-
Operating transfers from other funds	482,804	-	482,804
Operating transfers (to) other funds	(1,684,743)	-	(1,684,743)
Total other financing sources (uses)	<u>(1,201,939)</u>	<u>-</u>	<u>(1,201,939)</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses Before Fund Balance Allocation	<u>602,889</u>	<u>(357,620)</u>	<u>245,269</u>
Fund Balance Allocation	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenue and Other Sources Over Expenditures and Other Uses	<u>\$ 602,889</u>	<u>\$ (357,620)</u>	<u>\$ 245,269</u>

<u>REVENUE</u>	
<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
\$ 48,850	\$ (1,940)
-	-
-	-
3,130,634	180,430
76,000	(2,048)
378,350	(12,759)
52,200	(2,999)
1,565,000	11,872
373,250	(52,705)
5,000	(432)
19,400	(2,080)
<u>5,648,684</u>	<u>117,339</u>
71,489	11,773
-	-
1,381,010	121,950
1,524,116	48,214
-	-
-	-
81,820	1,946
3,103,974	1,692,094
26,430	668
2,669	259
4,426	215
<u>6,195,934</u>	<u>1,877,119</u>
(547,250)	1,994,458
-	-
-	-
420,587	62,217
<u>(1,663,400)</u>	<u>(21,343)</u>
<u>(1,242,813)</u>	<u>40,874</u>
(1,790,063)	2,035,332
<u>1,790,063</u>	<u>(1,790,063)</u>
<u>\$ -</u>	<u>\$ 245,269</u>

Continued

See accompanying notes to financial statements.

CITY OF OCALA, FLORIDA

COMBINED STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL - CONTINUED

GENERAL, SPECIAL REVENUE, CAPITAL PROJECT AND EXPENDABLE TRUST FUND TYPES

Year Ended September 30, 1993

	Actual	Adjustments to Budgetary Basis	CAPITAL Actual on a Budgetary Basis
Revenues:	\$ -	\$ -	\$ -
Property taxes	-	-	-
Other taxes	-	-	-
State revenue sharing	2,173,844	-	2,173,844
Other intergovernmental revenues	-	-	-
Parking meters and facilities	-	-	-
Licenses and permits	-	-	-
Fines and forfeitures	-	-	-
Charges for services	90,363	(15,675)	74,688
Interest	-	-	-
Gifts	-	-	-
Other	-	-	-
Total revenues	<u>2,264,207</u>	<u>(15,675)</u>	<u>2,248,532</u>
Expenditures:			
Current:			
General government and administration	-	-	-
Public safety	518,250	(5,468)	512,782
Public works	-	-	-
Culture and recreation	-	-	-
Housing rehabilitation	-	-	-
Nondepartmental appropriations	-	-	-
Other	3,623,906	7,452	3,631,358
Capital outlay	-	-	-
Debt service:			
Principal payments	-	-	-
Interest and paying agents' fees	-	-	-
Intergovernmental	-	-	-
Total expenditures	<u>4,142,156</u>	<u>1,984</u>	<u>4,144,140</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(1,877,949)</u>	<u>(17,659)</u>	<u>(1,895,608)</u>
Other Financing Sources (Uses):			
Proceeds from long-term borrowing	-	-	-
Proceeds from capital lease	-	-	-
Operating transfers from other funds	-	-	-
Operating transfers (to) other funds	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses Before Fund Balance Allocation	<u>(1,877,949)</u>	<u>(17,659)</u>	<u>(1,895,608)</u>
Fund Balance Allocation	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenue and Other Sources Over Expenditures and Other Uses	<u>\$ (1,877,949)</u>	<u>\$ (17,659)</u>	<u>\$ (1,895,608)</u>

PROJECT	
Final Budget	Variance Favorable (Unfavorable)
\$ -	\$ -
-	-
-	-
2,623,621	(449,777)
-	-
-	-
-	-
96,000	(21,312)
-	-
<u>2,719,621</u>	<u>(471,089)</u>
-	-
-	-
429,979	(82,803)
-	-
-	-
-	-
4,166,315	534,957
-	-
-	-
<u>4,596,294</u>	<u>452,154</u>
<u>(1,876,673)</u>	<u>(18,935)</u>
-	-
-	-
-	-
-	-
<u>-</u>	<u>-</u>
(1,876,673)	(18,935)
<u>1,876,673</u>	<u>(1,276,673)</u>
<u>\$ -</u>	<u>\$(1,895,608)</u>

Continued

See accompanying notes to financial statements.

CITY OF OCALA, FLORIDA

COMBINED STATEMENT OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL - CONTINUED

GENERAL, SPECIAL REVENUE, CAPITAL PROJECT AND EXPENDABLE TRUST FUND TYPES

Year Ended September 30, 1993

	Actual	Adjustments to Budgetary Basis	EXPENDABLE Actual on a Budgetary Basis
Revenues:	\$ 20,716	\$ -	\$ 20,716
Property taxes	-	-	-
Other taxes	-	-	-
State revenue sharing	-	-	-
Other intergovernmental revenues	-	-	-
Parking meters and facilities	-	-	-
Licenses and permits	-	-	-
Fines and forfeitures	-	-	-
Charges for services	43,373	(39,167)	4,206
Interest	-	-	-
Gifts	72,613	(72,613)	-
Other	136,702	(111,780)	24,922
Total revenues	<u>136,702</u>	<u>(111,780)</u>	<u>24,922</u>
Expenditures:			
Current:	17,830	-	17,830
General government and administration	-	-	-
Public safety	-	-	-
Public works	-	-	-
Culture and recreation	-	-	-
Housing rehabilitation	-	-	-
Nondepartmental appropriations	-	-	-
Other	-	-	-
Capital outlay	-	-	-
Debt service:			
Principal payments	-	-	-
Interest and paying agents' fees	-	-	-
Intergovernmental	17,830	-	17,830
Total expenditures	<u>17,830</u>	<u>-</u>	<u>17,830</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>118,872</u>	<u>(111,780)</u>	<u>7,092</u>
Other Financing Sources (Uses):			
Proceeds from long-term borrowing	-	-	-
Proceeds from capital lease	19,886	-	19,886
Operating transfers from other funds	-	-	-
Operating transfers (to) other funds	19,886	-	19,886
Total other financing sources (uses)	<u>19,886</u>	<u>-</u>	<u>19,886</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses Before Fund Balance Allocation	<u>138,758</u>	<u>(111,780)</u>	<u>26,978</u>
Fund Balance Allocation	-	-	-
Excess (Deficiency) of Revenue and Other Sources Over Expenditures and Other Uses	<u>\$ 138,758</u>	<u>\$ (111,780)</u>	<u>\$ 26,978</u>

<u>TRUST</u>	
<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
\$ 20,716	\$ -
-	-
-	-
-	-
-	-
-	-
5,200	(994)
-	-
-	-
<u>25,916</u>	<u>(994)</u>
19,701	1,871
-	-
-	-
-	-
-	-
-	-
-	-
-	-
<u>19,701</u>	<u>1,871</u>
<u>6,215</u>	<u>877</u>
-	-
-	-
19,886	-
-	-
<u>19,886</u>	<u>-</u>
26,101	877
<u>(26,101)</u>	<u>26,101</u>
<u>\$ -</u>	<u>\$ 26,278</u>

See accompanying notes to financial statements.

CITY OF OCALA, FLORIDA

COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS/FUND BALANCE

ALL PROPRIETARY FUND TYPES AND PENSION TRUST FUNDS

Year Ended September 30, 1993

	Proprietary Fund Types		Fiduciary	Totals
	Enterprise	Internal Service	Fund Type Pension Trust	(Memorandum Only)
Operating Revenues:				
Sale of electricity	\$ 70,020,329	\$ -	\$ -	\$ 70,020,329
Sale of water	3,624,031	-	-	3,624,031
Sewer and sanitation service charges	13,393,193	-	-	13,393,193
Fees and rentals	2,097,360	7,391,671	-	9,489,031
Commissions	73,758	-	-	73,758
City and state contributions	-	2,833,367	1,958,865	4,792,032
Employee contributions	-	1,078,182	332,611	1,410,793
Income on investments	-	-	2,033,774	2,033,774
Net appreciation in fair market value of investments	-	-	3,400,855	3,400,855
Other	2,191,814	222,787	-	2,414,601
Total operating revenues	<u>91,400,485</u>	<u>11,526,007</u>	<u>7,725,905</u>	<u>110,652,397</u>
Operating Expenses:				
Purchase of electricity	39,774,506	-	-	39,774,506
Distribution	5,994,620	-	-	5,994,620
Back-up	601,053	-	-	601,053
Transmission	346,030	-	-	346,030
Operation and maintenance	8,970,469	-	-	8,970,469
Water and sewer treatment	2,053,677	-	-	2,053,677
Sewer collection	825,456	-	-	825,456
Fleet management	-	2,360,692	-	2,360,692
Purchasing and warehousing	-	627,976	-	627,976
Management information system and central services	-	745,738	-	745,738
Building maintenance	-	863,911	-	863,911
Pension payments	-	-	1,437,950	1,437,950
Insurance, admin and other	3,442,856	4,067,197	360,652	7,870,705
Depreciation and amortization	5,832,761	561,315	-	6,394,076
Other	2,077,992	171,335	-	2,249,327
Total operating expenses	<u>69,919,420</u>	<u>9,398,164</u>	<u>1,798,602</u>	<u>81,116,186</u>
Operating Income	<u>21,481,065</u>	<u>2,127,843</u>	<u>5,927,303</u>	<u>29,536,211</u>
Nonoperating Revenues (Expenses):				
Interest income	2,423,981	311,671	-	2,735,652
Interest expense	(3,597,251)	(36,767)	-	(3,634,018)
Other non-operating revenue	754,706	4,401	-	759,107
Other non-operating expense	(491,203)	(4,401)	-	(495,604)
Total nonoperating revenues (expenses)	<u>(909,767)</u>	<u>274,904</u>	<u>-</u>	<u>(634,863)</u>
Income Before Operating Transfers	<u>20,571,298</u>	<u>2,402,747</u>	<u>5,927,303</u>	<u>28,901,348</u>
Operating Transfers:				
From other funds	1,470,151	62,265	-	1,532,416
(To) other funds	(13,106,853)	(841,727)	-	(13,948,580)
Total operating transfers	<u>(11,636,702)</u>	<u>(779,462)</u>	<u>-</u>	<u>(12,416,164)</u>
Net Income (Loss)	8,934,596	1,623,285	5,927,303	16,485,184
Retained Earnings/Fund Balance at Beginning of Year	<u>95,519,357</u>	<u>9,847,107</u>	<u>43,427,857</u>	<u>148,794,321</u>
Retained Earnings/Fund Balance at End of Year	<u>\$104,453,953</u>	<u>\$11,470,392</u>	<u>\$49,355,160</u>	<u>\$165,279,505</u>

See accompanying notes to financial statements.

CITY OF OCALA, FLORIDA

COMBINED STATEMENT OF CASH FLOWS

ALL PROPRIETARY FUND TYPES

Year Ended September 30, 1993

	<u>Proprietary Fund Types</u>		<u>Totals (Memorandum Only)</u>
	<u>Enterprise</u>	<u>Internal Service</u>	
Increase (Decrease) in Cash and Cash Equivalents:			
Cash Flows From Operating Activities:			
Cash received from customers	\$ 91,234,806	\$ -	\$ 91,234,806
Cash received from employees	-	1,078,182	1,078,182
Cash paid to suppliers for goods and services	(56,581,236)	(3,187,993)	(59,769,229)
Cash paid to employees for services	(7,890,649)	(2,352,220)	(10,242,869)
Cash received from other funds	-	10,470,315	10,470,315
Cash paid for insurance claims	-	(3,279,465)	(3,279,465)
Net cash provided by operating activities	<u>26,762,921</u>	<u>2,728,819</u>	<u>29,491,740</u>
Cash Flows From Non-Capital Financing Activities:			
Operating transfers in	1,470,151	62,265	1,532,416
Operating transfers out	(13,106,853)	(841,727)	(13,948,580)
Other	<u>807,785</u>	<u>-</u>	<u>807,785</u>
Net cash used in non-capital financing activities	<u>(10,828,917)</u>	<u>(779,462)</u>	<u>(11,608,379)</u>
Cash Flows From Capital and Related Financing Activities:			
Acquisition and construction of capital assets	(13,881,366)	(193,435)	(14,074,801)
Principal paid on bonds and notes payable	(3,045,000)	(228,778)	(3,273,778)
Interest paid on bonds and notes payable	(6,426,618)	(36,767)	(6,463,385)
Interest paid on loans from other funds	(1,965)	-	(1,965)
Principal (paid) received on loans from other funds	77,293	(79,775)	(2,482)
Contributions received from other governments, developers and customers	<u>4,015,382</u>	<u>-</u>	<u>4,015,382</u>
Net cash used in capital and related financing activities	<u>(19,262,274)</u>	<u>(538,755)</u>	<u>(19,801,029)</u>
Cash Flows From Investing Activities:			
Purchase of investments	(24,008,226)	-	(24,008,226)
Interest received	<u>2,886,521</u>	<u>264,073</u>	<u>3,150,594</u>
Net cash provided by (used in) investing activities	<u>(21,121,705)</u>	<u>264,073</u>	<u>(20,857,632)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(24,449,975)	1,674,675	(22,775,300)
Cash and Cash Equivalents, beginning of year	<u>71,482,795</u>	<u>7,115,071</u>	<u>78,597,866</u>
Cash and Cash Equivalents, end of year	<u>\$ 47,032,820</u>	<u>\$ 8,789,746</u>	<u>\$ 55,822,566</u>

Continued

See accompanying notes to financial statements.

CITY OF OCALA, FLORIDA

COMBINED STATEMENT OF CASH FLOWS - CONTINUED

ALL PROPRIETARY FUND TYPES

Year Ended September 30, 1993

	<u>Proprietary Fund Types</u>		<u>Totals</u>
	<u>Enterprise</u>	<u>Internal Service</u>	<u>(Memorandum Only)</u>
Reconciliation of Cash and Cash Equivalents to Balance Sheet:			
Total unrestricted cash and investments per the balance sheet	\$ 5,248,108	\$ 8,789,746	\$ 14,037,854
Total restricted cash and investments per the balance sheet	<u>73,992,471</u>	<u>-</u>	<u>73,992,471</u>
Total cash and investments	79,240,579	8,789,746	88,030,325
Less: Investments not meeting the definition of cash equivalents	<u>(32,207,759)</u>	<u>-</u>	<u>(32,207,759)</u>
Cash and Cash Equivalents, end of year	<u>\$ 47,032,820</u>	<u>\$ 8,789,746</u>	<u>\$ 55,822,566</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:			
Operating income	\$ 21,481,065	\$ 2,127,843	\$ 23,608,908
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation and amortization	5,832,761	561,315	6,394,076
Loss on fixed asset disposal	270,441	36,071	306,512
Changes in assets and liabilities:			
Accounts and notes receivable	(809,668)	(1,287)	(810,955)
Accrued unbilled revenue	(182,323)	-	(182,323)
Due (to) from other funds	1,900	-	1,900
Inventories	(59,849)	12,333	(47,516)
Due from other governments	407,237	7,517	414,754
Other current assets	(118,318)	104,566	(13,752)
Accounts payable	(732,902)	(91,636)	(824,538)
Decommissioning costs	190,009	-	190,009
Claims payable	-	(50,453)	(50,453)
Compensated absences payable	19,118	5,805	24,923
Customer deposits	268,392	-	268,392
Deferred revenue	<u>195,058</u>	<u>16,745</u>	<u>211,803</u>
Net Cash Provided By (Used in) Operating Activities	<u>\$ 26,762,921</u>	<u>\$ 2,728,819</u>	<u>\$ 29,491,740</u>

See accompanying notes to financial statements.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS

Year Ended September 30, 1993

1. Description of Funds and Reporting Entity:

The City of Ocala, Florida (the "City") operates under a council-manager form of government and provides the following services as authorized by its charter: public safety, public works, public utilities, culture, recreation and community development. The financial activities of all municipal boards and commissions that provide services to the citizens of the City, except for the Ocala Housing Authority, are included in the City's financial statements.

The City includes municipal boards and commissions within the City in its financial statements in circumstances where the City selects the governing authority, designates management, has the ability to influence operations, and has accountability for fiscal matters of the municipal boards and commissions. The Ocala Housing Authority (the "Authority"), which provides public housing services in the City, is not included in the reporting entity of the City since the City, although appointing the governing authority, does not influence the Authority's operations and is not accountable for the Authority's fiscal matters.

The accounting records of the City are organized on the basis of funds and account groups. The operations of each fund are accounted for within a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped in the accompanying financial statements into seven generic fund types and three broad fund categories: governmental funds, proprietary funds and fiduciary funds.

Homogeneous funds are consolidated for purposes of financial statement presentation. Interfund transactions and balances are eliminated in the consolidation of homogeneous funds. Other funds which are similar by type but not homogeneous are combined. Interfund transactions and balances are not eliminated on funds which are combined rather than consolidated.

Governmental Funds - Governmental funds include the General, Special Revenue, Debt Service and Capital Project funds. The measurement focus of governmental funds is determination of financial position and sources and uses of resources rather than net income determination. The funds are maintained on the modified accrual basis of accounting. Generally, only current assets and current liabilities are included on their balance sheets. Their reported fund balances are considered a measure of available spendable resources. The following is a description of the governmental funds of the City:

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

1. Description of Funds and Reporting Entity - Continued:

General Fund - The General Fund is the general operating fund of the City. It is used to account for revenues and current, capital outlay, debt service and intergovernmental expenditures not specifically required by law or administrative action to be accounted for in another fund. All general property taxes (except for those levied for the Downtown Development Commission and those required to be deposited to the Community Redevelopment Trust Fund), franchise taxes, licenses, fines and certain intergovernmental revenues are recorded in this fund. Current, capital outlay, debt service and intergovernmental expenditures of the administrative, public safety, public works and numerous other departments are paid for through this fund.

Special Revenue Funds - Special revenue funds are used to account for the proceeds of specific revenue sources that are legally or administratively restricted to expenditure for specific purposes.

Debt Service Funds - Debt service funds are used to account for the accumulation of resources for the payment of principal, interest and related costs of the City's general long-term debt.

Capital Project Funds - The capital projects funds are used to account for resources earmarked for the acquisition and construction of major capital facilities and other project oriented activities other than those financed by proprietary funds.

Proprietary Funds - Proprietary funds include enterprise and internal service funds. The measurement focus of proprietary funds is determination of net income, financial position and cash flows. The generally accepted accounting principles for proprietary funds are those applicable to businesses in the private sector and thus, these funds are maintained on the accrual basis of accounting. Accordingly, all assets and liabilities associated with their activity are included on their balance sheets. Their reported fund equity is segregated into contributed equity and retained earnings components. Proprietary funds used by the City are as follows:

Enterprise Funds - Enterprise funds are used to account for operations that are financed and operated in a manner similar to private businesses where the intent of the governing body is that the costs (including depreciation) of providing certain goods and services to the general public be financed or recovered primarily through user charges or where the governing body has deemed that periodic determination of net income is appropriate for purposes of monitoring capital maintenance, accountability or other purposes.

Internal Service Funds - The internal service funds account for the operation of departments which exist solely to provide services to other City departments. The revenues of the internal service funds are derived from user fees and self insurance premiums charged to other City funds.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

1. Description of Funds and Reporting Entity - Continued:

Trust and Agency Funds - The trust and agency funds of the City are pension trust funds, expendable trust funds and the deferred compensation fund. The trust funds are used to account for assets held by the City in a trustee capacity, or as an agent for individuals, private organizations, other governments and/or funds. The measurement focus and basis of accounting of the pension trust funds are similar to proprietary funds and they are therefore maintained on the accrual basis of accounting. The pension trust funds are utilized to account for the financial transactions of the City-administered pension plans. The measurement focus and basis of accounting of the expendable trust funds are similar to governmental funds and they are therefore maintained on the modified accrual basis of accounting.

Account Groups - Fixed assets and long-term liabilities associated with governmental funds are accounted for in the General Fixed Asset and General Long-Term Debt Account Groups. The two account groups are not funds and are concerned only with the measurement of financial position.

General Fixed Asset Account Group - Fixed assets used in governmental fund type operations are accounted for in the General Fixed Asset Account Group. Public domain (infrastructure) general fixed assets consisting of certain improvements other than buildings such as roads, sidewalks and drainage systems are not, however, capitalized as general fixed assets.

General Long-Term Debt Account Group - Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group.

2. Summary of Significant Accounting Policies:

The accounting principles and reporting practices of the City conform to generally accepted accounting principles applicable to governmental units. The more significant of these policies and principles are summarized below:

A. Basis of Accounting

Accrual Basis - This basis of accounting is utilized for the proprietary and pension trust funds. Under this basis, revenues are recognized in the period earned and expenses are recognized in the period incurred.

Modified Accrual Basis - This basis of accounting is utilized by the governmental funds. Under this basis, revenues are recognized when they become susceptible to accrual, that is, when they become both measurable and available to finance expenditures of the fiscal period. All material revenues of the governmental funds, such as other intergovernmental revenues and other taxes, are accrued or deferred, as appropriate. Property taxes are not accrued since they are substantially collected during the period in which they are due.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

2. Summary of Significant Accounting Policies - Continued:

Under the modified accrual basis, expenditures are generally recognized when the liability is incurred, with the following exceptions:

- Principal and interest on general long-term debt are recognized as expenditures in the debt service funds when due.
- Prepaid items are reported as current period expenditures rather than allocating the related expenditures to the periods benefited.
- Inventory of governmental funds is reported as an expenditure in the period purchased.
- Interest income on special assessments receivable is not accrued.

B. Annual Budgets

An annual budget is prepared for all governmental and proprietary funds except for one special revenue fund (SHIP Local Housing Assistance), one capital project fund (Capital Improvement Construction Fund), one expendable trust fund (Pension Medical Reserve Fund) and all debt service funds. Some portions of the City's General Fund and special revenue funds which are related to grants, financially non-measurable trial programs, special assessments and other similar activities are not formally budgeted. These activities are monitored by the appropriate City personnel. The budget amounts presented in the accompanying financial statements for the governmental funds are as originally adopted, or as legally amended, by the City Council during the year ended September 30, 1993.

The City Manager is authorized to transfer budgeted amounts between departments within any fund; however, any budget amendments that alter the total expenditures of any fund must be approved by the City Council. During 1993, the City Council approved various supplemental budget appropriations to provide for unanticipated requirements of the period. Budget appropriations may not be legally exceeded on a fund basis. Appropriations lapse at the end of each fiscal year. The budgets for the governmental funds are adopted on a basis consistent with generally accepted accounting principles (GAAP) except that encumbrances are treated as expenditures. Accordingly, budgetary comparisons presented for the governmental funds in the accompanying financial statements are on this non-GAAP budgetary basis. In addition, certain activities accounted for within the governmental funds are not formally budgeted by the City. Therefore, both revenues and expenditures associated with those activities have also been treated as adjustments to convert actual revenues and expenditures of the governmental funds to a budgetary basis in order that the budgetary comparisons reflect only those activities for which legally adopted budgets are prepared.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

2. Summary of Significant Accounting Policies - Continued:

C. Equity in Pooled Cash and Investments

The City maintains a pooled cash and investment fund which allows the various funds of the City to pool monies for investment purposes. The City maintains records to identify the equity of each fund investing in the pool as well as amounts borrowed from the pool. Investment earnings of the pool are recorded as earned and are allocated to the participating funds based on the respective fund's equity in the pool at the end of each month.

D. Cash Flows

For purposes of the statement of cash flows, cash and cash equivalents include cash on hand (including equity pooled cash), demand deposit accounts and highly liquid investments (including restricted assets) with a maturity of three months or less when purchased.

E. Investments

Investments, except those of the Pension Trust Funds, are stated at cost, which together with the accrued interest receivable approximates market. Investments of the Pension Trust and Agency Funds consisting of bonds, common stocks, debentures and short-term investments are stated at fair market value based on quoted market prices at the end of the fiscal year.

Income from other investments owned by the individual funds is recorded in the respective funds as earned.

F. Inventories

Inventories held by the proprietary funds consist of golf retail merchandise, equipment and supplies held for maintenance use or for capital improvements and are stated at the lower of average cost or market. Obsolete and unusable items have been reduced to estimated salvage values.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

2. Summary of Significant Accounting Policies - Continued:

G. Property, Plant and Equipment

Governmental Funds - General fixed asset additions are recorded as capital outlay expenditures in the respective governmental fund and are simultaneously capitalized at cost in the General Fixed Asset Account Group, except for infrastructure assets. Donated fixed assets are recorded at their fair market value on the date donated. Unit costs of property and equipment recorded in the General Fixed Asset Account Group were established at historical cost or estimated historical cost in a manner similar to fixed assets of proprietary funds. Depreciation is not provided on general fixed assets.

Proprietary Funds - Property, plant and equipment of the proprietary funds acquired subsequent to 1977 are carried at historical cost. Those acquired in 1977 and prior years are recorded at estimated historical cost if historical cost is not available. Contributed assets are recorded at their estimated fair market value on the date donated. The City used appraisals and other estimation techniques (indices) to estimate, when necessary, the original historical cost of the units of property, plant and equipment. Since the development of detail property records, all additions to property, plant and equipment of proprietary funds have been recorded at cost with retirements recorded using the established actual or estimated historical cost (net of accumulated depreciation).

Depreciation is provided on all exhaustible assets of proprietary funds on the straight-line method over the following estimated useful lives:

Buildings	30 years
Extensions and improvements other than buildings	30-60 years
Fixtures, vehicles and equipment	5-15 years

An annual depreciation rate of 3.6% is applied to the historical cost of Crystal River Unit No. 3 (CR-3). This annual depreciation rate was approved by the Florida Public Service Commission for use by Florida Power Corporation, the majority owner of the project. The City's share of nuclear fuel, which is included in the CR-3 investment account, is amortized on a unit-of-production method at a rate based on actual BTU's of energy produced.

Expenditures for maintenance and repairs which do not add to the value of the assets or extend their useful lives are charged as operating expenses as incurred. However, expenditures for repairs and upgradings which add to the value or extend the useful life of an asset are capitalized.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

2. Summary of Significant Accounting Policies - Continued:

G. Property, Plant and Equipment - Continued

Capitalization of Interest - In accordance with FASB Statement No. 62, the Electric System and Water and Sewer System enterprise funds capitalize net interest costs on funds borrowed to finance the construction of fixed assets. For the year ended September 30, 1993, capitalization of net interest costs was as follows:

	<u>Electric System</u>	<u>Water and Sewer System</u>
Interest expense	\$1,176,846	\$1,565,399
Amortization of bond issuance costs	23,424	8,945
Interest income	<u>(497,010)</u>	<u>(417,794)</u>
Increase in construction in progress	<u>\$ 703,260</u>	<u>\$1,156,550</u>

Capital Leases and Installment Purchase Contracts - Property and equipment and long-term liabilities associated with capital leases and installment purchase contracts of governmental funds are accounted for in the General Fixed Asset and General Long-Term Debt account groups, respectively.

The acquisition or construction of general fixed assets under a capital lease agreement or installment purchase contract is recognized as an expenditure and other financing source and principal and interest expenditures in the governmental funds.

Property and equipment and liabilities associated with capital leases and installment purchase contracts of proprietary funds are accounted for and reported in the financial statements of the respective proprietary fund.

H. Accrued Revenue

Revenues of enterprise funds are accrued based on estimated unbilled services provided to customers at the end of the fiscal year.

I. Property Taxes

Property taxes levied by the City are billed and collected by Marion County and normally attach as an enforceable lien on property as of January 1. Generally taxes are levied on November 1 and are payable on or before June 1. Substantially all property tax billings are collected during the fiscal period billed.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

2. Summary of Significant Accounting Policies - Continued:

I. Property Taxes - Continued

The City is permitted under its charter to levy taxes up to \$10 per \$1,000 of assessed valuation for general government services other than the payment of principal and interest on general long-term debt and in unlimited amounts for the payment of principal and interest on long-term debt. Additional taxes assessed for the payment of general long-term debt issues of the City must be approved by the public. The tax rate assessed by the City for the year ended September 30, 1993 was \$4.922 per \$1,000 of assessed property value.

J. Interfund Payables and Receivables

Interfund payables and receivables are non-interest bearing and generally are liquidated monthly (Note 5). Interfund advances are liquidated in accordance with the City Council's resolution and may bear interest (Note 6).

K. Compensated Absences

In governmental funds the amount of compensated absences associated with employee vacations that are recorded as expenditures represent the amounts accrued during the year that would normally be liquidated with available spendable resources. Accordingly, the amount of the compensated absence liability that would normally be liquidated with expendable available resources in the next fiscal year is reflected in the financial statements of governmental funds. The remainder of the compensated absence liability of governmental funds, if any, is reported in the General Long-Term Debt Account Group.

In proprietary funds, the amount of compensated absences associated with employee vacations that are recorded as expenses represent the amounts accrued during the year and the liability for compensated absences of these funds is reflected in the respective financial statements.

L. Self-Insurance Claims

Liabilities for reported claims and incurred but not reported claims are estimated based on an actuarial review of claims pending and historical experience.

M. Pension Costs

Pension plan contributions include provision for normal cost plus an amount sufficient to amortize the past service liability over a thirty-year period.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

2. Summary of Significant Accounting Policies - Continued:

N. Reserves of Retained Earnings and Fund Balance

Reserves of retained earnings on the proprietary funds are created by increases in net assets restricted for debt service and renewal and replacement. There is no reservation of retained earnings for assets set aside for construction under bond indentures.

Fund balances of governmental funds are reserved for assets which have been legally segregated for specific future uses or which are not available for expenditure. Open encumbrances at year end are reported as reservations of fund balance to reserve that portion of the current year budget appropriation which has not been recognized as an expenditure or a liability.

O. Grants and Contributions

Program and capital grants received by governmental funds are recorded in the applicable governmental fund as receivables and revenues at the time reimbursable costs are incurred and all significant grant restrictions are satisfied. Grant revenues received in advance of meeting all major grant restrictions are deferred. Capital grants for general fixed asset additions prior to October 1, 1977 are recorded in the general fixed asset account group as investments by the governmental fund which expended the grant monies. Capital grants for general fixed asset additions subsequent to September 30, 1977 are recorded in the general fixed asset account group as contributions from federal or state grants.

Capital grants received by proprietary funds are also recorded as receivables when reimbursable project costs are incurred or as deferred credits if the grant money is received in advance of project expenditures. Capital grants and other contributions for fixed asset additions to the proprietary funds prior to October 1, 1977 are recorded as additions to retained earnings. Capital grants and other contributions for fixed asset additions to the proprietary funds subsequent to September 30, 1977 are recorded as additions to contributed equity. Depreciation on proprietary fund assets purchased with capital grants or other capital contributions is not closed to contributed capital.

Contributed assets, including property and equipment, are recorded in proprietary funds and in the general fixed asset account group at fair market value at the time received.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

2. Summary of Significant Accounting Policies - Continued:

P. Bond Discounts and Issuance Costs

Bond discounts and issuance costs are deferred and amortized over the term of the bonds using the effective interest method.

Bond discounts are presented as a reduction of the face amount of the related bonds payable and issuance costs are recorded as other assets.

Q. Administrative Fees

Certain administrative expenses are incurred by the City's Electric System Revenue Fund on behalf of the Water and Sewer and Sanitation funds. The Electric System Revenue Fund charges for these services based on the receiving fund's original budgeted appropriations. The reimbursement for these services is recorded as an operating expense of the Water and Sewer and Sanitation funds and as a reduction of administrative expense of the Electric Revenue Fund.

The City's General Fund also incurs certain administrative expenditures on behalf of other funds of the City. The General Fund is reimbursed for these expenditures based on actual cost allocations. The amounts reimbursed are recorded as a reduction of expenditures of the General Fund. The related reimbursements are recorded as either an operating expense of the proprietary funds or as an expenditure of the governmental funds.

R. Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve a portion of the applicable budget appropriation, is utilized by the governmental funds of the City. Encumbrances outstanding at year end are reported as reserves of fund balance of governmental funds since they do not constitute expenditures or liabilities. They are recognized as expenditures in the period in which the actual goods or services are received and a liability is incurred.

S. Total Columns on Combined Statements - Overview

The columns entitled "Total(s) (Memorandum Only)" included in the General Purpose Financial Statements (Combined Statements - Overview) section of this report are presented only to facilitate financial analysis. These total columns are not comparable to consolidated financial information as the basic reporting entity is by fund type which utilize differing bases of accounting. In addition, interfund eliminations have not been made in the aggregation of this data.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

3. Budgetary Basis Reconciliation:

Since the accounting principles applied for purposes of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with generally accepted accounting principles, a reconciliation of resultant basis, perspective, entity and timing differences in the excess of revenues and other sources of financial resources over expenditures and other uses of financial resources for the year ended September 30, 1993 is presented below:

	<u>Governmental Fund Types</u>			<u>Expendable Trust</u>
	<u>General</u>	<u>Special Revenue</u>	<u>Capital Project</u>	
Excess (deficiency) of revenues and other sources of financial resources over expenditures and other uses of financial resources (budgetary basis)	\$ 861,719	\$245,269	\$(1,895,608)	\$ 26,978
Adjustments:				
Encumbrances	996,916	357,554	118,809	-
Encumbrances of non-formally budgeted activities	(44,617)	-	-	-
Non-formally budgeted activities	<u>(6,496)</u>	<u>66</u>	<u>(101,150)</u>	<u>111,780</u>
Excess (deficiency) of revenues and other sources of financial resources over expenditures and other uses of financial resources (GAAP basis)	<u>\$ 1,807,522</u>	<u>\$602,889</u>	<u>\$(1,877,949)</u>	<u>\$138,758</u>

4. Equity in Pooled Cash and Investments, Cash and Investments:

The City maintains a cash and investment pool that is available for use by all funds, except the pension trust funds and certain other funds required to have separate bank accounts. Each fund type's portion of this pool is displayed on the combined balance sheet as "Equity in pooled cash and investment fund". In addition, investments are held separately by several of the City's funds. The deposits and investments of the pension trust funds are held separately from those of other City funds.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

4. Equity in Pooled Cash and Investments, Cash and Investments - Continued:

A. Cash

At September 30, 1993, the carrying amount of the City's deposits was \$1,156,022. These deposits consisted of interest bearing and non-interest bearing demand accounts and certificates of deposit, which were entirely insured by federal depository insurance or by collateral pursuant to the Public Depository Security Act of the State of Florida. This Act requires that the City maintain deposits only in "qualified public depositories". All qualified public depositories must deposit with the State Treasurer eligible collateral in such amounts as required by the Act. In addition, qualified public depositories are required under the Act to assume mutual responsibility against loss caused by the default or insolvency of other qualified public depositories of the same type. Should a default or insolvency occur, the State Treasurer will implement procedures for payment of losses according to the validated claims of the City.

Funds not prohibited by bond covenants have pooled their cash balances in order to maximize investment earnings. The City's banking arrangement provides that the City will pay monthly direct service charges and will earn interest on collected balances at the effective federal funds rate less 50 basis points and adjusted for reserve requirement.

B. Investments

Florida Statutes authorize the City to invest in the Local Government Surplus Funds Trust Fund, obligations of the U.S. Government, U.S. Government Instrumentalities, interest-bearing time deposits and savings accounts in banks and savings and loans provided such deposits are collateralized as described above, and mutual funds investing in U.S. Government securities. Assets of the Ocala Firefighters' Supplemental Plan and the Ocala Police Officers' Supplemental Plan may also be invested, under state statute, in corporate bonds, corporate stocks, commercial paper and life insurance contracts.

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. These short-term investments are stated at cost, which approximates market. Investment income is recognized as earned and is allocated to participants of the fund based on their equity participation.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

4. Equity in Pooled Cash and Investments, Cash and Investments - Continued:

B. Investments - Continued

The City's cash and investments are categorized by type to give an indication of the level of credit risk assumed by the City at year end. Category 1 includes investments that are insured or registered or for which the securities are held by the City or its agent in the City's name. Category 2 includes uninsured and unregistered investments, with securities held by the counterparty's trust department or agent in the City's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in the City's name.

	<u>Category 1</u>	<u>Category 2</u>	<u>Category 3</u>	<u>Carrying Value</u>	<u>Market Value</u>
U.S. Government securities	\$ -	\$7,236,817	\$ 61,035,934	\$ 68,272,751	\$ 69,223,328
Common stocks and debentures	-	-	44,027,366	44,027,366	44,201,474
Cash Management Funds	-	-	<u>5,470,544</u>	<u>5,470,544</u>	<u>5,470,544</u>
	<u>\$ -</u>	<u>\$7,236,817</u>	<u>\$110,533,844</u>	117,770,661	118,895,346
Local Government Surplus Funds Trust Fund				40,274,518	40,274,518
Deferred Compensation Investments				<u>3,360,418</u>	<u>3,360,418</u>
Total investments				<u>\$161,405,597</u>	<u>\$162,530,282</u>

The pension trust funds hold approximately 44.3% of the investments in Category 3.

The types of investments and their levels of risk exposure as of September 30, 1993 were typical of those items during the fiscal year then ended.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

5. Due From (To) Other Funds:

The following summarizes the interfund receivables and payables of the various funds of the City at September 30, 1993:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
Current Unrestricted Interfund Receivable/Payable:		
General Fund	\$ 234,081	\$ -
Special Revenue Funds:		
Stormwater Utility	79,546	-
Enterprise Funds:		
Electric System Revenue	-	880,175
Water and Sewer	552,533	-
Sanitation	248,096	-
Ocala Municipal Airport	-	234,081
	<u>800,629</u>	<u>1,114,256</u>
Total Current Unrestricted Interfund Receivable/Payable	<u>\$1,114,256</u>	<u>\$1,114,256</u>

6. Interfund Transactions:

On November 10, 1987, the City Council approved a loan from the Electric System Revenue Fund to the Municipal Golf Course Fund for the cost of the Pine Oaks Clubhouse in excess of \$800,000. In September, 1988, the actual interfund loan was made for \$555,000. This interfund loan bears interest at a fluctuating rate using the same rate the City receives on its investments with the State Board of Administration of Florida. The loan is to be repaid over a ten-year period. At September 30, 1993, \$277,500 of the balance is outstanding, with \$222,000 classified as long-term. Interfund interest recognized on this loan in fiscal year 1993 was \$12,210.

On February 14, 1989, the City Council authorized a loan from the Electric System Revenue Fund to the Airport Fund of \$345,000 for the City's portion of the costs of the airport operations center. On March 14, 1989, the amount of this loan, which bears interest at a fluctuating rate based on the State Board of Administration interest rate, was reduced to \$292,000. The loan, which was made in September, 1989, is to be repaid over a fifteen-year period. At September 30, 1993, \$266,852 of the loan balance is outstanding, with \$259,025 classified as long-term. Interfund interest recognized on this loan in fiscal year 1993 was \$9,934.

On July 18, 1989, the City Council approved a loan of \$60,000 from the General Fund to the Port King Tennis Court Fund for the construction of a new clubhouse facility. In April, 1990, the actual interfund loan was made. This interfund loan bears interest at a fluctuating rate using the same rate the City receives on its investments with the State Board of Administration of Florida and is to be repaid over a fifteen-year period. At September 30, 1993, \$52,206 of the loan balance is outstanding, with \$49,492 classified as long-term. Interfund interest recognized on this loan in fiscal year 1993 was \$1,965.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

6. Interfund Transactions - Continued:

On April 20, 1993, the City Council approved a loan of \$79,775 from the Fleet Management Fund to the Municipal Golf Course Fund for the purchase of new gas golf carts. This interfund loan, which was actually made in September, 1993, bears interest at a variable interest rate set by the City's Finance Director and is to be repaid over a three-year period beginning in fiscal year 1994. At September 30, 1993, the entire loan is outstanding, with \$54,758 classified as long-term. There was no interfund interest recognized on this loan in fiscal year 1993.

The following summarizes the interfund loans receivable and payable of the various funds of the City at September 30, 1993:

<u>Fund</u>	<u>Loans Receivable</u>	<u>Loans Payable</u>
Current Unrestricted Interfund Loans		
Receivable/Payable:		
General Fund	\$ 2,714	\$ -
Enterprise Funds:		
Electric System Revenue	63,327	-
Municipal Golf Course	-	80,517
Port King Tennis Court	-	2,714
Ocala Municipal Airport	-	7,827
	<u>63,327</u>	<u>91,058</u>
Internal Service Funds:		
Fleet Management	25,017	-
Total current unrestricted interfund loans receivable/payable	<u>91,058</u>	<u>91,058</u>
Interfund Loans Receivable/Payable After One Year:		
General Fund	49,492	-
Enterprise Funds:		
Electric System Revenue	481,025	-
Municipal Golf Course	-	276,758
Port King Tennis Court	-	49,492
Ocala Municipal Airport	-	259,025
	<u>481,025</u>	<u>585,275</u>
Internal Service Funds:		
Fleet Management	54,758	-
Total interfund loans receivable/ payable after one year	<u>585,275</u>	<u>585,275</u>
Total Interfund Loans Receivable/Payable	<u>\$676,333</u>	<u>\$676,333</u>

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

7. Property, Plant and Equipment:

Property, plant and equipment of the proprietary fund types at September 30, 1993 is summarized as follows:

	<u>Enterprise Funds</u>	<u>Internal Service Funds</u>
Buildings	\$ 5,370,113	\$6,043,929
Extensions and improvements other than buildings	128,513,456	955,068
Crystal River Unit No. 3	12,476,347	-
Fixtures, vehicles and equipment	<u>9,038,397</u>	<u>2,797,061</u>
	155,398,313	9,796,058
Less accumulated depreciation	<u>53,944,041</u>	<u>3,409,724</u>
	101,454,272	6,386,334
Land	12,803,765	630,193
Construction in progress	<u>40,047,715</u>	<u>332</u>
	<u>\$154,305,752</u>	<u>\$7,016,859</u>

The cost of Crystal River Unit No. 3 (CR-3) represents the City's 1.3333% share of the ownership of a nuclear power generating plant (bulk power supply system) acquired through a participation agreement with Florida Power Corporation (FPC). Under the participation agreement, FPC is acting as agent for the City in the maintenance and operation of the plant. The City is committed to pay its ownership share of the operational costs of the plant as well as capital improvements, nuclear fuel procurements and plant decommissioning costs. For its investment, the City receives the ratio of its percentage ownership in the net energy output of the CR-3 plant.

In 1976, the City Council adopted resolution 76-44 which authorized the construction of the Municipal Service Complex to house the operations of the electric, water and sewer and other public works activities of the City. The cost of the Complex has been partially financed by contributions from various City funds and is being accounted for within the internal service fund since operations of the Complex are funded by user charges to the respective funds utilizing the Complex.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

8. Pension Plans:

The City maintains a single-employer, defined benefit pension plan which covers substantially all of the City's full-time employees (General Plan), a single-employer defined benefit pension plan which covers all of its full-time certified law enforcement officers (Supplemental Police Officers' Plan) and a single-employer defined benefit pension plan which covers all of its full-time certified firefighters (Supplemental Firefighters' Plan).

A. Plan Descriptions and Provisions

General Plan - The General Plan is a noncontributory defined benefit pension plan covering substantially all full-time employees of the City. The amount of the covered payroll for the year ended September 30, 1993 was \$24,201,613. The City's entire payroll was \$25,089,890.

Employees are eligible to retire at age sixty-five (65) with ten (10) years of credited service or may elect early retirement with twenty-five (25) years of credited service or at age fifty-five (55) with ten (10) years of credited service. Employees become vested after ten (10) years of credited service. Employees hired after the age of fifty-five (55) become vested at the later of attainment of the age of sixty-five (65) or completion of five (5) or more years of credited service.

Supplemental Police Officers' Plan - The Supplemental Police Officers' Plan is a contributory defined benefit pension plan covering any person employed full-time in the Ocala Police Department who is certified as a law enforcement officer in compliance with the provisions of Chapter 943.14 of the Florida Statutes. The Plan supplements the General Plan which covers all qualified employees of the City. Florida Statutes Chapter 185 allows contributions to the Plan by the State of Florida. The amount of the covered payroll for the year ended September 30, 1993 was \$3,814,050.

A law enforcement officer is eligible to retire on the first day of the month following their sixtieth (60) birthday or may elect to take early retirement upon the completion of twenty-five (25) years of service or at age fifty (50) and at least ten (10) years of service and begin receiving a benefit from the Plan payable until age sixty-five (65). Law enforcement officers become vested in the Plan after ten (10) years of credited service.

Pursuant to Florida Statutes Section 185.08, an excise tax amounting to 1% of the gross amount of receipts of premiums from policyholders on all premiums collected on casualty insurance policies covering property within the corporate limits of the City is collected by the Insurance Commissioner. Such amounts collected by the Insurance Commissioner, less expenses, are contributed annually to the Plan. The City does not contribute to the Plan. The law enforcement officers contribute 2% of their salaries or wages to the Supplemental Police Officers' Plan.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

8. Pension Plans - Continued:

A. Plan Descriptions and Provisions - Continued

Supplemental Firefighters' Plan - The Supplemental Firefighters' Plan is a contributory defined benefit pension plan covering any person employed full-time in the Ocala Fire Department who is certified as a firefighter as a condition of employment in accordance with the provisions of Section 633.35 of the Florida Statutes. The Plan supplements the General Plan which covers all qualified employees of the City. Florida Statutes Chapter 175 allows contributions to the Plan by the State of Florida. The amount of the covered payroll for the year ended September 30, 1993 was \$3,044,299.

On either the first day of the month following his fifty-fifth (55) birthday or the first day of the month following his thirtieth (30) year of credited service, a firefighter is eligible to retire and begin receiving a benefit from the Plan payable until age sixty-five (65). Firefighters become vested in the Plan after ten (10) years of credited service.

Pursuant to Florida Statutes Section 175.101, an excise tax amounting to two percent of the gross amount of receipts of premiums from policyholders on all premiums collected on casualty insurance policies covering property within the corporate limits of the City is collected by the Insurance Commissioner. Such amounts collected by the Insurance Commissioner, less expenses, are contributed annually to the Plan. The City does not contribute to the Plan. The firefighters contribute 8.42% of their salaries or wages to the Supplemental Firefighters' Plan.

Participation - At September 30, 1993, participation in the plans consisted of the following:

	<u>General</u>	<u>Police</u>	<u>Fire</u>
Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits not yet receiving them	<u>230</u>	<u>20</u>	<u>17</u>
Current employees:			
Vested	332	47	45
Nonvested	<u>622</u>	<u>73</u>	<u>58</u>
Total	<u>954</u>	<u>120</u>	<u>103</u>

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

8. Pension Plans - Continued:

B. Investments

The three aforementioned plans pool their investments. Interest and dividend income, gains on sale of investments and appreciation in fair market value of investments are allocated among the three plans monthly based upon the fund balances of the respective funds at the beginning of each month.

Investments of the three plans, consisting of bonds, common stocks, debentures and short-term investments, are stated at fair market value based on quoted market prices at the end of the fiscal year.

C. Funding Status and Progress

The amounts shown below as "pension benefit obligation" are a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases and any step-rate benefits, estimated to be payable in the future as a result of employee service to date. The measure is the actuarial present value of credited projected benefits and is intended to help users assess the Plans' funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among defined benefit pension plans. The measure is independent of the actuarial funding method used to determine contributions to each Plan.

The pension benefit obligation was determined as part of an actuarial valuation at October 1, 1993 for the General, Police Officers' and Firefighters' Plans. Significant actuarial assumptions used include (a) a rate of return on the investment of present and future assets of 8% per year compounded annually, (b) projected salary increases of 6% per year compounded annually, attributable to seniority increases and inflation, (c) no postretirement benefit increases and (d) no merit rate increases.

There were no current year changes in actuarial assumptions for the General, Police Officers' and Firefighters' Plans that would affect the pension benefit obligation.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

8. Pension Plans - Continued:

C. Funding Status and Progress - Continued

Total assets in excess (unfunded) of the pension benefit obligation of each of the three Plans at October 1, 1993 are summarized as follows:

	October 1, 1993			Total
	General Plan	Police Officers' Plan	Fire-fighters' Plan	
Pension Benefit Obligation:				
Retirees and beneficiaries currently receiving benefits and terminated employees not yet receiving benefits	\$10,569,000	\$ 926,800	\$ 1,506,300	\$13,002,100
Current employees:				
Accumulated employee contributions including allocated investment earnings and state financed - vested	533,000	267,400	1,216,500	2,016,900
Employer-financed vested	14,475,000	3,557,100	2,051,500	20,083,600
Employer-financed nonvested	4,036,000	1,156,900	768,700	5,961,600
Total pension benefit obligation	29,613,000	5,908,200	5,543,000	41,064,200
Net Assets Available for Benefits, at market	37,594,000	6,919,900	4,841,500	49,355,400
Assets in Excess of (Unfunded) Pension Benefit Obligation	\$ 7,981,000	\$1,011,700	\$ (701,500)	\$ 8,291,200

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

8. Pension Plans - Continued:

D. Contributions Required and Contribution Made

The plans' funding policies provide that annual contributions at actuarially determined rates, expressed as percentages of annual covered payroll, be sufficient to accumulate sufficient assets to pay benefits when due. The contribution rate for the General Plan is determined using the frozen entry age actuarial funding method. Based upon the October 1, 1993 actuarial valuation, the unfunded frozen actuarial accrued liability for the General Plan is \$3,399,275. The funding period for the unfunded actuarial accrued liability is 30 to 40 years. For the Police Officers' Plan and Firefighters' Plan, the contribution rate for normal cost is determined using the aggregate actuarial funding method which does not produce a past service liability that is amortized over a fixed number of years. Instead, the value of all projected benefits in excess of current assets is paid off over the future working years of the covered employees. Therefore, this method automatically funds the remaining value of benefits while there are still active members.

The significant actuarial assumptions used to compute the actuarially determined contribution requirement are the same as those used to compute pension benefit obligation as described above.

The contribution requirement for the General Plan for 1993 determined through an actuarial valuation performed as of October 1, 1992 was \$1,699,664 (6.92% of current covered payroll). The pension contribution requirement represents funding for normal cost \$1,262,527 (5.2% of covered payroll), amortization of the unfunded actuarial accrued liability \$332,994 (1.4% of covered payroll), and administrative expenses \$32,900. Actual employer contributions amounted to \$1,500,500 (6.2% of current covered payroll). Because of timing, there is a one-year lapse in the funding of the contribution requirements for the General Plan.

The contribution requirement for the Supplemental Police Officers' Plan for the 1993 fiscal year determined through an actuarial valuation performed as of October 1, 1990 was \$336,179 (8.8% of current covered payroll). The pension contribution requirement represents funding for normal cost \$327,979 (8.6% of covered payroll), and administrative expenses \$8,200. Actual employee contributions totalled \$76,281 (2% of current covered payroll) and actual state contributions amounted to \$286,276 (7.5% of current covered payroll).

The contribution requirement for the Supplemental Firefighters' Plan for the 1993 fiscal year determined through an actuarial valuation performed as of October 1, 1990 was \$342,727 (11.3% of current covered payroll). The pension contribution requirement represents funding for normal cost \$334,127 (11.0% of covered payroll), and administrative expenses \$8,600. Actual employee contributions totalled \$256,330 (8.42% of current covered payroll) and actual state contributions amounted to \$171,889 (5.6% of current covered payroll).

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

8. Pension Plans - Continued:E. Trend Information

The required three-year trend disclosure is as follows:

	<u>1993</u>	<u>1992</u>	<u>1991</u>
Net assets available for benefits as a percentage of the pension benefit obligation:			
General Plan	126.95 %	118.73 %	114.0 %
Supplemental Police Officers' Plan	117.13 %	110.38 %	N/A
Supplemental Firefighters' Plan	87.34 %	85.49 %	N/A
Employer contributions as a percentage of annual covered payroll:			
General Plan	6.2 %	6.3 %	5.2 %
Assets in excess of (unfunded) pension obligation as a percentage of the employer's annual covered payroll:			
General Plan	32.72 %	21.97 %	15.3 %
Supplemental Police Officers' Plan	26.03 %	14.34 %	N/A
Supplemental Firefighters' Plan	(22.79)%	(23.14)%	N/A

Since these figures are actuarially derived, and since Florida Statutes Chapters 185 and 175 require actuarial valuations every three years and do not require annual updates for the Supplemental Police Officers' and Firefighters' Plans, the percentages for 1991 are not available.

Historical Trend Information - Historical trend information is presented to help users assess the Plan's funding status on a going-concern basis, assess progress made in accumulating assets to pay benefits when due, and make comparisons with other public employee retirement systems. Historical trend information is presented as required supplementary information in the Statistical Section of the Comprehensive Annual Financial Report.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

9. Proprietary Funds - Long-Term Debt:

Enterprise Funds - Following is a maturity schedule of outstanding debt of the enterprise funds:

Fiscal Year Ended September 30,	Series 1988	Series 1989B	Series 1992A	Series 1992B	Total Principal Due
	Water and Sewer Refunding Revenue Bonds	Electric System Revenue Refunding Bonds	Utility Systems Subordinate Refunding Revenue Bonds	Utility Systems Subordinate Refunding Revenue Bonds	
1994	\$ 45,000	\$ 1,345,000	\$ 1,150,000	\$ 1,990,000	\$ 4,530,000
1995	245,000	1,435,000	1,190,000	2,065,000	4,935,000
1996	260,000	1,530,000	1,255,000	2,160,000	5,205,000
1997	280,000	1,630,000	1,305,000	2,270,000	5,485,000
1998	295,000	1,745,000	1,375,000	2,385,000	5,800,000
1999-2016	11,325,000	1,740,000	44,925,000	16,460,000	74,450,000
Total long-term debt	12,450,000	9,425,000	51,200,000	27,330,000	100,405,000
Less:					
Current portion	45,000	1,345,000	1,150,000	1,990,000	4,530,000
Unamortized discount	120,985	40,797	1,467,984	630,451	2,280,217
Total long-term portion	\$12,284,015	\$ 8,039,203	\$48,582,016	\$24,689,549	\$ 93,594,783
Interest rate	6.15-7.875%	6.30-6.90%	3.75-6.50%	3.70-6.25%	

Water and Sewer Refunding Revenue Bonds, Series 1988 - The Water and Sewer Refunding Revenue Bonds, Series 1988, were issued in July, 1988, and consist of \$2,145,000 serial bonds maturing from October 1, 1993 through 2000 and \$10,305,000 term bonds of which \$3,430,000 mature on October 1, 2007 and \$6,875,000 mature on October 1, 2015. The proceeds of this issue were used to advance refund the Water and Sewer Refunding Revenue Bonds, Series 1985B.

Major Debt Provisions - The major provisions of the resolution authorizing the issuance of the Water and Sewer Refunding Revenue Bonds, Series 1988, are as follows:

- 1) The debt obligation and related interest are collateralized by a pledge of the net revenues of the Water and Sewer system.
- 2) The City will establish and maintain rates which will provide net revenues in each bond year sufficient to pay 100% of the debt service requirement and 100% of all reserve or other payments, including the cost of operation and maintenance of the system.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

9. Proprietary Funds - Long-Term Debt - Continued:

- 3) The City will deposit into the Operation and Maintenance Fund, on or before the 25th day of each month, an amount necessary to make the balance equal to one-fourth of the budgeted cost of operation and maintenance expenses for the current fiscal year.
- 4) The City shall deposit into the Sinking Fund, on or before the 25th day of each month, an amount equal to one-sixth of the next semi-annual interest payment and one-twelfth of the next annual principal amount.
- 5) The City will deposit into the Water renewal and replacement fund, on or before the 25th day of each month, one-twelfth of an amount not less than five percent of the gross revenues of the system for the preceding fiscal year.
- 6) The City will allocate to the Sewer renewal and replacement fund on a monthly basis, an amount sufficient to pay at least one-twelfth of the annual amount required by the Florida Administrative Code Section 17.50-17(2) to be on deposit.

Electric System Revenue Refunding Bonds, Series 1989B - The Electric System Revenue Refunding Bonds, Series 1989B, were issued in October, 1989, and consist of \$13,000,000 serial bonds maturing from October 1, 1990 through 1998. The proceeds of this issue were used to advance refund the Power System Revenue Bonds, Series 1977, and the Power Supply Revenue Refunding Bonds, Series 1988.

Major Debt Provisions - The major provisions of the resolution authorizing the issuance of the Electric System Revenue Refunding Bonds, Series 1989B, are as followed:

- 1) The debt obligation and related interest are collateralized by a pledge of the net revenues of the Electric system.
- 2) The City will establish and maintain rates which will provide pledged revenues in each fiscal year equal to 100% of the costs of operation and maintenance of the Electric System, the required reserve amounts, debt service on all outstanding obligations which are junior and subordinate to the bonds, and 125% of the debt service requirement on the bonds and parity debt service components.
- 3) The City will deposit into the Operation and Maintenance Fund, on or before the 25th day of each month, amounts necessary for the cost of operation and maintenance for the next ensuing month.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

9. Proprietary Funds - Long-Term Debt - Continued:

- 4) The City shall deposit into the Sinking Fund, on or before the 25th day of each month, an amount equal to one-sixth of the next semi-annual interest payment and one-twelfth of the next annual principal amount.
- 5) The City will deposit into the Electric Renewal and Replacement Fund, on or before the 25th day of each month, one-twelfth of an amount not less than five percent of the gross revenues of the system for the preceding fiscal year.

Utility Systems Subordinate Refunding Revenue Bonds, Series 1992A and 1992B - The Utility Systems Subordinate Refunding Revenue Bonds, Series 1992A and 1992B, were issued in March, 1992. The Series 1992A issue consists of \$23,415,000 in serial bonds maturing from October 1, 1992 through 2006 and of \$28,465,000 in term bonds maturing from October 1, 2010 through 2015. The Series 1992B issue consists of \$28,435,000 in serial bonds maturing from October 1, 1992 through 2006. The proceeds of these issues were used to advance refund the Water and Sewer Revenue Bonds, Series 1985A, the Water and Sewer Refunding Revenue Bonds, Series 1986, and the Electric System Revenue Bonds, Series 1989A.

Major Debt Provisions - The major debt provisions of the resolution authorizing issuance of the Utility Systems Subordinate Refunding Revenue Bonds, Series 1992A and 1992B, are as follows:

- 1) The debt obligation and related interest are collateralized by a pledge of the Water and Sewer Surplus Revenues and the Electric Surplus Revenues.
- 2) The City shall establish and maintain rates which will provide pledged revenues in each fiscal year sufficient to pay 125% of the maximum debt service requirement on the Series 1992 bonds and 100% of all other reserves and payments required.
- 3) The City will deposit into the Sinking Fund, on or before the 25th of each month, an amount equal to one-sixth of the next semi-annual interest payment and one-sixth or one-twelfth, as applicable, of the next principal payment.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

9. Proprietary Funds - Long-Term Debt - Continued:

Enterprise Funds - Continued - Following is a schedule of debt service requirements to maturity for all outstanding bonded debt of the City's enterprise funds as of September 30, 1993:

Fiscal Year Ended September 30,	Series 1988	Series 1989B	Series 1992A	Series 1992B	Total Principal and Interest Due
	Water and Sewer Refunding Revenue Bonds	Electric System Revenue Refunding Bonds	Utility Systems Subordinate Refunding Revenue Bonds	Utility Systems Subordinate Refunding Revenue Bonds	
1994	\$ 991,927	\$ 1,927,352	\$ 4,216,215	\$ 3,444,322	\$ 10,579,816
1995	1,182,825	1,929,065	4,207,878	3,435,547	10,755,315
1996	1,181,658	1,928,038	4,216,296	3,432,785	10,758,777
1997	1,183,828	1,923,325	4,203,865	3,434,735	10,745,753
1998	1,179,418	1,924,390	4,205,490	3,430,975	10,740,273
1999	1,183,348	1,800,030	4,195,860	2,312,110	9,491,348
2000	1,175,583	-	4,199,280	2,397,415	7,772,278
2001	1,180,901	-	4,194,890	2,392,740	7,768,531
2002	1,173,265	-	4,192,903	2,395,313	7,761,481
2003	1,177,574	-	4,188,455	2,390,270	7,756,299
2004	1,174,406	-	4,176,202	2,382,260	7,732,868
2005	1,173,759	-	4,180,931	2,381,225	7,735,915
2006	1,175,253	-	4,168,888	2,376,094	7,720,235
2007	1,168,887	-	4,167,450	2,366,719	7,703,056
2008	1,169,471	-	4,161,750	-	5,331,221
2009	1,165,812	-	4,153,437	-	5,319,249
2010	1,162,656	-	4,154,400	-	5,317,056
2011	1,162,656	-	4,143,918	-	5,304,353
2012	1,160,365	-	4,140,625	-	5,299,171
2013	1,158,546	-	4,138,750	-	5,295,556
2014	1,156,806	-	4,124,375	-	5,279,125
2015	1,154,750	-	4,121,719	-	5,268,899
2016	1,147,180	-	4,114,687	-	5,263,196
2016	1,148,509	-	-	-	-
Total	\$26,726,727	\$11,432,200	\$95,968,334	\$38,572,510	\$172,699,771

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

9. Proprietary Funds - Long-Term Debt - Continued:

Internal Service Fund Notes Payable - The City has entered into an installment purchase contracts bearing interest at 7.62%, 7.94% and 11.15%. These obligations are collateralized by computer hardware and software.

Future payments required are as follows:

<u>Fiscal Year Ending September 30,</u>	<u>Total Principal Due</u>
1994	\$ 235,639
1995	<u>79,793</u>
Total	315,432
Less: Current portion	<u>235,639</u>
Total long-term portion	<u>\$ 79,793</u>

Following is a schedule of debt service requirements to maturity:

<u>Fiscal Year Ending September 30,</u>	<u>Total Principal and Interest Due</u>
1994	\$ 251,941
1995	<u>81,197</u>
Total	<u>\$ 333,138</u>

Internal Service Fund Capital Lease - The City has entered into a lease-purchase agreement to purchase a copier. Information relative to the capital lease is as follows:

Asset capitalized	54,605
Less accumulated amortization	<u>11,376</u>
Net book value of asset	<u>\$ 43,229</u>

Amortization of the capital lease for the year amounted to \$5,460.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

9. Proprietary Funds - Long-Term Debt - Continued:

The following is a schedule by years of future minimum lease payments under capital leases, together with the present value of the net minimum lease payments, as of September 30, 1993:

<u>Year Ending</u> <u>September 30,</u>	
1994	\$ 13,603
1995	13,603
1996	<u>1,134</u>
Total minimum lease payments	28,340
Less amount representing interest	<u>2,587</u>
Present value of net minimum lease payments	25,753
Less: Current portion	<u>11,762</u>
Total long-term portion	<u>\$ 13,991</u>

10. General Long-Term Debt:

The following is a summary of changes in the City's general long-term debt for the year ended September 30, 1993:

	<u>Balance at</u> <u>October 1,</u> <u>1992</u>	<u>General</u> <u>Long-Term</u> <u>Debt</u> <u>Additions</u>	<u>General</u> <u>Long-Term</u> <u>Debt</u> <u>Retired</u>	<u>Debt</u> <u>Service</u> <u>Funds</u> <u>Operations</u>	<u>Balance at</u> <u>September 30,</u> <u>1993</u>
Amounts Available in Debt Service Funds	\$ 6,371,892	\$ -	\$ -	\$ (716,668)	\$ 5,655,224
Amount to be Provided:					
Term bonds	15,015,000	2,425,000	(7,980,000)	-	9,460,000
Serial bonds	5,625,585	11,915,000	(6,040,000)	441,926	11,942,511
Revenue certificates	4,282,523	-	(680,000)	274,742	3,877,265
Notes payable	43,342	-	(43,342)	-	-
Capital leases	17,251	-	(8,707)	-	8,544
	<u>24,983,701</u>	<u>14,340,000</u>	<u>(14,752,049)</u>	<u>716,668</u>	<u>25,288,320</u>
Total Amount Available and to be Provided	<u>\$31,355,593</u>	<u>\$14,340,000</u>	<u>\$(14,752,049)</u>	<u>\$ -</u>	<u>\$30,943,544</u>
General Long-Term Debt Payable:					
Term bonds	\$15,015,000	\$ 2,425,000	\$ (7,980,000)	\$ -	\$ 9,460,000
Serial bonds	10,330,000	11,915,000	(6,040,000)	-	16,205,000
Revenue certificates	5,950,000	-	(680,000)	-	5,270,000
Notes payable	43,342	-	(43,342)	-	-
Capital leases	17,251	-	(8,707)	-	8,544
Total General Long-Term Debt Payable	<u>\$31,355,593</u>	<u>\$14,340,000</u>	<u>\$(14,752,049)</u>	<u>\$ -</u>	<u>\$30,943,544</u>

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

10. General Long-Term Debt - Continued:

General long-term debt matures as follows:

Fiscal Year Ended September 30,	Capital Improvement Refunding Revenue Bonds Series 1986	Capital Improvement Revenue Refunding Certificates Series 1988	Optional Gas Tax Refunding Revenue Bonds Series 1992	Capital Leases Payable	Total Principal Due
1994	\$ 490,000	\$ 920,000	\$ 620,000	\$ 8,544	\$ 2,038,544
1995	530,000	980,000	595,000	-	2,105,000
1996	565,000	1,050,000	615,000	-	2,230,000
1997	605,000	1,120,000	635,000	-	2,360,000
1998	650,000	1,200,000	660,000	-	2,510,000
1999-2010	8,485,000	-	11,215,000	-	19,700,000
	<u>\$11,325,000</u>	<u>\$5,270,000</u>	<u>\$14,340,000</u>	<u>\$ 8,544</u>	<u>\$30,943,544</u>
Interest rate	<u>5.0-7.75%</u>	<u>6.65-7.15%</u>	<u>2.75-6.0%</u>	<u>8.44%</u>	

The City's charter limits the aggregate amount of general obligation bonds outstanding to twenty percent (20%) of the assessed valuation of the taxable real and personal property in the City. At September 30, 1993, there was no general obligation debt outstanding.

Capital Improvement Refunding Revenue Bonds - The Capital Improvement Refunding Revenue Bonds, Series 1986, were issued in connection with the advance refunding of the Capital Improvements Revenue Bonds, Series 1982, and to partially finance certain infrastructure projects. Interest is payable semi-annually. The bonds are collateralized by a senior lien upon and pledge of certain non-ad valorem revenues of the City.

Capital Improvement Revenue Refunding Certificates - In August, 1988, the City Council authorized the issuance of \$7,505,000 Capital Improvement Revenue Refunding Certificates, Series 1988. The Certificates were issued in the authorized amount during August, 1988. The proceeds of this issue were used to advance refund the Capital Improvement Revenue Certificates, Series 1986, and to finance certain capital projects of the City. The bonds are collateralized by a lien upon and pledge of certain non-ad valorem revenues of the City which is junior and subordinate to the Capital Improvement Refunding Revenue Bonds, Series 1986, noted above.

Optional Gas Tax Refunding Revenue Bonds - In December, 1992, the City Council authorized the issuance of not exceeding \$17,500,000 Optional Gas Tax Refunding Revenue Bonds, Series 1992. The bonds were issued in the amount of \$14,340,000 during December, 1992. The proceeds of this issue were used to refund the City's Optional Gas Tax Revenue Bonds, Series 1989, reducing its total debt service payments over the next 17 years by approximately \$610,000 and realizing an economic gain (difference between the present values of the debt service payments on the old and new debt) of approximately \$374,000. These bonds are collateralized by a lien upon and a pledge of the proceeds of the six cent optional gas tax.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

10. General Long-Term Debt - Continued:

Capital Lease Obligations - Equipment under capital lease included in the General Fixed Asset Account Group at September 30, 1993 consists of the following:

<u>Equipment</u>	<u>Amount Capitalized</u>
Street Striper	<u>\$ 18,557</u>

The following is a schedule by years of future minimum lease payments under capital leases, together with the present value of the net minimum lease payments, as of September 30, 1993:

<u>Year Ending September 30,</u>	
1994	\$ 9,264
1995	-
Total minimum lease payments	<u>9,264</u>
Less amount representing interest	<u>720</u>
Present value of net minimum lease payments	<u>\$ 8,544</u>

Debt service requirements to maturity for all outstanding general long-term debt are as follows:

<u>Fiscal Year Ended September 30,</u>	<u>Improvement Refunding Revenue Bonds Series 1986</u>	<u>Improvement Revenue Refunding Certificates Series 1988</u>	<u>Optional Gas Tax Refunding Revenue Bonds Series 1992</u>	<u>Capital Leases</u>	<u>Total Principal and Interest Due</u>
1994	\$ 1,262,640	\$1,284,470	\$ 1,354,403	\$ 9,264	\$ 3,910,777
1995	1,268,185	1,283,290	1,310,762	-	3,862,237
1996	1,264,843	1,286,650	1,309,578	-	3,861,071
1997	1,263,005	1,284,200	1,305,489	-	3,852,694
1998	1,262,500	1,285,800	1,302,953	-	3,851,253
1999	1,262,875	-	1,302,476	-	2,565,351
2000	1,258,850	-	1,303,395	-	2,562,245
2001	1,254,531	-	1,296,018	-	2,550,549
2002	1,249,819	-	1,300,565	-	2,550,384
2003	1,250,069	-	1,296,265	-	2,546,334
2004	1,244,894	-	1,298,245	-	2,543,139
2005	1,239,100	-	1,296,887	-	2,535,987
2006	1,233,625	-	1,291,988	-	2,525,613
2007	1,230,000	-	1,292,812	-	2,522,812
2008	-	-	1,288,800	-	1,288,800
2009	-	-	1,285,250	-	1,285,250
2010	-	-	1,287,500	-	1,287,500
	<u>\$17,544,936</u>	<u>\$6,424,410</u>	<u>\$22,123,386</u>	<u>\$ 9,264</u>	<u>\$46,101,996</u>

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

10. General Long-Term Debt - Continued:

In April, 1983, \$2,500,000 Industrial Development Revenue Bonds were issued. The proceeds of the bonds are being used by an independent real estate developer for the construction of a commercial project within an area of the City designated as blighted. The bonds do not represent debt or an obligation of the City and are collateralized solely from the gross revenues of the completed project. The completed project and all revenues derived therefrom, subsequent to the payment of all debt service requirements, belong exclusively to the developer.

11. Prior Year Defeasance of Debt:

The City has defeased certain bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the City's financial statements. At September 30, 1993, \$150,890,000 of bonds outstanding are considered defeased, as follows:

Governmental Funds:	
Optional Gas Tax Revenue Bonds, Series 1989	<u>\$ 12,970,000</u>
Enterprise Funds:	
Electric System Revenue:	
Power Supply Revenue Bonds, Series 1977	8,480,000
Power Supply Refunding Revenue Bonds, Series 1988	8,960,000
Electric System Revenue Bonds, Series 1989A	26,110,000
Water and Sewer:	
Water and Sewer Refunding Revenue Bonds, Series 1983	8,505,000
Water and Sewer Refunding Revenue Bonds, Series 1985A	35,440,000
Water and Sewer Refunding Revenue Bonds, Series 1985B	10,775,000
Water and Sewer Refunding Revenue Bonds, Series 1986	<u>39,650,000</u>
	<u>137,920,000</u>
	<u>\$150,890,000</u>

12. Financial Segment Information of Enterprise Funds:

Each of the City's enterprise operations is accounted for within a separate fund. Over 93% of the combined assets, revenues, and expenses of the enterprise funds are attributable to utility funds used to account for the transactions of the City's electric and bulk power, water and sewer, and sanitation systems. Other enterprise funds are used to account for the operations of golf, tennis, trailer park and airport facilities provided for the benefit of the general public. Following is a summary of significant financial information of the enterprise funds:

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

12. Financial Segment Information of Enterprise Funds - Continued:

	Electric System Revenue	Water and Sewer	Sanitation	Other	Total
Current Assets	\$ 14,456,361	\$ 3,826,800	\$ 481,162	\$ 605,026	\$ 19,369,427
Current Liabilities	8,823,440	200,726	256,107	630,633	9,910,906
Working Capital	\$ 5,632,921	\$ 3,626,152	\$ 225,055	\$ (25,607)	\$ 9,458,521
Property, Plant and Equipment:					
Additions	\$ 6,344,409	\$ 6,005,151	\$ 291,020	\$ 2,983,433	\$ 15,624,013
Deletions	\$ 849,132	\$ 36,337	\$ 150,855	\$ 148,073	\$ 1,184,397
Total Property, Plant and Equipment, net	\$ 61,354,265	\$ 76,214,347	\$ 1,402,992	\$ 15,334,148	\$ 154,305,752
Restricted Assets	\$ 42,154,777	\$ 32,177,306	\$ -	\$ 735,711	\$ 75,067,794
Total Assets	\$ 118,754,077	\$ 112,771,347	\$ 1,884,154	\$ 16,674,885	\$ 250,084,463
Liabilities Payable from Restricted Assets	\$ 5,519,312	\$ 3,749,200	\$ -	\$ 572,136	\$ 9,840,648
Bonds and Other Long-Term Liabilities	\$ 32,728,752	\$ 60,866,031	\$ -	\$ 585,275	\$ 94,180,058
Total Fund Equity	\$ 71,682,573	\$ 47,955,390	\$ 1,628,047	\$ 14,886,841	\$ 136,152,851
Total Operating Revenues	\$ 71,648,841	\$ 11,956,654	\$ 5,423,833	\$ 2,371,157	\$ 91,400,485
Operating Expenses (less depreciation and amortization)	51,857,314	4,988,958	5,092,418	2,147,969	64,086,659
Depreciation and amortization	3,265,525	1,745,024	256,384	565,828	5,832,761
Operating Income (Loss)	16,526,002	5,222,672	75,031	(342,640)	21,481,065
Operating Transfers From Other Funds	126,167	12,979	176,538	1,154,467	1,470,151
Operating Transfers (To) Other Funds	(12,094,920)	(421,644)	(214,039)	(376,250)	(13,106,853)
Interest Income	1,236,103	1,150,189	11,309	26,380	2,423,981
Interest Expense	(1,071,439)	(2,501,703)	-	(24,109)	(3,597,251)
Other Non-Operating Revenue	527,821	3,724	195,901	27,260	754,706
Other Non-Operating Expense	(258,848)	(3,724)	(192,761)	(35,870)	(491,203)
Net Income	\$ 4,990,886	\$ 3,462,493	\$ 51,979	\$ 429,238	\$ 8,934,596
Capital Contributions	\$ 713,229	\$ 1,328,372	\$ -	\$ 1,986,565	\$ 4,028,166

Interfund loans payable and long-term debt of individual enterprise funds are presented in Notes 5, 6 and 9.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

13. Reserved Retained Earnings:

The following is a reconciliation of the reserved retained earnings to the net restricted assets of enterprise funds as of September 31, 1993:

Total Restricted Assets	\$ 75,067,794
Less:	
Restricted assets set aside for construction under bond indentures	31,190,695
Liabilities payable from restricted assets	9,840,648
Add:	
Liabilities payable from restricted assets set aside for construction under bond indentures	<u>643,832</u>
Total reserved retained earnings	<u>\$ 34,680,283</u>

14. Operating Deficits and Fund Deficits:

A. Following is a summary of net losses of individual proprietary funds and deficiencies of revenues and other sources over expenditures and other uses of individual governmental funds for the year ended September 30, 1993 which are included in the accompanying combined financial statements:

<u>Proprietary Funds</u>	<u>Net Loss</u>
Enterprise Funds:	
Fort King Tennis Court	\$ 3,617
Municipal Golf Course	46,639
Internal Service Funds:	
Internal Service	37,424
<u>Governmental Funds</u>	<u>Deficiency</u>
Special Revenue Funds:	
Gasoline Tax	\$ 152,490
Off-Street Parking	33,538
Debt Service Funds:	
Excise Tax Bonds	431,965
Improvement Bonds	91,112
Improvement Certificates	274,742
Capital Project Funds:	
Capital Improvement Construction	101,150
Optional Gas Tax Construction	1,776,799

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

14. Operating Deficits and Fund Deficits - Continued:

B. The following fund has a deficit retained earnings balance at September 30, 1993:

	<u>Deficiency</u>
Self-Insurance Fund	<u>\$ (439,593)</u>

The deficit is the result of obtaining actuarially determined estimates for the claims loss reserves for self insurance as of September 30, 1993 that met the criteria for accrual as a liability. The City has initiated a funding plan over the next four years that will increase the charges to the various funds and should provide sufficient monies to fund the claims reserve and eliminate the fund deficit.

15. Contributed Capital:

During the year ended September 30, 1993, contributed equity increased as follows:

	Contributed Capital October 1, 1992	Contributions From			Contributed Capital September 30, 1993
		Other Governments	Developers	Customers	
Enterprise Funds:					
Airport	\$ 6,718,065	\$2,049,612	\$ -	\$ -	\$ 8,767,677
Golf	3,853,439	-	-	-	3,853,439
Sanitation	73,030	(64,515)	-	-	8,515
Water and Sewer	12,649,352	435,170	893,202	-	13,977,724
Electric	4,376,846	-	260,034	453,195	5,090,075
Florida Emergency Training Facility	-	1,468	-	-	1,468
Total Enterprise Funds	<u>\$27,670,732</u>	<u>\$2,421,735</u>	<u>\$1,153,236</u>	<u>\$453,195</u>	<u>\$31,698,898</u>
Internal Service Funds:					
Internal Service	\$ 1,293,863	\$ -	\$ -	\$ -	\$ 1,293,863
Self Insurance	20,401	-	-	-	20,401
Total Internal Service Funds	<u>\$ 1,314,264</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,314,264</u>

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

16. Deferred Compensation Plan:

The City has a deferred compensation plan, created in accordance with Internal Revenue Code Section 457, in which all employees are eligible to participate. Deferred compensation amounts withheld from participating employees' pay are not taxable as current income until withdrawn from the plan. Annual contributions by a participant may not exceed the lesser of \$7,500 or 33 1/3% of includable compensation.

As required under Internal Revenue Code Section 457, all amounts of compensation deferred, all property or rights to property purchased with amounts deferred, and any income earned or gains on property remain assets of the City subject to the claims of its general creditors. Participants' rights under the plan are equal to those of general creditors of the City in an amount equal to the fair market value of the deferred account for each participant. The City has the duty of due care that would be required of an ordinary prudent investor.

At September 30, 1993, the market and carrying value of the deferred compensation investments in the City's Agency Fund was \$3,360,418.

17. Risk Management:

The City has established a self-insurance fund (an internal service fund) to account for the City's self-insured programs. This fund is used to account for the City's workers' compensation, general liability, automobile liability, disability income replacement, medical and dental programs. The City uses a combination of self-insurance and private insurance to protect itself against risks which cannot be eliminated.

The City has general liability insurance with a \$100,000 retention per claimant and \$200,000 retention per occurrence with limits of \$1,000,000. The City has workers' compensation insurance with a \$250,000 deductible per occurrence with limits of \$5,000,000. The disability income replacement, dental programs, auto liability, and employee health insurance programs are fully self-insured.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

17. Risk Management - Continued:

All departments of the City participate in the program. Payments are made by various funds to the Self Insurance Fund based on past experience of the amounts needed to pay current year claims. For the year ended September 30, 1993, the City obtained actuarial determined estimates of the total claims loss reserves for all self-insurance risks. The claims liability of \$2,754,833 reported in the Fund at September 30, 1993 is based on the requirements of Governmental Accounting Standards Board Statement No. 10 which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the Fund's claim liability amount during the current fiscal year is as follows:

	<u>Beginning-of- Fiscal-Year-Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claim Payments</u>	<u>Balance at Fiscal Year End</u>
1990-1991	\$1,006,663	\$2,585,632	\$2,337,168	\$1,255,127
1991-1992	\$1,255,127	\$4,228,590	\$2,678,431	\$2,805,286
1992-1993	\$2,805,286	\$3,229,012	\$3,279,465	\$2,754,833

18. Commitments and Contingent Liabilities:

Grants - The City receives significant financial assistance from federal agencies primarily in the form of capital grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Disallowed claims, if any, resulting from such audits may become liabilities of the City. However, in the opinion of management, disallowed claims, if any, will not have a material effect on the City's financial statements.

Litigation - Various suits and claims arising in the ordinary course of City operations are pending against the City of Ocala. While the ultimate effect of such litigation cannot be ascertained at this time, the City does not expect any of these routine items to have a material impact on the financial condition of the City.

Other Commitments - Outstanding commitments of governmental funds are presented in the accompanying combined financial statements as reserves of fund balance. The outstanding commitments of the Internal Service and Enterprise Funds as of September 30, 1993 were \$526,225 and \$1,094,184, respectively. These commitments are evidenced by signed purchase orders and contracts which were entered into prior to September 30, 1993.

CITY OF OCALA, FLORIDA

NOTES TO FINANCIAL STATEMENTS - CONTINUED

Year Ended September 30, 1993

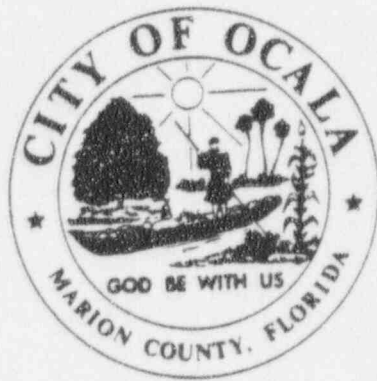
18. Commitments and Contingencies - Continued:

Purchased Power Contract - The City presently purchases power exclusively from Florida Municipal Power Agency (FMPA) through the 230 kv State-wide bulk power system. Additionally, since 1977, the City has become the owner of an undivided 1.333% or 11 MW share of the 825 MW Crystal River Nuclear Plant No. 3 (CR-3).

The City has an All Requirements Power Supply Project Contract ("Requirements Contract") with FMPA which requires FMPA to sell and deliver to the City and the City to purchase from FMPA all electric power that the City requires in excess of the amount the City receives from its percentage ownership interest in CR-3. The Requirements Contract expires in 2025, but automatically extends for additional five-year terms unless either party notifies the other of its decision not to extend the Requirements Contract. The City pays for electric power under the Requirements Contract at the rates set forth in the applicable rate schedule of FMPA, which FMPA may revise from time to time.

19. Subsequent Event:

Bond Issue - In December, 1993, the City issued \$18,365,000 Capital Improvement Refunding Revenue Certificates, Series 1993. The certificates were issued to advance refund the \$10,835,000 outstanding balance of the Capital Improvement Refunding Revenue Bonds, Series 1986, and to finance the cost of acquisition and construction of certain capital improvements in the City.



INDIVIDUAL FUND AND COMBINING STATEMENTS — BY FUND TYPE

These financial statements provide a more detailed view of the "General Purpose Financial Statements" presented in the preceding subsection.

Combining statements are presented when there are more than one fund of a given fund type.

INDIVIDUAL FUND AND COMBINING STATEMENTS

BY FUND TYPE



CITY OF OCALA, FLORIDA

SPECIAL REVENUE FUNDS

Special Revenue Funds - Special revenue funds are used to account for the proceeds of specific revenue sources that are legally or administratively restricted to expenditure for specific purposes. Special revenue funds used by the City are:

Occupational License - Business license and permit revenues, which are pledged as security for the Refunding and Improvement Excise Tax Bonds dated January 1, 1972, are recorded in this fund. Revenues collected are transferred to the appropriate debt service fund as required.

Central Florida Regional Library - This fund is used to account for federal, state and county contributions, and General Fund subsidies which are restricted for the operation of the regional library.

Off-Street Parking - This fund accounts for the proceeds from the City's parking system.

Downtown Development - This fund accounts for property taxes levied against downtown property owners.

Local Gasoline Tax - This fund accounts for street related maintenance and improvement projects financed by the City's share of local gasoline taxes. These taxes are required by law to be used to maintain streets.

Stormwater Utility - This fund accounts for resources collected which are to be used for additions to, improvements to and maintenance of the storm drainage system.

SHIP Local Housing Assistance - This fund accounts for the receipt and uses of funds received from the Florida "local housing assistance trust fund" for the State Housing Initiative Partnership (low income housing).

CITY OF OCALA, FLORIDA
COMBINING BALANCE SHEET
 SPECIAL REVENUE FUNDS
 September 30, 1993

<u>ASSETS</u>	<u>Occupational License</u>	<u>Central Florida Regional Library</u>
Cash and investments	\$249,369	\$ 67,887
Equity in pooled cash and investment fund	-	215,585
Accrued interest receivable	-	1,218
Accounts and notes receivable	-	-
Due from other funds	-	-
Due from other governments	1,402	2,193
Other current assets	<u>-</u>	<u>624</u>
Total Assets	<u>\$250,771</u>	<u>\$287,507</u>
<u>LIABILITIES AND FUND BALANCES</u>		
Liabilities:	\$ -	\$ 37,189
Accounts payable	-	11,478
Compensated absences payable	-	-
Due to other funds	-	-
Deferred revenue	154,976	-
Total liabilities	<u>154,976</u>	<u>48,667</u>
Fund Balance:	-	49,971
Reserved for encumbrances	-	-
Reserved for specified projects	95,795	188,869
Total reserved fund balance	<u>95,795</u>	<u>238,841</u>
Total Liabilities and Fund Balance	<u>\$250,771</u>	<u>\$287,507</u>

<u>Off-Street Parking</u>	<u>Downtown Develop- ment</u>	<u>Local Gasoline Tax</u>	<u>Stormwater Utility</u>	<u>SHIP Local Housing Assistance</u>	<u>Total</u>
\$ 50	\$ 50	\$ -	\$ -	\$ -	\$ 317,356
23,021	51,983	4,861,657	2,746,869	60,726	7,959,841
130	288	26,954	15,269	336	44,195
30	-	-	-	-	30
-	-	-	79,546	-	79,546
-	-	397,965	109,884	-	511,444
-	-	-	-	-	624
<u>\$ 23,231</u>	<u>\$ 52,321</u>	<u>\$5,286,576</u>	<u>\$2,951,568</u>	<u>\$ 61,062</u>	<u>\$8,913,036</u>
\$ 1,166	\$ 768	\$ 161,130	\$ 9,573	\$ 242	\$ 210,068
1,871	1,203	-	8,205	-	22,757
-	-	-	-	-	-
-	-	-	-	60,820	215,796
<u>3,037</u>	<u>1,971</u>	<u>161,130</u>	<u>17,778</u>	<u>61,062</u>	<u>448,621</u>
-	1,650	127,861	178,072	-	357,554
20,194	48,700	4,997,585	2,755,718	-	8,106,861
20,194	50,350	5,125,446	2,933,790	-	8,464,415
<u>\$ 23,231</u>	<u>\$ 52,321</u>	<u>\$5,286,576</u>	<u>\$2,951,568</u>	<u>\$ 61,062</u>	<u>\$8,913,036</u>

CITY OF OCALA, FLORIDA

COMBINING STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL
 SPECIAL REVENUE FUNDS

Year Ended September 30, 1993

	Occupational Licenses	Central Florida Regional Library	Off-Street Parking
Revenues:			
Property taxes	\$ -	\$ -	\$ -
Other intergovernmental revenues	-	1,125,748	-
Parking meters and facilities	-	-	73,952
Licenses and permits	365,591	-	-
Fines and forfeitures	-	27,322	21,879
Charges for services	-	-	-
Interest	8,901	3,242	1,639
Gifts	-	4,568	-
Other	698	13,929	41
Total revenues	<u>375,190</u>	<u>1,174,809</u>	<u>97,511</u>
Expenditures:			
Current:			
General government and administration	-	-	-
Public works	-	1,430,323	-
Culture and recreation	1,245	-	78,629
Other	-	47,876	26,115
Capital outlay	-	3,751	-
Intergovernmental	-	-	-
Debt service:			
Principal payments	-	17,055	-
Interest	-	-	-
Total expenditures	<u>1,245</u>	<u>1,499,005</u>	<u>104,744</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>373,945</u>	<u>(324,196)</u>	<u>(7,233)</u>
Other Financing Sources (Uses):			
Proceeds from long-term borrowing	-	-	-
Proceeds from capital lease	-	380,000	-
Transfers from other funds	-	-	-
Transfers (to) other funds	(337,899)	-	(26,305)
Total other financing sources (uses)	<u>(337,899)</u>	<u>380,000</u>	<u>(26,305)</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses Before Fund Balance Allocation	36,046	55,804	(33,538)
Fund Balance Allocation	-	-	-
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	36,046	55,804	(33,538)
Fund Balance (Deficit):			
Beginning of year	<u>59,749</u>	<u>183,036</u>	<u>53,732</u>
End of year	<u>\$ 95,795</u>	<u>\$ 238,840</u>	<u>\$ 20,194</u>

Actual					Adjustments	Total Actual
Downtown Develop- ment	Gasoline Tax	Stormwater Utility	SHIP Local Housing Assistance	Total	to a Budgetary Basis	on a Budgetary Basis
\$ 46,910	\$ -	\$ -	\$ -	\$ 46,910	\$ -	\$ 46,910
-	2,079,845	107,812	5,618	3,319,023	(7,959)	3,311,064
-	-	-	-	73,952	-	73,952
-	-	-	-	365,591	-	365,591
-	-	-	-	49,201	-	49,201
-	-	1,576,872	-	1,576,872	-	1,576,872
2,115	201,784	102,930	592	321,203	(658)	320,545
-	-	-	-	4,568	-	4,568
2,652	-	-	-	17,320	-	17,320
<u>51,677</u>	<u>2,281,629</u>	<u>1,787,614</u>	<u>6,210</u>	<u>5,774,640</u>	<u>(8,617)</u>	<u>5,766,023</u>
59,716	-	-	6,210	65,926	(6,210)	59,716
-	185,742	868,044	-	1,053,786	205,274	1,259,060
-	-	-	-	1,430,323	45,579	1,475,902
-	-	2,341	-	82,215	(2,341)	79,874
-	995,488	235,700	-	1,305,179	106,701	1,411,880
-	-	460	-	4,211	-	4,211
-	8,707	-	-	25,762	-	25,762
-	2,410	-	-	2,410	-	2,410
<u>59,716</u>	<u>1,192,347</u>	<u>1,106,545</u>	<u>6,210</u>	<u>3,969,812</u>	<u>349,003</u>	<u>4,318,815</u>
<u>(8,039)</u>	<u>1,089,282</u>	<u>681,069</u>	<u>-</u>	<u>1,804,828</u>	<u>(357,620)</u>	<u>1,447,208</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
26,305	76,499	-	-	482,804	-	482,804
(2,268)	(1,318,271)	-	-	(1,684,743)	-	(1,684,743)
<u>24,037</u>	<u>(1,241,772)</u>	<u>-</u>	<u>-</u>	<u>(1,201,939)</u>	<u>-</u>	<u>(1,201,939)</u>
15,998	(152,490)	681,069	-	602,889	(357,620)	245,269
-	-	-	-	-	-	-
15,998	(152,490)	681,069	-	602,889	<u>\$ (357,620)</u>	<u>\$ 245,269</u>
34,352	5,277,936	2,252,721	-	7,861,526		
<u>\$ 50,350</u>	<u>\$ 5,125,446</u>	<u>\$2,933,790</u>	<u>\$ -</u>	<u>\$ 8,464,415</u>		

CITY OF OCALA, FLORIDA

COMBINING STATEMENT OF REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL - CONTINUED
SPECIAL REVENUE FUNDS

Year Ended September 30, 1993

	Total Actual on a Budgetary Basis	Occupational Licenses	Final Central Florida Regional Library
Revenues:			
Property taxes	\$ 46,910	\$ -	\$ -
Other intergovernmental revenues	3,311,064	-	1,130,336
Parking meters and facilities	73,952	-	-
Licenses and permits	365,591	378,350	-
Fines and forfeitures	49,201	-	26,200
Charges for services	1,576,872	-	-
Interest	320,545	12,500	1,800
Gifts	4,568	-	5,000
Other	17,320	800	15,550
Total revenues	<u>5,766,023</u>	<u>391,650</u>	<u>1,178,886</u>
Expenditures:			
Current:			
General government and administration	59,716	-	-
Public works	1,259,060	-	-
Culture and recreation	1,475,902	-	1,524,116
Other	79,874	512	-
Capital outlay	1,411,880	-	52,278
Intergovernmental	4,211	-	3,751
Debt service:			
Principal payments	25,762	-	17,055
Interest	2,410	-	-
Total expenditures	<u>4,318,815</u>	<u>512</u>	<u>1,597,200</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>1,447,208</u>	<u>391,138</u>	<u>(418,314)</u>
Other Financing Sources (Uses):			
Proceeds from long-term borrowing	-	-	-
Proceeds from capital lease	-	-	-
Transfers from other funds	482,804	-	380,000
Transfers (to) other funds	(1,684,743)	(337,899)	-
Total other financing sources (uses)	<u>(1,201,939)</u>	<u>(337,899)</u>	<u>380,000</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses Before Fund Balance Allocation	245,269	53,239	(38,314)
Fund Balance Allocation	<u>-</u>	<u>(53,239)</u>	<u>38,314</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>\$ 245,269</u>	<u>\$ -</u>	<u>\$ -</u>

Budget

<u>Off-Street Parking</u>	<u>Downtown Development</u>	<u>Gasoline Tax</u>	<u>Stormwater Utility</u>	<u>Total</u>	<u>Variance Favorable (Unfavorable)</u>
\$ -	\$ 48,850	\$ -	\$ -	\$ 48,850	\$ (1,940)
-	-	2,000,298	-	3,130,634	180,430
76,000	-	-	-	76,000	(2,048)
-	-	-	-	378,350	(12,759)
26,000	-	-	-	52,200	(2,999)
-	-	-	1,565,000	1,565,000	11,872
2,350	2,600	240,000	114,000	373,250	(52,705)
-	-	-	-	5,000	(432)
50	3,000	-	-	19,400	(2,080)
<u>104,400</u>	<u>54,450</u>	<u>2,240,298</u>	<u>1,679,000</u>	<u>5,648,684</u>	<u>117,339</u>
-	71,489	-	-	71,489	11,773
-	-	230,492	1,150,518	1,381,010	121,950
-	-	-	-	1,524,116	48,214
81,308	-	-	-	81,820	1,946
16,360	10,543	1,664,014	1,360,779	3,103,974	1,692,094
-	175	-	500	4,426	215
-	-	9,375	-	26,430	668
-	-	2,669	-	2,669	259
<u>97,668</u>	<u>82,207</u>	<u>1,906,550</u>	<u>2,511,797</u>	<u>6,195,934</u>	<u>1,877,119</u>
<u>6,732</u>	<u>(27,757)</u>	<u>333,748</u>	<u>(832,797)</u>	<u>(547,250)</u>	<u>1,994,452</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	26,305	14,282	-	420,587	62,217
(26,305)	(2,269)	(1,296,928)	-	(1,663,400)	(21,343)
<u>(26,305)</u>	<u>24,037</u>	<u>(1,282,646)</u>	<u>-</u>	<u>(1,242,813)</u>	<u>40,874</u>
(19,573)	(3,720)	(948,898)	(832,797)	(1,790,063)	2,035,332
<u>19,573</u>	<u>3,720</u>	<u>948,898</u>	<u>832,797</u>	<u>1,790,063</u>	<u>(1,790,063)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 245,269</u>



CITY OF OCALA, FLORIDA

SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL

SPECIAL REVENUE FUNDS

Year Ended September 30, 1993

	OCCUPATIONAL LICENSES FUND		
	<u>Actual</u>	<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Licenses and permits	\$ 365,591	\$ 378,350	\$ (12,759)
Interest	8,901	12,500	(3,599)
Other	698	800	(102)
Total revenues	<u>375,190</u>	<u>391,650</u>	<u>(16,460)</u>
Expenditures:			
Current - other	<u>1,245</u>	<u>512</u>	<u>(733)</u>
Excess of Revenues Over Expenditures	373,945	391,138	(17,193)
Other Financing (Uses) - Transfers (To) Other Funds	<u>(337,899)</u>	<u>(337,899)</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures and Other Uses Before Fund Balance Allocation	36,046	53,239	(17,193)
Fund Balance Allocation	<u>-</u>	<u>(53,239)</u>	<u>53,239</u>
Excess (Deficiency) of Revenues Over Expenditures and Other Uses	<u>\$ 36,046</u>	<u>\$ -</u>	<u>\$ 36,046</u>

CITY OF OCALA, FLORIDA

SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - CONTINUED

SPECIAL REVENUE FUNDS

Year Ended September 30, 1993

	<u>CENTRAL FLORIDA REGIONAL</u>		
	<u>Actual</u>	<u>Adjustments to Budgetary Basis</u>	<u>Actual on a Budgetary Basis</u>
Revenues:			
Intergovernmental revenues	\$1,125,748	\$ -	\$1,125,748
Fines and forfeitures	27,322	-	27,322
Interest	3,242	(66)	3,176
Gifts	4,568	-	4,568
Other	13,929	-	13,929
Total revenues	<u>1,174,809</u>	<u>(66)</u>	<u>1,174,743</u>
Expenditures:			
Current - Culture and recreation	1,430,323	45,579	1,475,902
Capital outlay	47,876	4,392	52,268
Intergovernmental	3,751	-	3,751
Debt Service:			
Principal payments	17,055	-	17,055
Total expenditures	<u>1,499,005</u>	<u>49,971</u>	<u>1,548,976</u>
(Deficiency) of Revenues Over Expenditures	<u>(324,196)</u>	<u>(50,037)</u>	<u>(374,233)</u>
Other Financing Sources (Uses):			
Proceeds from long-term borrowing	-	-	-
Transfers from other funds	380,000	-	380,000
Transfers (to) other funds	-	-	-
Total other financing sources (uses)	<u>380,000</u>	<u>-</u>	<u>380,000</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses Before Fund Balance Allocation	55,804	(50,037)	5,767
Fund Balance Allocation	-	-	-
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses		<u>\$(50,037)</u>	<u>\$ 5,767</u>
Fund Balance:			
Beginning of year	<u>183,036</u>		
End of year	<u>\$ 238,840</u>		

CITY OF OCALA, FLORIDA

SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - CONTINUED

SPECIAL REVENUE FUNDS

Year Ended September 30, 1993

	<u>OFF-STREET PARKING</u>		
	<u>Actual</u>	<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Parking meters and facilities	\$ 73,952	\$ 76,000	\$ (2,048)
Fines and forfeitures	21,879	26,000	(4,121)
Interest	1,639	2,350	(711)
Other	41	50	(9)
Total revenues	<u>97,511</u>	<u>104,400</u>	<u>(6,889)</u>
Expenditures:			
Current - Other	78,629	81,308	2,679
Capital outlay	26,115	16,360	(9,755)
Total expenditures	<u>104,744</u>	<u>97,668</u>	<u>(7,076)</u>
Excess of Revenues Over Expenditures	<u>(7,233)</u>	<u>6,732</u>	<u>(13,965)</u>
Other Financing Sources (Uses):			
Transfers from other funds	-	-	-
Transfers (to) other funds	(26,305)	(26,305)	-
Total other financing sources (uses)	<u>(26,305)</u>	<u>(26,305)</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures and Other Uses Before Fund Balance Allocation	(33,538)	(19,573)	(13,965)
Fund Balance Allocation	<u>-</u>	<u>19,573</u>	<u>(19,573)</u>
Excess of Revenues Over Expenditures and Other Uses	(33,538)	<u>\$ -</u>	<u>\$ (33,538)</u>
Fund Balance:			
Beginning of year	<u>53,732</u>		
End of year	<u>\$ 20,194</u>		

CITY OF OCALA, FLORIDA

SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - CONTINUED

SPECIAL REVENUE FUNDS

Year Ended September 30, 1993

	<u>DOWNTOWN DEVELOPMENT</u>		
	<u>Actual</u>	<u>Adjustments to Budgetary Basis</u>	<u>Actual on a Budgetary Basis</u>
Revenues:			
Property taxes	\$ 46,910	\$ -	\$ 46,910
Intergovernmental revenues	-	-	-
Interest	2,115	-	2,115
Other	2,652	-	2,652
Total revenues	<u>51,677</u>	<u>-</u>	<u>51,677</u>
Expenditures:			
Current - General government and administration	59,716	-	59,716
Intergovernmental	-	-	-
Capital outlay	-	1,650	1,650
Total expenditures	<u>59,716</u>	<u>1,650</u>	<u>61,366</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(8,039)</u>	<u>(1,650)</u>	<u>(9,689)</u>
Other Financing Sources (Uses):			
Transfers from other funds	26,305	-	26,305
Transfers (to) other funds	(2,268)	-	(2,268)
Total other financing sources (uses)	<u>24,037</u>	<u>-</u>	<u>24,037</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses Before Fund Balance Allocation	15,998	(1,650)	14,348
Fund Balance Allocation	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	15,998	<u>\$ (1,650)</u>	<u>\$ 14,348</u>
Fund Balance:			
Beginning of year	<u>34,352</u>		
End of year	<u>\$ 50,350</u>		

LIBRARY FUND

<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
\$1,130,336	\$ (4,588)
26,200	1,122
1,800	1,376
5,000	(432)
15,550	(1,621)
<u>1,178,886</u>	<u>(4,143)</u>
1,524,116	48,214
52,278	10
3,751	-
17,055	-
<u>1,597,200</u>	<u>48,224</u>
<u>(418,314)</u>	<u>44,081</u>
-	-
380,000	-
-	-
<u>380,000</u>	<u>-</u>
(38,314)	44,081
<u>38,314</u>	<u>(38,314)</u>
<u>\$ -</u>	<u>\$ 5,767</u>



<u>FUND</u>	
<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
\$ 2,000,298	\$ 79,547
240,000	(38,216)
-	-
<u>2,240,298</u>	<u>41,331</u>
230,492	17,548
1,664,014	567,867
9,375	668
2,669	259
<u>1,906,550</u>	<u>586,342</u>
<u>333,748</u>	<u>627,673</u>
-	-
14,282	62,217
<u>(1,296,928)</u>	<u>(21,343)</u>
<u>(1,282,646)</u>	<u>40,874</u>
(948,898)	668,547
<u>948,898</u>	<u>(948,898)</u>
<u>\$ -</u>	<u>\$ (280,351)</u>

CITY OF OCALA, FLORIDA

SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - CONTINUED

SPECIAL REVENUE FUNDS

Year Ended September 30, 1993

	STORMWATER UTILITY		
	Actual	Adjustments to Budgetary Basis	Actual on a Budgetary Basis
Revenues:			
Intergovernmental revenues	\$ 107,812	\$ (2,341)	\$ 105,471
Charges for services	1,576,872	-	1,576,872
Interest	102,930	-	102,930
Total revenues	<u>1,787,614</u>	<u>(2,341)</u>	<u>1,785,273</u>
Expenditures:			
Current - Public works	868,044	178,072	1,046,116
Other	2,341	(2,341)	-
Capital outlay	235,700	-	235,700
Intergovernmental	460	-	460
Total expenditures	<u>1,106,545</u>	<u>175,731</u>	<u>1,282,276</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>681,069</u>	<u>(178,072)</u>	<u>502,997</u>
Other Financing Sources (Uses):			
Transfers from other funds	-	-	-
Transfers (to) other funds	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues and Other Sources Over Expenditures and Other Uses Before Fund Balance Allocation	681,069	(178,072)	502,997
Fund Balance Allocation	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues Over Expenditures and Other Uses	681,069	<u>\$ (178,072)</u>	<u>\$ 502,997</u>
Fund Balance:			
Beginning of year	<u>2,252,721</u>		
End of year	<u>\$2,933,790</u>		

<u>FUND</u>	
<u>Final Budget</u>	<u>Variance Favorable (Favorable)</u>
\$ 48,850	\$ (1,940)
-	-
2,600	(485)
<u>3,000</u>	<u>(348)</u>
<u>54,450</u>	<u>(2,773)</u>
71,489	11,773
175	175
<u>10,543</u>	<u>8,893</u>
<u>82,207</u>	<u>20,841</u>
<u>(27,757)</u>	<u>18,068</u>
26,305	-
<u>(2,268)</u>	<u>-</u>
<u>24,037</u>	<u>-</u>
(3,720)	18,068
<u>3,720</u>	<u>(3,720)</u>
<u>\$ -</u>	<u>\$ 14,348</u>

CITY OF OCALA, FLORIDA

SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - CONTINUED

SPECIAL REVENUE FUNDS

Year Ended September 30, 1993

	<u>LOCAL GASOLINE TAX</u>		
	<u>Actual</u>	<u>Adjustments to Budgetary Basis</u>	<u>Actual on a Budgetary Basis</u>
Revenues:			
Intergovernmental revenues	\$ 2,079,845	\$ -	\$ 2,079,845
Interest	201,784	-	201,784
Other	-	-	-
Total revenues	<u>2,281,629</u>	<u>-</u>	<u>2,281,629</u>
Expenditures:			
Current - Public works	185,742	27,202	213,944
Capital outlay	995,488	100,659	1,096,147
Debt Service:			
Principal payments	8,707	-	8,707
Interest	2,410	-	2,410
Total expenditures	<u>1,192,347</u>	<u>127,861</u>	<u>1,320,208</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>1,089,282</u>	<u>(127,861)</u>	<u>961,421</u>
Other Financing Sources (Uses):			
Proceeds from capital lease	-	-	-
Transfers from other funds	76,499	-	76,499
Transfers (to) other funds	<u>(1,318,271)</u>	<u>-</u>	<u>(1,318,271)</u>
Total other financing sources (uses)	<u>(1,241,772)</u>	<u>-</u>	<u>(1,241,772)</u>
Excess (Deficiency) of Revenues Over Expenditures and Other Uses Before Fund Balance Allocation	(152,490)	(127,861)	(280,351)
Fund Balance Allocation	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures and Other Uses	(152,490)	<u>\$(127,861)</u>	<u>\$(280,351)</u>
Fund Balance:			
Beginning of year	<u>5,277,936</u>		
End of year	<u>\$ 5,125,446</u>		

<u>FUND</u>	
<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
\$ -	\$ 105,471
1,565,000	11,872
114,000	(11,070)
<u>1,679,000</u>	<u>106,273</u>
1,150,518	104,402
-	-
1,360,779	1,125,079
500	40
<u>2,511,797</u>	<u>1,229,521</u>
<u>(832,797)</u>	<u>1,335,794</u>
-	-
-	-
-	-
(832,797)	1,335,794
<u>832,797</u>	<u>(832,797)</u>
<u>\$ -</u>	<u>\$ 502,997</u>

CITY OF OCALA, FLORIDA

SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL - CONTINUED

SPECIAL REVENUE FUNDS

Year Ended September 30, 1993

	<u>SHIP LOCAL HOUSING ASSISTANCE FUND</u>		
	<u>Actual</u>	<u>Adjustments to Budgetary Basis</u>	<u>Actual on a Budgetary Basis</u>
Revenues:			
Intergovernmental revenues	\$ 5,618	\$ (5,618)	\$ -
Interest	592	(592)	-
Total revenues	<u>6,210</u>	<u>(6,210)</u>	<u>-</u>
Expenditures:			
Current - General government and administration	<u>6,210</u>	<u>(6,210)</u>	<u>-</u>
Total expenditures	<u>6,210</u>	<u>(6,210)</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses Before Fund Balance Allocation	-	-	-
Fund Balance Allocation	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	-	<u>\$ -</u>	<u>\$ -</u>
Fund Balance:			
Beginning of year	<u>-</u>		
End of year	<u>\$ -</u>		

CITY OF OCALA, FLORIDA

DEBT SERVICE FUNDS

Debt Service Funds - Debt service funds are used to account for the accumulation of resources for the payment of principal, interest and related costs of the City's general long-term debt. Debt service funds used by the City are:

Excise Tax Bonds - This fund is used for the payment of principal, interest and related costs of the 1972 Refunding and Improvement Excise Tax Bonds.

Improvement Bonds - This fund is used for the payment of principal, interest and related costs of the Capital Improvement Refunding Revenue Bonds, Series 1986.

Improvement Certificates - This fund is used for the payment of principal, interest and related costs of the Capital Improvement Revenue Refunding Certificates, Series 1988.

Optional Gas Tax Bonds - This fund is used for the payment of principal, interest and related costs of the Optional Gas Tax Revenue Bonds, Series 1989, and of the Optional Gas Tax Refunding Revenue Bonds, Series 1992.

CITY OF OCALA, FLORIDA

COMBINING BALANCE SHEET

DEBT SERVICE FUNDS

September 30, 1993

<u>ASSETS</u>	<u>Excise Tax Bonds</u>	<u>Improvement Bonds</u>
Restricted equity in pooled cash and investment fund	\$ -	\$2,161,202
Restricted accrued interest receivable	<u>-</u>	<u>11,978</u>
Total Restricted Assets	<u>\$ -</u>	<u>\$2,173,180</u>
 <u>LIABILITIES AND FUND BALANCES</u> 		
Restricted accounts payable	\$ -	\$ -
Fund Balance:		
Reserved for debt service	<u>-</u>	<u>2,173,180</u>
Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$2,173,180</u>

<u>Improvement Certificates</u>	<u>Optional Gas Tax Bonds</u>	<u>Total</u>
\$1,385,058	\$2,080,793	\$5,627,053
<u>7,677</u>	<u>11,516</u>	<u>31,171</u>
<u>\$1,392,735</u>	<u>\$2,092,309</u>	<u>\$5,658,224</u>
\$ -	\$ 3,000	\$ 3,000
<u>1,392,735</u>	<u>2,089,309</u>	<u>5,655,224</u>
<u>\$1,392,735</u>	<u>\$2,092,309</u>	<u>\$5,658,224</u>

CITY OF OCALA, FLORIDA

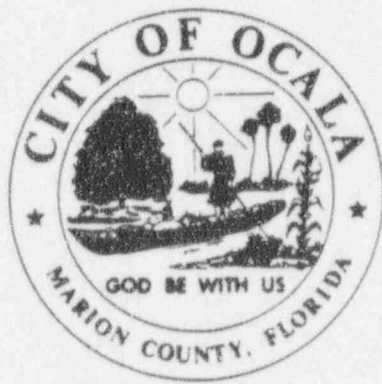
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

DEBT SERVICE FUNDS

Year Ended September 30, 1993

	<u>Excise Tax Bonds</u>	<u>Improvement Bonds</u>
Revenues:		
Interest	\$ 12,367	\$ 73,352
Expenditures:		
Debt Service:		
Bond principal payments	190,000	465,000
Bond interest and paying agents' fees	8,800	804,635
Total expenditures	<u>198,800</u>	<u>1,269,635</u>
(Excess) of Expenditures Over Revenues	<u>(186,433)</u>	<u>(1,196,283)</u>
Other Financing Sources (Uses):		
Proceeds from refunding bonds	-	-
Payment to refunding bonds escrow agent	-	-
Transfers from other funds	148,200	1,278,810
Transfers (to) other funds	<u>(393,732)</u>	<u>(173,639)</u>
Total other financing sources (uses)	<u>(245,532)</u>	<u>1,105,171</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	(431,965)	(91,112)
Fund Balance:		
Beginning of year	<u>431,965</u>	<u>1,264,292</u>
End of year	<u>\$ -</u>	<u>\$ 2,173,180</u>

<u>Improvement Certificates</u>	<u>Optional Gas Tax Bonds</u>	<u>Total</u>
\$ 52,999	\$ 77,500	\$ 216,218
680,000	395,000	1,730,000
410,170	1,010,661	2,234,266
<u>1,090,170</u>	<u>1,405,661</u>	<u>3,964,266</u>
(1,037,171)	(1,328,161)	(3,748,048)
-	14,143,855	14,143,855
-	(13,976,315)	(13,976,315)
1,186,570	1,318,271	3,931,851
(424,141)	(76,499)	(1,068,011)
<u>762,429</u>	<u>1,409,312</u>	<u>3,031,380</u>
(274,742)	81,151	(716,668)
<u>1,667,477</u>	<u>2,008,158</u>	<u>6,371,892</u>
<u>\$ 1,392,735</u>	<u>\$ 2,089,309</u>	<u>\$ 5,655,224</u>



CITY OF OCALA, FLORIDA

CAPITAL PROJECT FUNDS

Capital Project Funds - The Capital Projects Funds are used to account for resources earmarked for the acquisition and construction of major capital facilities and other project oriented activities other than those financed by proprietary funds. Capital project funds used by the City are:

Capital Improvement Construction Fund - The Capital Improvement Construction Fund is used to account for the resources earmarked for the acquisition of right-of-way and the construction of and improvements to N.E. 14th Street, which is a major arterial street project.

Optional Gas Tax Construction Fund - This fund is used to account for resources earmarked for construction of and improvements to several roadways exclusive of the N.E. 14th Street project.



CITY OF OCALA, FLORIDA

COMBINING BALANCE SHEET

CAPITAL PROJECT FUNDS

September 30, 1993

<u>ASSETS</u>	<u>Capital Improvement Construction</u>	<u>Optional Gas Tax Construction</u>	<u>Total</u>
Equity in pooled cash and investment fund	\$ 346,999	\$1,195,524	\$ 1,542,523
Accrued interest receivable	1,923	6,636	8,559
Accounts and notes receivable	-	461,042	461,042
Due from other governments	<u>-</u>	<u>73,005</u>	<u>73,005</u>
Total Assets	<u>\$ 348,922</u>	<u>\$1,736,207</u>	<u>\$ 2,085,129</u>
 <u>LIABILITIES AND FUND BALANCES</u> 			
Current Liabilities:			
Accounts payable	<u>\$ -</u>	<u>\$ 413,022</u>	<u>\$ 413,022</u>
Fund Balance:			
Reserved for encumbrances	-	118,809	118,809
Unreserved and undesignated	<u>348,922</u>	<u>1,204,376</u>	<u>1,553,298</u>
Total fund balance	<u>348,922</u>	<u>1,323,185</u>	<u>1,672,107</u>
Total Liabilities and Fund Balance	<u>\$ 348,922</u>	<u>\$1,736,207</u>	<u>\$ 2,085,129</u>

CITY OF OCALA, FLORIDA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

CAPITAL PROJECT FUNDS

Year Ended September 30, 1993

	<u>Capital Improvement Construction</u>	<u>Optional Gas Tax Construction</u>	<u>Total</u>
Revenues:			
Other intergovernmental revenues	\$ -	\$ 2,173,844	\$ 2,173,844
Interest	15,675	74,688	90,363
Gifts	-	-	-
Total revenues	<u>15,675</u>	<u>2,248,532</u>	<u>2,264,207</u>
Expenditures:			
Current:			
Public works	10,170	508,080	518,250
Capital outlay	106,655	3,517,251	3,623,906
Total expenditures	<u>116,825</u>	<u>4,025,331</u>	<u>4,142,156</u>
(Deficiency) of Revenues Over Expenditures Before Fund Balance Allocation	(101,150)	(1,776,799)	(1,877,949)
Fund Balance Allocation	<u>-</u>	<u>-</u>	<u>-</u>
(Deficiency) of Revenues Over Expenditures	(101,150)	(1,776,799)	(1,877,949)
Fund Balance at Beginning of Year	<u>450,072</u>	<u>3,099,984</u>	<u>3,550,056</u>
Fund Balance at End of Year	<u>\$ 348,922</u>	<u>\$ 1,323,185</u>	<u>\$ 1,672,107</u>

<u>Adjustments to a Budgetary Basis</u>	<u>Actual on a Budgetary Basis</u>	<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
\$ -	\$ 2,173,844	\$ 2,623,621	\$ (449,777)
(15,675)	74,688	96,000	(21,312)
-	-	-	-
<u>(15,675)</u>	<u>2,248,532</u>	<u>2,719,621</u>	<u>(471,089)</u>
(5,468)	512,782	429,979	(82,803)
<u>7,452</u>	<u>3,631,358</u>	<u>4,166,315</u>	<u>534,957</u>
<u>1,984</u>	<u>4,144,140</u>	<u>4,596,294</u>	<u>452,154</u>
(17,659)	(1,895,608)	(1,876,673)	(18,935)
-	-	1,876,673	(1,876,673)
<u>\$ (17,659)</u>	<u>\$ (1,895,608)</u>	<u>\$ -</u>	<u>\$ (1,895,608)</u>



CITY OF OCALA, FLORIDA

ENTERPRISE FUNDS

Enterprise Funds - Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private businesses where the intent of the governing body is that the costs (including depreciation) of providing certain goods and services to the general public be financed or recovered primarily through user charges or where the governing body has deemed that periodic determination of net income is appropriate for purposes of monitoring capital maintenance, accountability or other purposes.

Electric System Revenue Fund - This fund is used to account for the construction, operation and maintenance of the City-owned portion of CR-3 and the City-owned electric system as well as sales of electricity and other services to the general public. Electricity rates charged to customers are set by City Council within the rate structure established by the Florida Public Service Commission.

Water and Sewer Fund - This fund accounts for the construction, operation and maintenance of the City-owned water and sewer system.

Sanitation Fund - This fund accounts for the operation and maintenance of the City's refuse collection system.

Municipal Golf Course Fund - This fund accounts for the construction, operation and maintenance of the City's golf courses.

Fort King Tennis Court Fund - This fund accounts for the operation and maintenance of the Fort King tennis courts.

Municipal Trailer Park Fund - This fund accounts for the operation and maintenance of the City-owned trailer park.

Ocala Municipal Airport (Jim Taylor Field) Fund - This fund accounts for the construction, operation and maintenance of the City's airport.

Florida Emergency Training Facility - This fund accounts for the construction, operations and maintenance of an emergency training facility adjacent to the City airport.

CITY OF OCALA, FLORIDA

COMBINING BALANCE SHEET

ENTERPRISE FUNDS

September 30, 1993

<u>ASSETS</u>	<u>Electric System Revenue</u>	<u>Water and Sewer</u>	<u>Sanitation</u>
Current Assets			
Cash and investments	\$ 2,125	\$ 450	\$ -
Equity in pooled cash and investment fund	1,531,208	3,032,270	177,833
Accrued interest receivable	6,559	15,634	850
Accounts and notes receivable	5,860,800	80,535	-
Accrued unbilled revenues	4,569,014	-	-
Due from other funds	-	552,533	248,096
Interfund loans receivable	63,327	-	-
Inventories	2,206,523	86,873	-
Due from other governments	67,347	16,551	54,383
Other current assets	149,458	42,032	-
Total current assets	<u>14,456,361</u>	<u>3,826,878</u>	<u>481,162</u>
Restricted Assets:			
Cash and investments	19,109,100	17,465,916	-
Equity in pooled cash and investment fund	22,783,524	14,091,764	-
Accrued interest receivable	262,153	414,735	-
Due from other governments	-	40,543	-
Other	-	164,348	-
Total restricted assets	<u>42,154,777</u>	<u>32,177,306</u>	<u>-</u>
Interfund Loans Receivable After One Year	481,025	-	-
Property, Plant and Equipment, net	61,354,265	76,214,347	1,402,992
Issuance Costs on Long-Term Debt	307,649	552,816	-
Total Assets	<u>\$118,754,077</u>	<u>\$112,771,347</u>	<u>\$1,884,154</u>

<u>Municipal Golf Course</u>	<u>Port King Tennis Court</u>	<u>Municipal Trailer Park</u>	<u>Ocala Municipal Airport</u>	<u>Florida Emergency Training Facility</u>	<u>Total</u>
\$ 1,938	\$ 50	\$ 100	\$ 8,538	\$ -	\$ 13,201
435,361	6,912	44,790	-	6,533	5,234,907
1,976	42	247	38	36	25,382
1,218	15	-	33,321	-	5,975,889
-	-	-	-	-	4,569,014
-	-	-	-	-	800,629
-	-	-	-	-	63,327
59,576	-	-	-	-	2,352,972
991	-	-	833	-	140,105
2,511	-	-	-	-	194,001
<u>503,571</u>	<u>7,019</u>	<u>45,137</u>	<u>42,730</u>	<u>6,569</u>	<u>19,369,427</u>
-	-	-	-	-	36,575,016
-	-	-	-	542,167	37,417,455
-	-	-	-	2,948	679,836
-	-	-	181,596	9,000	231,139
-	-	-	-	-	164,348
-	-	-	<u>181,596</u>	<u>554,115</u>	<u>75,067,794</u>
-	-	-	-	-	481,025
5,436,691	99,845	38,692	9,756,962	1,958	154,305,752
-	-	-	-	-	860,465
<u>\$5,940,262</u>	<u>\$106,864</u>	<u>\$ 83,829</u>	<u>\$9,981,288</u>	<u>\$562,642</u>	<u>\$250,084,463</u>

Continued

CITY OF OCALA, FLORIDA

COMBINING BALANCE SHEET - CONTINUED

ENTERPRISE FUNDS

September 30, 1993

<u>LIABILITIES AND FUND EQUITY</u>	<u>Electric System Revenue</u>	<u>Water and Sewer</u>	<u>Sanitation</u>
Current Liabilities:			
Accounts payable	\$ 4,784,214	\$ 128,947	\$ 205,079
Compensated absences payable	188,226	71,779	51,028
Accrued interest payable	3,122	-	-
Due to other funds	880,175	-	-
Customer deposits	2,967,703	-	-
Deferred revenue	-	-	-
Interfund loans payable	-	-	-
Total current liabilities	<u>8,823,440</u>	<u>200,726</u>	<u>256,107</u>
Liabilities Payable from Restricted Assets:			
Accounts payable	109,483	324,348	-
Accrued interest payable	1,058,177	2,018,045	-
Deferred revenue	-	211,807	-
Revenue bonds payable within one year	3,335,000	1,195,000	-
Decommissioning costs	1,016,652	-	-
Total liabilities payable from restricted assets	<u>5,519,312</u>	<u>3,749,200</u>	<u>-</u>
Interfund Loans Payable After One Year	<u>-</u>	<u>-</u>	<u>-</u>
Revenue Bonds and Notes Payable After One Year	<u>32,728,752</u>	<u>60,866,031</u>	<u>-</u>
Total liabilities	<u>47,071,504</u>	<u>64,815,957</u>	<u>256,107</u>
Fund Equity:			
Contributed equity	5,090,075	13,977,724	8,515
Retained earnings:			
Reserved for debt service	-	8,929,494	-
Reserved for renewal and replacement	21,770,067	3,980,722	-
Total reserved retained earnings	<u>21,770,067</u>	<u>12,910,216</u>	<u>-</u>
Unreserved	44,822,431	21,067,450	1,619,532
Total retained earnings	<u>66,592,498</u>	<u>33,977,666</u>	<u>1,619,532</u>
Total fund equity	<u>71,682,573</u>	<u>47,955,390</u>	<u>1,628,047</u>
Total Liabilities and Fund Equity	<u>\$118,754,077</u>	<u>\$112,771,347</u>	<u>\$1,884,154</u>

<u>Municipal Golf Course</u>	<u>Fort King Tennis Court</u>	<u>Municipal Trailer Park</u>	<u>Ocala Municipal Airport</u>	<u>Florida Emergency Training Facility</u>	<u>Total</u>
\$ 203,802	\$ 2,104	\$ 1,098	\$ 16,016	\$ 1,176	\$ 5,342,436
27,905	210	691	737	-	340,576
-	-	-	-	-	3,122
-	-	-	234,081	-	1,114,256
-	-	-	-	-	2,967,703
48,579	-	-	3,176	-	51,755
80,517	2,714	-	7,827	-	91,058
<u>360,803</u>	<u>5,028</u>	<u>1,789</u>	<u>261,837</u>	<u>1,176</u>	<u>9,910,906</u>
-	-	-	2,396	-	436,227
-	-	-	-	-	3,076,222
-	-	-	15,625	554,115	781,547
-	-	-	-	-	4,530,000
-	-	-	-	-	1,016,652
-	-	-	18,021	554,115	9,840,648
<u>276,758</u>	<u>49,492</u>	<u>-</u>	<u>259,025</u>	<u>-</u>	<u>585,275</u>
-	-	-	-	-	93,594,783
<u>637,561</u>	<u>54,520</u>	<u>1,789</u>	<u>538,883</u>	<u>555,291</u>	<u>113,931,612</u>
<u>3,853,439</u>	<u>-</u>	<u>-</u>	<u>8,767,677</u>	<u>1,468</u>	<u>31,698,898</u>
-	-	-	-	-	8,929,494
-	-	-	-	-	25,750,789
-	-	-	-	-	34,680,283
<u>1,449,262</u>	<u>52,344</u>	<u>82,040</u>	<u>674,728</u>	<u>5,883</u>	<u>69,773,670</u>
<u>1,449,262</u>	<u>52,344</u>	<u>82,040</u>	<u>674,728</u>	<u>5,883</u>	<u>104,453,953</u>
<u>5,302,701</u>	<u>52,344</u>	<u>82,040</u>	<u>9,442,405</u>	<u>7,351</u>	<u>136,152,851</u>
<u>\$5,940,262</u>	<u>\$106,864</u>	<u>\$ 83,829</u>	<u>\$9,981,288</u>	<u>\$562,642</u>	<u>\$250,084,463</u>

CITY OF OCALA, FLORIDA

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS

ENTERPRISE FUNDS

Year Ended September 30, 1993

	<u>Electric System Revenue</u>	<u>Water and Sewer</u>	<u>Sanitation</u>
Operating Revenues:			
Sale of electricity	\$ 70,020,329	\$ -	\$ -
Sale of water	-	3,624,031	-
Sewer and sanitation service charges	-	7,988,077	5,405,116
Fees and rentals	-	21,000	-
Commissions	-	-	-
Other	1,628,512	323,546	18,717
Total operating revenues	<u>71,648,841</u>	<u>11,956,654</u>	<u>5,423,833</u>
Operating Expenses:			
Purchase of electricity	39,774,506	-	-
Distribution	5,511,251	483,369	-
Back-up	601,053	-	-
Transmission	346,030	-	-
Operation and maintenance	2,232,577	-	4,787,601
Water and sewer treatment	-	2,053,677	-
Sewer collection	-	825,456	-
Administration	1,717,610	1,365,720	304,817
Depreciation and amortization	3,265,525	1,745,024	256,384
Other	1,674,287	260,736	-
Total operating expenses	<u>55,122,839</u>	<u>6,733,982</u>	<u>5,348,802</u>
Operating Income (Loss)	<u>16,526,002</u>	<u>5,222,672</u>	<u>75,031</u>
Non-Operating Revenues (Expenses):			
Interest income	1,236,103	1,150,189	11,309
Interest expense	(1,071,439)	(2,501,703)	-
Other non-operating revenue	527,821	3,724	195,901
Other non-operating expense	(258,848)	(3,724)	(192,761)
Total non-operating revenues (expenses)	<u>433,637</u>	<u>(1,351,514)</u>	<u>14,449</u>
Income (Loss) Before Operating Transfers	<u>16,959,639</u>	<u>3,871,158</u>	<u>89,480</u>
Operating Transfers:			
From other funds	126,167	12,979	176,538
(To) other funds	(12,094,920)	(421,644)	(214,039)
Total operating transfers	<u>(11,968,753)</u>	<u>(408,665)</u>	<u>(37,501)</u>
Net Income (Loss)	4,990,886	3,462,493	51,979
Retained Earnings, beginning of year	<u>61,601,612</u>	<u>30,515,173</u>	<u>1,567,553</u>
Retained Earnings, end of year	<u>\$ 66,592,498</u>	<u>\$ 33,977,666</u>	<u>\$1,619,532</u>

<u>Municipal Golf Course</u>	<u>Port King Tennis Court</u>	<u>Municipal Trailer Park</u>	<u>Ocala Municipal Airport</u>	<u>Florida Emergency Training Facility</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 70,020,329
-	-	-	-	-	3,624,031
-	-	-	-	-	13,393,193
1,767,665	63,371	81,408	163,916	-	2,097,360
13,614	-	-	60,144	-	73,758
213,802	23	738	6,476	-	2,191,814
<u>1,995,081</u>	<u>63,394</u>	<u>82,146</u>	<u>230,536</u>	<u>-</u>	<u>91,400,485</u>
-	-	-	-	-	39,774,506
-	-	-	-	-	5,994,620
-	-	-	-	-	601,053
-	-	-	-	-	346,030
1,712,251	59,923	66,282	111,835	-	8,970,469
-	-	-	-	-	2,053,677
-	-	-	-	-	825,456
50,000	-	-	-	4,709	3,442,856
283,625	5,689	1,327	275,187	-	5,832,761
142,969	-	-	-	-	2,077,992
<u>2,188,845</u>	<u>65,612</u>	<u>67,609</u>	<u>387,022</u>	<u>4,709</u>	<u>69,919,420</u>
<u>(193,764)</u>	<u>(2,218)</u>	<u>14,537</u>	<u>(156,486)</u>	<u>(4,709)</u>	<u>21,481,065</u>
17,503	566	1,689	6,520	102	2,423,981
(12,210)	(1,965)	-	(9,934)	-	(3,597,251)
13,063	-	-	14,197	-	754,706
<u>(12,293)</u>	<u>-</u>	<u>-</u>	<u>(23,577)</u>	<u>-</u>	<u>(491,203)</u>
6,063	(1,399)	1,689	(12,794)	102	(909,767)
<u>(187,701)</u>	<u>(3,617)</u>	<u>16,226</u>	<u>(169,280)</u>	<u>(4,607)</u>	<u>20,571,298</u>
354,407	-	1,696	768,426	29,938	1,470,151
(213,345)	-	(4,746)	(138,711)	(19,448)	(13,106,853)
141,062	-	(3,050)	629,715	10,490	(11,636,702)
(46,639)	(3,617)	13,176	460,435	5,883	8,934,596
<u>1,495,901</u>	<u>55,961</u>	<u>68,864</u>	<u>214,293</u>	<u>-</u>	<u>95,519,357</u>
<u>\$1,449,262</u>	<u>\$ 52,344</u>	<u>\$ 82,040</u>	<u>\$ 674,728</u>	<u>\$ 5,883</u>	<u>\$104,453,953</u>

CITY OF OCALA, FLORIDA

COMBINING STATEMENT OF CASH FLOWS

ENTERPRISE FUNDS

Year Ended September 30, 1993

	<u>Electric System Revenue</u>	<u>Water and Sewer</u>	<u>Sanitation</u>
Increase (Decrease) in Cash and Cash Equivalents:			
Cash Flows From Operating Activities:			
Cash received from customers	\$ 70,870,615	\$ 12,572,375	\$ 5,434,596
Cash paid to suppliers for goods and services	(48,576,614)	(3,612,530)	(3,385,725)
Cash paid to employees for services	(3,074,909)	(2,034,039)	(1,700,666)
Net cash provided by operating activities	<u>19,219,092</u>	<u>6,925,806</u>	<u>348,205</u>
Cash Flows From Non-Capital Financing Activities:			
Operating transfers in	126,167	12,979	176,538
Operating transfers out	(12,094,920)	(421,644)	(214,039)
Other	268,973	-	3,140
Net cash provided by (used in) non-capital financial activities	<u>(11,699,780)</u>	<u>(408,665)</u>	<u>(34,361)</u>
Cash Flows From Capital and Related Financing Activities:			
Acquisition and construction of capital assets	(5,722,481)	(4,888,163)	(291,020)
Principal paid on bonds	(2,365,000)	(680,000)	-
Interest paid on bonds	(2,241,262)	(4,185,356)	-
Interest received (paid) on loans to other funds	22,144	-	-
Principal (paid) received on loans to other funds	62,656	-	-
Contributions received from other governments and developers	713,229	1,328,372	-
Net cash used in capital and related financing activities	<u>(9,530,714)</u>	<u>(8,425,147)</u>	<u>(291,020)</u>
Cash Flows From Investing Activities:			
Purchase of investments	(17,619,962)	(6,388,264)	-
Interest received	1,442,257	1,412,712	10,459
Net cash provided by (used in) investing activities	<u>(16,177,705)</u>	<u>(4,975,552)</u>	<u>10,459</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(18,189,107)	(6,883,558)	33,283
Cash and Cash Equivalents, beginning of year	<u>43,168,459</u>	<u>27,712,804</u>	<u>144,550</u>
Cash and Cash Equivalents, end of year	<u>\$ 24,979,352</u>	<u>\$ 20,829,246</u>	<u>\$ 177,833</u>

<u>Municipal Golf Course</u>	<u>Fort King Tennis Court</u>	<u>Municipal Trailer Park</u>	<u>Ocala Municipal Airport</u>	<u>Florida Emergency Training Facility</u>	<u>Total</u>
\$1,984,395	\$ 63,379	\$ 81,568	\$ 227,878	\$ -	\$ 91,234,806
(785,194)	(27,200)	(31,169)	(159,271)	(3,533)	(56,581,236)
<u>(973,509)</u>	<u>(33,267)</u>	<u>(35,211)</u>	<u>(39,048)</u>	<u>-</u>	<u>(7,890,649)</u>
<u>225,692</u>	<u>2,912</u>	<u>15,188</u>	<u>29,559</u>	<u>(3,533)</u>	<u>26,762,921</u>
354,407	-	1,696	768,426	29,938	1,470,151
(213,345)	-	(4,746)	(138,711)	(19,448)	(13,106,853)
<u>770</u>	<u>-</u>	<u>-</u>	<u>(10,213)</u>	<u>545,115</u>	<u>807,785</u>
<u>141,832</u>	<u>-</u>	<u>(3,050)</u>	<u>619,502</u>	<u>555,605</u>	<u>(10,828,917)</u>
(222,561)	(2,225)	-	(2,752,958)	(1,958)	(13,881,366)
-	-	-	-	-	(3,045,000)
-	-	-	-	-	(6,426,618)
(12,210)	(1,965)	-	(9,934)	-	(1,965)
24,275	(2,482)	-	(7,156)	-	77,293
<u>-</u>	<u>-</u>	<u>-</u>	<u>1,972,313</u>	<u>1,468</u>	<u>4,015,382</u>
<u>(210,496)</u>	<u>(6,672)</u>	<u>-</u>	<u>(797,735)</u>	<u>(490)</u>	<u>(19,262,274)</u>
-	-	-	-	-	(24,008,226)
<u>15,527</u>	<u>524</u>	<u>1,442</u>	<u>6,482</u>	<u>(2,882)</u>	<u>2,886,521</u>
<u>15,527</u>	<u>524</u>	<u>1,442</u>	<u>6,482</u>	<u>(2,882)</u>	<u>(21,121,705)</u>
172,555	(3,236)	13,580	(142,192)	548,700	(24,449,975)
<u>264,744</u>	<u>10,198</u>	<u>31,310</u>	<u>150,730</u>	<u>-</u>	<u>71,482,795</u>
<u>\$ 437,299</u>	<u>\$ 6,962</u>	<u>\$ 44,890</u>	<u>\$ 8,538</u>	<u>\$548,700</u>	<u>\$ 47,032,820</u>

CITY OF OCALA, FLORIDA

COMBINING STATEMENT OF CASH FLOWS - CONTINUED

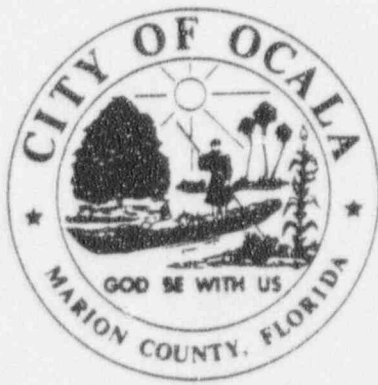
ENTERPRISE FUNDS

Year Ended September 30, 1993

	<u>Electric System Revenue</u>	<u>Water and Sewer</u>	<u>Sanitation</u>
Reconciliation of Cash and Cash Equivalents to Balance Sheet:			
Total unrestricted cash and investments per the balance sheet	\$ 1,533,333	\$ 3,032,720	\$ 177,833
Total restricted cash and investments per the balance sheet	<u>41,892,624</u>	<u>31,557,680</u>	<u>-</u>
Total cash and investments	43,425,957	34,590,400	177,833
Less: Investments not meeting the definition of cash equivalents	<u>(18,446,605)</u>	<u>(13,761,154)</u>	<u>-</u>
Cash and Cash Equivalents, end of year	<u>\$ 24,979,352</u>	<u>\$ 20,829,246</u>	<u>\$ 177,833</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:			
Operating income (loss)	\$ 16,526,002	\$ 5,222,672	\$ 75,031
Adjustments to reconcile net income to cash provided from operating activities:			
Depreciation and amortization	3,265,525	1,745,024	256,384
(Gain) loss on fixed asset disposal	262,609	2,615	(4,150)
Changes in assets and liabilities:			
Accounts and notes receivable	(851,541)	43,786	-
Due from other governments	(12,749)	411,666	9,311
Accrued unbilled revenue	(182,323)	-	-
Due (to) from other funds	45,692	(45,244)	1,452
Inventories	(105,426)	39,735	-
Other assets	(18,102)	(99,974)	-
Accounts payable	(183,228)	(607,439)	10,575
Decommissioning costs	190,009	-	-
Compensated absences payable	14,232	7,452	(398)
Customer deposits	268,392	-	-
Deferred revenue	<u>-</u>	<u>205,513</u>	<u>-</u>
Net Cash Provided by (Used in) Operating Activities	<u>\$ 19,219,092</u>	<u>\$ 6,925,806</u>	<u>\$ 348,205</u>

<u>Municipal Golf Course</u>	<u>Fort King Tennis Court</u>	<u>Municipal Trailer Park</u>	<u>Ocala Municipal Airport</u>	<u>Florida Emergency Training Facility</u>	<u>Total</u>
\$ 437,299	\$ 6,962	\$ 44,890	\$ 8,538	\$ 6,533	\$ 5,248,108
-	-	-	-	542,167	73,992,471
<u>437,299</u>	<u>6,962</u>	<u>44,890</u>	<u>8,538</u>	<u>548,700</u>	<u>79,240,579</u>
-	-	-	-	-	(32,207,759)
<u>\$ 437,299</u>	<u>\$ 6,962</u>	<u>\$ 44,890</u>	<u>\$ 8,538</u>	<u>\$548,700</u>	<u>\$ 47,032,820</u>

\$ (193,764)	\$ (2,218)	\$ 14,537	\$ (156,486)	\$ (4,709)	\$ 21,481,065
283,625	5,689	1,327	275,187	-	5,832,762
9,945	-	(578)	-	-	270,441
760	(15)	-	(2,658)	-	(809,668)
(991)	-	-	-	-	407,237
-	-	-	-	-	(182,323)
-	-	-	-	-	1,900
5,842	-	-	-	-	(59,849)
(1,310)	1,068	-	-	-	(118,318)
134,269	(1,518)	175	(86,912)	1,176	(732,902)
-	-	-	-	-	190,009
(2,229)	(94)	(273)	428	-	19,118
-	-	-	-	-	268,392
<u>(10,455)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>195,058</u>
<u>\$ 225,692</u>	<u>\$ 2,912</u>	<u>\$ 15,188</u>	<u>\$ 29,559</u>	<u>\$ (3,533)</u>	<u>\$ 26,762,921</u>



CITY OF OCALA, FLORIDA

INTERNAL SERVICE FUNDS

Internal Service Funds - The Internal Service Funds account for the operation of departments which exist solely to provide services to other City departments. The revenues of the Internal Service Funds are derived from user fees and self insurance premiums charged to other City funds. The Internal Service Funds used by the City are:

Internal Service Fund - This fund accounts for the operation of management information system, central services, building maintenance, clinic and purchasing and warehousing departments.

Fleet Management Fund - This fund accounts for the operation of the fleet management department, which is responsible for replacing, specifying, acquiring, maintaining and disposing of approximately 930 units of gas driven equipment.

Self-Insurance Fund - This fund accounts for the operation of the risk management department and for the costs of the City's self-insurance plans.

CITY OF OCALA, FLORIDA

COMBINING BALANCE SHEET

INTERNAL SERVICE FUNDS

September 30, 1993

<u>ASSETS</u>	<u>Internal Service</u>	<u>Fleet Management</u>	<u>Self- Insurance</u>	<u>Total</u>
Current Assets:				
Cash and investments	\$ 150	\$ 200	\$ 150	\$ 500
Equity in pooled cash and investment fund	415,929	5,983,931	2,389,386	8,789,246
Accrued interest receivable	3,663	31,990	11,945	47,598
Accounts receivable	14,667	355	-	15,022
Interfund loans receivable	-	25,017	-	25,017
Inventories	84,398	57,237	-	141,635
Due from other governments	2,072	14,386	6,000	22,458
Other current assets	25,768	485	20,753	47,006
Total current assets	<u>546,647</u>	<u>6,113,601</u>	<u>2,428,234</u>	<u>9,088,482</u>
Interfund Loans Receivable After One Year	-	54,758	-	54,758
Property, Plant and Equipment, net	<u>6,573,557</u>	<u>422,771</u>	<u>20,531</u>	<u>7,016,859</u>
Total Assets	<u>\$7,120,204</u>	<u>\$6,591,130</u>	<u>\$2,448,765</u>	<u>\$16,160,099</u>

LIABILITIES AND FUND EQUITY

Current Liabilities:				
Accounts payable	\$ 54,432	\$ 50,211	\$ 96,379	\$ 201,022
Claims payable	-	-	2,754,833	2,754,833
Compensated absences payable	36,948	24,710	-	61,658
Deferred revenue	-	-	16,745	16,745
Notes payable within one year	247,401	-	-	247,401
Total current liabilities	<u>338,781</u>	<u>74,921</u>	<u>2,867,957</u>	<u>3,281,659</u>
Notes payable after one year	<u>93,784</u>	<u>-</u>	<u>-</u>	<u>93,784</u>
Total liabilities	<u>432,565</u>	<u>74,921</u>	<u>2,867,957</u>	<u>3,375,443</u>
Fund Equity:				
Contributed equity	1,293,863	-	20,401	1,314,264
Unreserved retained earnings (deficit)	<u>5,393,776</u>	<u>6,516,209</u>	<u>(439,593)</u>	<u>11,470,392</u>
Total fund equity	<u>6,687,639</u>	<u>6,516,209</u>	<u>(419,192)</u>	<u>12,784,656</u>
Total Liabilities and Fund Equity	<u>\$7,120,204</u>	<u>\$6,591,130</u>	<u>\$2,448,765</u>	<u>\$16,160,099</u>

CITY OF OCALA, FLORIDA

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS

INTERNAL SERVICE FUNDS

Year Ended September 30, 1993

	<u>Internal Service</u>	<u>Fleet Management</u>	<u>Self- Insurance</u>	<u>Total</u>
Operating Revenues:				
Fees and rentals	\$2,957,959	\$3,933,943	\$ 499,769	\$ 7,391,671
Employer insurance contributions	-	-	2,833,367	2,833,367
Employee insurance contributions	-	-	1,078,182	1,078,182
Other	601	83,333	138,853	222,787
Total operating revenues	<u>2,958,560</u>	<u>4,017,276</u>	<u>4,550,171</u>	<u>11,526,007</u>
Operating Expenses:				
Fleet management	-	2,360,692	-	2,360,692
Purchasing and warehousing	627,976	-	-	627,976
Management information system and central services	745,738	-	-	745,738
Building maintenance	863,911	-	-	863,911
Insurance, admin and other	-	-	4,067,197	4,067,197
Depreciation and amortization	463,904	91,671	5,740	561,315
Other	171,335	-	-	171,335
Total operating expenses	<u>2,872,864</u>	<u>2,452,363</u>	<u>4,072,937</u>	<u>9,398,164</u>
Operating Income	<u>85,696</u>	<u>1,564,913</u>	<u>477,234</u>	<u>2,127,843</u>
Non-Operating Revenues (Expenses):				
Interest income	22,063	220,246	69,362	311,671
Interest expense	(36,767)	-	-	(36,767)
Other non-operating expense	(2,771)	(1,630)	-	(4,401)
Other non-operating revenue	2,771	1,630	-	4,401
Total non-operating revenues (expenses)	<u>(14,704)</u>	<u>220,246</u>	<u>69,362</u>	<u>274,904</u>
Income (Loss) Before Operating Transfers	<u>70,992</u>	<u>1,785,159</u>	<u>546,596</u>	<u>2,402,747</u>
Operating Transfers:				
From other funds	60,314	1,951	-	62,265
(To) other funds	(168,730)	(672,997)	-	(841,727)
Total operating transfers	<u>(108,416)</u>	<u>(671,046)</u>	<u>-</u>	<u>(779,462)</u>
Net Income (Loss)	(37,424)	1,114,113	546,596	1,623,285
Retained Earnings, beginning of year	<u>5,431,200</u>	<u>5,402,096</u>	<u>(986,189)</u>	<u>9,847,107</u>
Retained Earnings, end of year	<u>\$5,393,776</u>	<u>\$6,516,209</u>	<u>\$ (439,593)</u>	<u>\$11,470,392</u>

CITY OF OCALA, FLORIDA

COMBINING STATEMENT OF CASH FLOWS

INTERNAL SERVICE FUNDS

Year Ended September 30, 1993

	<u>Internal Service</u>	<u>Fleet Management</u>	<u>Self- Insurance</u>	<u>Total</u>
Cash Flows From Operating Activities:				
Cash received from employees	\$ -	\$ -	\$ 1,078,182	\$ 1,078,182
Cash paid to suppliers for goods and services	(1,155,283)	(1,583,524)	(449,186)	(3,187,993)
Cash paid to employees for services	(1,207,199)	(856,636)	(288,385)	(2,352,220)
Cash received from other funds	2,951,105	4,030,239	3,488,971	10,470,315
Cash paid for insurance claims	-	-	(3,279,465)	(3,279,465)
Net cash provided by operating activities	<u>588,623</u>	<u>1,590,079</u>	<u>550,117</u>	<u>2,728,819</u>
Cash Flows From Non-Capital Financing Activities:				
Operating transfers in	60,314	1,951	-	62,265
Operating transfers out	(168,730)	(672,997)	-	(841,727)
Net cash provided by (used in) non-capital financing activities	<u>(108,416)</u>	<u>(671,046)</u>	<u>-</u>	<u>(779,462)</u>
Cash Flows From Capital and Related Financing Activities:				
Acquisition and construction of capital assets	(149,721)	(35,668)	(8,046)	(193,435)
Principal paid on notes payable	(228,778)	-	-	(228,778)
Interfund loans	-	(79,775)	-	(79,775)
Interest paid on notes payable	(36,767)	-	-	(36,767)
Net cash used in capital and related financing activities	<u>(415,266)</u>	<u>(115,443)</u>	<u>(8,046)</u>	<u>(538,755)</u>
Cash Flows From Investing Activities:				
Interest received	18,400	188,256	57,417	264,073
Net cash provided by investing activities	<u>18,400</u>	<u>188,256</u>	<u>57,417</u>	<u>264,073</u>
Net Increase in Cash and Cash Equivalents	83,341	991,846	599,488	1,674,675
Cash and Cash Equivalents, beginning of year	<u>332,738</u>	<u>4,992,285</u>	<u>1,790,048</u>	<u>7,115,071</u>
Cash and Cash Equivalents, end of year	<u>\$ 416,079</u>	<u>\$ 5,984,131</u>	<u>\$ 2,389,536</u>	<u>\$ 8,789,746</u>

Continued

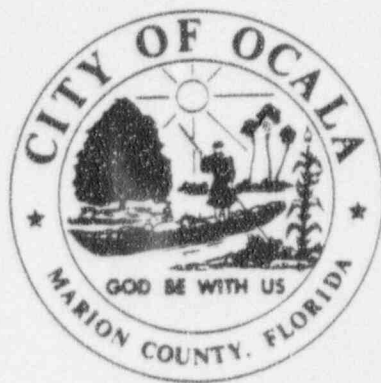
CITY OF OCALA, FLORIDA

COMBINING STATEMENT OF CASH FLOWS - CONTINUED

INTERNAL SERVICE FUNDS

Year Ended September 30, 1993

	<u>Internal Service</u>	<u>Fleet Management</u>	<u>Self- Insurance</u>	<u>Total</u>
Reconciliation of Operating Income (Loss) to Cash Provided by (Used in) Operating Activities:				
Operating income (loss)	\$ 85,696	\$ 1,564,913	\$ 477,234	\$ 2,127,843
Adjustment to reconcile net income to cash flows provided by operating activities:				
Depreciation	463,904	91,671	5,740	561,315
Loss on disposal of property, plant and equipment	34,394	(5,814)	7,491	36,071
Changes in assets and liabilities:				
Accounts receivable	(7,244)	(280)	6,237	(1,287)
Inventories	626	11,707	-	12,333
Due from other governments	(211)	13,728	(6,000)	7,517
Other current assets	18,714	(485)	86,337	104,566
Accounts payable	(12,518)	(85,904)	6,786	(91,636)
Claims payable	-	-	(50,453)	(50,453)
Compensated absences payable	5,262	543	-	5,805
Deferred revenue	-	-	16,745	16,745
Net Cash Provided by Operating Activities	<u>\$ 588,623</u>	<u>\$ 1,590,079</u>	<u>\$ 550,117</u>	<u>\$ 2,728,819</u>



CITY OF OCALA, FLORIDA

TRUST AND AGENCY FUNDS

Trust Funds - The Trust Funds of the City are Pension Trust Funds and Expendable Trust Funds. The Trust Funds are used to account for assets held by the City in a trustee capacity. The measurement focus and basis of accounting of the Pension Trust Funds are similar to Proprietary Funds and they are therefore maintained on the accrual basis of accounting. The Pension Trust Funds are utilized to account for the financial transactions of the City-administered pension plans. The measurement focus and basis of accounting of the Expendable Trust Funds are similar to governmental funds and they are therefore maintained on the modified accrual basis of accounting.

Expendable Trust Funds

Community Redevelopment Trust Fund - The Community Redevelopment Trust Fund is used to account for receipts and transfers of the tax increment fees collected for improving and redeveloping the downtown area.

Pension Medical Reserve Fund - This fund is used for accumulating funds for future retiree benefits. It is being treated as an expendable trust fund until the start of the related benefits.

Pension Trust Funds

The Ocala Employees' Retirement Fund - This fund provides regular benefits to all active and inactive participants of the former system.

The Ocala Police Officers' Supplemental Pension Fund - This fund provides supplemental benefits to qualifying police officers.

The Ocala Firefighters' Supplemental Pension Fund - This fund provides supplemental benefits to qualifying firefighters.

Agency Fund

Employees' Deferred Compensation - Accounts for an IRC Section 457 deferred compensation program open to all City employees and officials.

CITY OF OCALA, FLORIDA

COMBINING BALANCE SHEET

TRUST AND AGENCY FUNDS

September 30, 1993

<u>ASSETS</u>	<u>Expendable Trust</u>	
	<u>Pension Medical Reserve</u>	<u>Community Redevelopment Trust Fund</u>
Cash and investments	\$1,129,792	\$ -
Equity in pooled cash and investment fund	-	102,586
Accrued interest and dividends receivable	-	569
Total Assets	<u>\$1,129,792</u>	<u>\$103,155</u>
 <u>LIABILITIES AND FUND BALANCE</u> 		
Liabilities Payable from Restricted Assets:		
Accounts payable	\$ -	\$ 100
Deferred compensation	-	-
Total liabilities	<u>-</u>	<u>100</u>
Fund Balance:		
Reserved for retirement benefits	1,129,792	-
Reserved for specified projects	-	103,055
Total fund balance	<u>1,129,792</u>	<u>103,055</u>
Total Liabilities and Fund Balance	<u>\$1,129,792</u>	<u>\$103,155</u>

<u>Pension Trust Funds</u>			<u>Agency Fund</u>	
<u>Employees' Retirement Fund</u>	<u>Firefighters' Supplemental Pension</u>	<u>Police Officers' Supplemental Pension</u>	<u>Deferred Compensation</u>	<u>Total</u>
\$37,318,636	\$4,805,932	\$6,869,029	\$3,360,418	\$53,483,807
-	-	-	-	102,586
<u>298,728</u>	<u>38,470</u>	<u>54,985</u>	<u>-</u>	<u>392,752</u>
<u>\$37,617,364</u>	<u>\$4,844,402</u>	<u>\$6,924,014</u>	<u>\$3,360,418</u>	<u>\$53,979,145</u>
\$ 23,535	\$ 2,930	\$ 4,155	\$ -	\$ 30,720
<u>-</u>	<u>-</u>	<u>-</u>	<u>3,360,418</u>	<u>3,360,418</u>
<u>23,535</u>	<u>2,930</u>	<u>4,155</u>	<u>3,360,418</u>	<u>3,391,138</u>
37,593,829	4,841,472	6,919,859	-	50,484,952
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>103,055</u>
<u>37,593,829</u>	<u>4,841,472</u>	<u>6,919,859</u>	<u>-</u>	<u>50,588,007</u>
<u>\$37,617,364</u>	<u>\$4,844,402</u>	<u>\$6,924,014</u>	<u>\$3,360,418</u>	<u>\$53,979,145</u>

CITY OF OCALA, FLORIDA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL

EXPENDABLE TRUST FUNDS

Year Ended September 30, 1993

	<u>Pension Medical Reserve</u>	<u>Community Redevelopment</u>
Revenues:		
Property taxes	\$ -	\$ 20,716
Interest	39,167	4,206
Other	<u>72,613</u>	<u>-</u>
Total revenues	<u>111,780</u>	<u>24,922</u>
Expenditures:		
Current:		
General government and administrative	<u>-</u>	<u>17,830</u>
Total expenditures	<u>-</u>	<u>17,830</u>
Excess (Deficiency) of Revenues Over Expenditures	111,780	7,092
Other Financing Sources:		
Transfers from other funds	<u>-</u>	<u>19,886</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures Before Fund Balances Allocation	111,780	26,978
Fund Balance Allocation	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures	111,780	26,978
Fund Balance, beginning of year	<u>1,018,012</u>	<u>76,077</u>
Fund Balance, end of year	<u>\$1,129,792</u>	<u>\$103,055</u>

<u>Total Actual</u>	<u>Adjustments to a Budgetary Basis</u>	<u>Actual on a Budgetary Basis</u>	<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
\$ 20,716	\$ -	\$ 20,716	\$ 20,716	\$ -
43,373	(39,167)	4,206	5,200	(994)
72,613	(72,613)	-	-	-
<u>136,702</u>	<u>(111,780)</u>	<u>24,922</u>	<u>25,916</u>	<u>(994)</u>
17,830	-	17,830	19,701	1,871
<u>17,830</u>	<u>-</u>	<u>17,830</u>	<u>19,701</u>	<u>1,871</u>
118,872	(111,780)	7,092	6,215	877
19,886	-	19,886	19,886	-
138,758	(111,780)	26,978	26,101	877
-	-	-	(26,101)	26,101
138,758	<u>\$ (111,780)</u>	<u>\$ 26,978</u>	<u>\$ -</u>	<u>\$ 26,978</u>
<u>1,094,089</u>				
<u>\$1,232,847</u>				

CITY OF OCALA, FLORIDA

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE

PENSION TRUST FUNDS

Year Ended September 30, 1993

	<u>Employees'</u> <u>Retirement</u> <u>Fund</u>	<u>Firefighters'</u> <u>Supplemental</u> <u>Pension</u>	<u>Police</u> <u>Officers'</u> <u>Supplemental</u> <u>Pension</u>	<u>Total</u>
Operating Revenues:				
City and state contributions	\$ 1,500,500	\$ 171,889	\$ 286,276	\$ 1,958,665
Employee contributions	-	256,330	76,281	332,611
Income on investments	1,557,921	196,194	279,659	2,033,774
Net appreciation in fair market value of investments	<u>2,590,445</u>	<u>333,600</u>	<u>476,810</u>	<u>3,400,855</u>
Total operating revenues	<u>5,648,866</u>	<u>958,013</u>	<u>1,119,026</u>	<u>7,725,905</u>
Operating Expenses:				
Pension payments	1,040,102	234,639	163,209	1,437,950
Administration	<u>239,916</u>	<u>65,810</u>	<u>54,926</u>	<u>360,652</u>
Total operating expenses	<u>1,280,018</u>	<u>300,449</u>	<u>218,135</u>	<u>1,798,602</u>
Net Income (Loss)	4,368,848	657,564	900,891	5,927,303
Fund Balance, beginning of year	<u>33,224,981</u>	<u>4,183,908</u>	<u>6,018,968</u>	<u>43,427,857</u>
Fund Balance, end of year	<u>\$37,593,829</u>	<u>\$4,841,472</u>	<u>\$6,919,859</u>	<u>\$49,355,160</u>

CITY OF OCALA, FLORIDA

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

AGENCY FUND

Year Ended September 30, 1993

DEFERRED COMPENSATION FUND

Investments	<u>\$3,360,418</u>
Deferred Compensation Payable, beginning of year	\$2,708,510
Add: Employee contributions	545,508
Income on investments	239,823
Less: Withdrawals and terminations	(132,973)
Administration fees	<u>(450)</u>
Total Deferred Compensation Payable, end of year	<u>\$3,360,418</u>



GENERAL FIXED ASSET ACCOUNT GROUP

CITY OF OCALA, FLORIDA

SCHEDULE OF GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY

September 30, 1993

<u>Function and Activity</u>	<u>Total</u>	<u>Land</u>	<u>Buildings</u>	<u>Machinery and Equipment</u>
General Government and Administration:				
Legislative	\$ 3,311	\$ -	\$ -	\$ 3,311
Executive	117,323	16,025	8,360	92,938
Finance	14,623	-	433	14,190
Purchasing	1,465	-	-	1,465
Personnel and safety	32,303	-	1,233	31,070
Planning	652,684	165,236	321,473	165,975
Building inspection	175,172	-	-	175,172
Total general government and administration	<u>996,881</u>	<u>181,261</u>	<u>331,499</u>	<u>484,121</u>
Public Safety:				
Police protection	2,647,683	-	21,309	2,626,374
Fire protection	3,558,315	32,290	1,201,383	2,324,642
Total public safety	<u>6,205,998</u>	<u>32,290</u>	<u>1,222,692</u>	<u>4,951,016</u>
Public Works:				
Flood control	511,407	1,063	2,000	508,344
Engineering	1,039,913	458,746	197,334	383,833
Highway and street construction	1,200,969	-	9,100	1,191,869
Total public works	<u>2,752,289</u>	<u>459,809</u>	<u>208,434</u>	<u>2,084,046</u>
Culture and Recreation:				
Library	444,468	-	117,055	327,413
Recreation	1,672,358	774	1,022,429	649,155
Total culture and recreation	<u>2,116,826</u>	<u>774</u>	<u>1,139,484</u>	<u>976,568</u>
Nondepartmental	<u>5,560,464</u>	<u>2,771,850</u>	<u>2,779,863</u>	<u>8,751</u>
Total General Fixed Assets Allocated to Functions	17,632,458	<u>\$3,445,984</u>	<u>\$5,681,972</u>	<u>\$8,504,502</u>
Construction in Progress	-	-	-	-
Total General Fixed Assets	<u>\$17,632,458</u>			

CITY OF OCALA, FLORIDA

SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY

September 30, 1993

<u>Function and Activity</u>	<u>General Fixed Assets September 30, 1992</u>	<u>Additions</u>	<u>Deletions</u>	<u>General Fixed Assets September 30, 1993</u>
General Government and Administration:				
Legislative	\$ 3,311	\$ -	\$ -	\$ 3,311
Executive	163,314	1,717	47,708	117,323
Finance	28,242	-	13,619	14,623
Purchasing	1,465	-	-	1,465
Personnel and safety	31,903	400	-	32,303
Planning	647,753	4,931	-	652,684
Building inspection	181,661	10,869	17,358	175,172
Total general government and administration	<u>1,057,649</u>	<u>17,917</u>	<u>78,695</u>	<u>996,881</u>
Public Safety:				
Police protection	2,489,800	396,576	238,693	2,647,683
Fire protection	3,517,428	58,698	17,811	3,558,315
Total public safety	<u>6,007,228</u>	<u>455,274</u>	<u>256,504</u>	<u>6,205,998</u>
Public Works:				
Flood control	461,209	53,836	3,638	511,407
Engineering	1,032,643	41,424	34,154	1,039,913
Highway and street construction	1,254,536	14,584	68,151	1,200,969
Total public works	<u>2,748,388</u>	<u>109,844</u>	<u>105,943</u>	<u>2,752,289</u>
Culture and Recreation:				
Library	386,814	57,654	-	444,468
Recreation	1,044,608	680,068	52,318	1,672,358
Total culture and recreation	<u>1,431,422</u>	<u>737,722</u>	<u>52,318</u>	<u>2,116,826</u>
Nondepartmental	<u>5,538,515</u>	<u>33,243</u>	<u>11,294</u>	<u>5,560,464</u>
Construction in Progress	<u>586,368</u>	<u>(586,368)</u>	<u>-</u>	<u>-</u>
Total General Fixed Assets	<u>\$17,369,570</u>	<u>\$ 767,632</u>	<u>\$ 504,744</u>	<u>\$17,632,458</u>



STATISTICAL SECTION

Statistical schedules differ from financial statements because they usually cover more than one fiscal year and may present nonaccounting data. These schedules reflect social and economic data and financial trends of the government.

STATISTICAL SECTION

CITY OF OCALA, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION
HISTORICAL TREND INFORMATION FOR PENSION TRUST FUNDS
COMPARATIVE SUMMARY OF REVENUES BY SOURCE AND EXPENSES BY TYPE

Revenues By Source
(in thousands)

<u>Fiscal Year Ended September 30,</u>	<u>Employee Contributions</u>	<u>City Contributions</u>	<u>As a Percentage of Covered Payroll</u>	<u>State Contributions</u>	<u>Investment Income</u>	<u>Total</u>
General Plan:						
1993	\$ -	\$1,501	6.20%	\$ -	\$ 4,148	\$ 5,649
1992	-	1,503	6.30	-	3,672	5,175
1991	-	1,157	5.20	-	5,979	7,136
1990	-	1,073	5.20	-	1,329	2,402
1989	-	1,331	7.20	-	4,865	6,196
1988	-	1,191	7.20	-	2,124	3,315
1987	-	1,277	8.20	-	2,583	3,860
1986	-	1,101	7.84	-	3,071	4,172
1985	1	1,004	7.90	-	2,126	3,131
1984	7	850	7.43	-	330	1,187
Supplemental Police Officers' Plan:						
1993	\$ 76	\$ -	- %	\$286	\$ 757	\$ 1,119
1992	73	-	-	271	660	1,004
1991	35	-	-	290	1,048	1,363
1990	33	-	-	280	226	539
1989	30	-	-	258	825	1,113
1988	27	-	-	243	345	615
1987	18	-	-	222	408	648
1986	-	-	-	192	505	697
1985	-	-	-	151	355	506
1984	-	-	-	133	51	184
Supplemental Firefighters' Plan:						
1993	\$256	\$ -	- %	\$172	\$ 530	\$ 958
1992	256	-	-	172	458	886
1991	233	-	-	163	712	1,108
1990	210	-	-	141	151	502
1989	175	-	-	120	542	837
1988	154	5	-	113	224	496
1987	108	-	-	106	256	470
1986	-	-	-	100	306	406
1985	-	-	-	92	213	305
1984	-	-	-	83	32	115

Contributions were made in accordance with actuarially determined contribution requirements.

Expenses By Type
(in thousands)

Fiscal Year Ended September 30,	<u>Benefits</u>	<u>Refunds</u>	<u>Other Expenses</u>	<u>Investment Losses</u>	<u>Total</u>
1993	\$1,040	\$ -	\$240	\$ -	\$ 1,280
1992	915	-	213	-	1,128
1991	812	1	207	-	1,020
1990	687	1	239	5,676	6,603
1989	584	6	231	-	821
1988	480	11	203	-	694
1987	397	8	190	-	595
1986	364	15	146	-	525
1985	310	16	103	-	429
1984	252	22	79	-	353
1993	\$ 163	\$ 5	\$ 55	\$ -	\$ 190
1992	148	1	41	-	190
1991	148	2	55	-	205
1990	116	5	45	995	1,161
1989	95	1	40	-	136
1988	78	-	50	-	128
1987	70	-	30	-	100
1986	86	-	39	-	125
1985	41	-	20	-	61
1984	13	-	15	-	28
1993	\$ 234	\$ 28	\$ 38	\$ -	\$ 300
1992	204	16	31	-	251
1991	184	30	43	-	257
1990	176	7	33	664	880
1989	114	18	30	-	162
1988	83	2	39	-	124
1987	29	-	19	-	48
1986	29	-	21	-	50
1985	27	-	20	-	47
1984	26	-	10	-	36

CITY OF OCALA, FLORIDA

REQUIRED SUPPLEMENTARY INFORMATION
HISTORICAL TREND INFORMATION FOR PENSION TRUST FUNDS
ANALYSIS OF FUNDING PROGRESS

(in thousands of dollars)

Fiscal Year	(1) Net Assets Available for Benefits	(2) Pension Benefit Obligation	(3) Percentage Funded (1) / (2)		(4) Assets in Excess of Pension Benefit Obligation (Unfunded Pension Benefit Obligation)	
					(1)	(2)
General Plan:						
1993	\$37,594	\$29,613	127.0%		\$ 7,981	
1992	33,225	27,984	118.7		5,241	
1991	29,178	25,595	114.0		3,583	
1990	23,063	23,011	100.2		52	
1989	27,264	19,473	140.0		7,791	
1988	21,889	16,013	136.7		5,876	
1987	19,268	13,740	140.2		5,528	
1986	16,002	10,658	150.1		5,344	
1985	12,355	10,905	113.3		1,450	
1984	9,653	10,294	93.8		(641)	
Supplemental Police Officers' Plan:*						
1993	\$ 6,920	\$ 5,908	117.0%		\$ 1,012	
1990	4,047	4,072	99.4		(25)	
1987	3,205	2,324	137.9		881	
1984	1,638	1,232	133.0		406	
Supplemental Firefighters' Plan:*						
1993	\$ 4,841	\$ 5,543	87.3%		\$ (702)	
1990	2,698	3,728	72.4		(1,030)	
1987	2,031	1,869	108.7		162	
1984	993	1,128	88.0		(135)	

Analysis of the dollar amounts of net assets available for benefits, pension benefit obligation and unfunded pension benefit obligation in isolation can be misleading. Expressing the net assets available for benefits as a percentage of the pension benefit obligation provides one indication of Plan's funding status on a going-concern basis. Analysis of this percentage over time indicates whether Plan is becoming financially stronger or weaker. Generally, the greater this percentage, the stronger the system. Trends in unfunded pension benefit obligation and annual covered payroll are both affected by inflation. Expressing the assets in excess of the pension benefit obligation as a percentage of annual covered payroll approximately adjusts for the effects of inflation and aids analysis of the System's progress in accumulating sufficient assets to pay benefits when due. Generally, the larger this percentage, the stronger the system.

* Florida Statutes, Chapter 175 and 185 require actuarial valuation every three years and do not require annual updates for the Supplemental Police Officers' and Firefighters' Plans. Figures prior to 1984 are not available, since the supplemental plans did not exist prior to 1984.

(5) Annual Covered Payroll	(6) Assets in Excess of Pension Benefit Obligation (Unfunded Pension Benefit Obligation) as a Percentage of Covered Payroll <u>(4) / (5)</u>
\$ 24,394	32.7 %
23,850	21.9
23,440	15.3
21,772	.2
19,167	40.6
17,239	34.1
15,636	35.4
13,856	38.6
12,543	11.6
11,306	(5.7)
\$ 3,888	26.0 %
3,329	(.8)
2,501	35.2
1,860	21.8
\$ 3,080	(22.8)%
2,620	(39.3)
1,756	9.2
1,435	(9.4)

CITY OF OCALA, FLORIDA

GENERAL GOVERNMENTAL REVENUES AND OTHER FINANCING SOURCES BY SOURCE (1)

LAST TEN FISCAL YEARS

	<u>1984</u>	<u>1985</u>	<u>1986</u>	<u>1987</u>
Property taxes	\$ 2,227,719	\$ 2,258,689	\$ 2,921,415	\$ 4,413,746
Other taxes	675,663	705,331	717,980	710,945
Intergovernmental revenues	4,574,314	5,215,617	5,868,213	6,342,097
Licenses and permits	590,212	628,624	706,762	677,805
Fines and forfeitures	329,289	543,685	474,764	532,498
Charges for services and off-street parking	187,819	209,369	240,735	245,690
Transfers from other funds	6,973,813	9,252,428	10,203,401	10,928,043
Bond and note proceeds	238,538	-	13,041,330	-
Interest income	405,039	428,183	522,787	756,439
Miscellaneous	<u>908,881</u>	<u>1,001,957</u>	<u>1,064,125</u>	<u>1,571,289</u>
Total	<u>\$17,111,287</u>	<u>\$20,243,883</u>	<u>\$35,761,512</u>	<u>\$26,178,552</u>

(1) This schedule includes revenues and other financing sources of the General Fund, Special Revenue Funds and Debt Service Funds. Interfund revenues have not been eliminated between these funds.

<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>	<u>1992</u>	<u>1993</u>
\$ 5,073,641	\$ 6,161,242	\$ 6,505,843	\$ 7,091,592	\$ 7,149,471	\$ 7,270,662
763,823	786,021	801,394	825,622	884,258	1,409,034
6,829,455	7,041,160	6,982,067	7,489,550	6,989,818	7,360,769
673,596	690,456	736,411	651,013	631,461	604,787
710,301	740,603	734,132	812,701	967,438	873,112
223,742	1,348,168	1,497,702	1,479,127	1,897,707	2,025,300
11,532,925	14,277,023	14,321,507	15,609,360	16,694,506	17,411,663
7,542,626	-	-	-	42,922	14,143,855
889,965	1,567,581	1,545,540	1,394,582	1,048,948	780,108
<u>1,067,093</u>	<u>112,908</u>	<u>261,093</u>	<u>178,115</u>	<u>286,064</u>	<u>277,420</u>
<u>\$35,307,167</u>	<u>\$32,725,162</u>	<u>\$33,385,689</u>	<u>\$35,531,662</u>	<u>\$36,592,593</u>	<u>\$52,156,710</u>

CITY OF OCALA, FLORIDA

GENERAL GOVERNMENTAL EXPENDITURES AND OTHER USES BY FUNCTION (1)

LAST TEN FISCAL YEARS

	<u>1984</u>	<u>1985</u>	<u>1986</u>	<u>1987</u>
General government and administration	\$ 1,668,132	\$ 1,750,550	\$ 2,180,146	\$ 2,398,717
Public safety	5,454,770	6,130,072	6,836,255	7,529,924
Public works	2,115,342	2,289,859	2,470,282	2,690,444
Culture and recreation	2,108,338	2,278,015	2,420,806	2,806,405
Nondepartmental	672,488	883,597	998,914	1,259,245
Debt service	1,327,341	1,337,651	8,546,374	2,153,331
Capital outlay	1,285,902	1,502,593	1,740,251	2,537,305
Transfers to other funds	1,364,676	2,723,972	4,803,525	3,865,642
Miscellaneous	<u>298,085</u>	<u>267,924</u>	<u>762,977</u>	<u>329,074</u>
Total	<u>\$16,295,074</u>	<u>\$19,164,233</u>	<u>\$30,759,530</u>	<u>\$25,570,087</u>

(1) This schedule includes expenditures and other financing uses of the General Fund, Special Revenue Funds and Debt Service Funds. Interfund expenditures have not been eliminated between these funds.

<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>	<u>1992</u>	<u>1993</u>
\$ 2,462,279	\$ 2,872,897	\$ 3,168,947	\$ 3,469,028	\$ 3,339,215	\$ 3,388,158
8,030,705	9,519,499	10,759,495	11,677,768	12,438,951	12,621,517
2,707,074	3,435,091	3,466,758	3,655,998	3,915,990	3,933,610
2,728,031	2,998,445	3,376,898	3,508,653	3,740,232	3,771,641
1,973,860	330,614	389,988	474,371	381,785	428,063
6,011,761	2,485,187	3,619,989	3,949,011	3,941,987	16,791,576
2,501,826	1,979,521	4,834,530	4,122,771	4,174,687	2,262,339
4,176,731	3,477,913	3,764,846	4,242,111	4,900,835	5,015,385
666,543	665,631	871,121	829,112	805,283	2,250,678
<u>\$31,258,810</u>	<u>\$27,764,798</u>	<u>\$34,252,572</u>	<u>\$35,928,823</u>	<u>\$37,638,965</u>	<u>\$50,462,967</u>

CITY OF OCALA, FLORIDA

PROPERTY TAX LEVIES, TAX COLLECTIONS AND ASSESSED VALUATIONS (3)

LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Assessed Valuation (100% at Market)</u>	<u>Tax Rate in Mills (3)</u>	<u>Total Tax Levy (1)</u>	<u>Current Tax Collections</u>
1984	\$ 672,994,062	2.93	\$1,970,526	\$1,851,074
1985	721,342,613	3.15	2,274,596	2,142,364
1986	807,763,046	3.65	2,962,022	2,758,410
1987	971,042,837	4.65	4,527,718	4,199,267
1988	1,096,194,648	4.65	5,112,811	4,765,369
1989	1,235,655,356	5.08	6,287,092	5,662,203
1990	1,310,033,579	5.08	6,667,187	5,956,404
1991	1,399,122,711	5.17	7,244,086	6,592,981
1992	1,426,577,239	5.14	7,340,847	6,677,841
1993	1,501,855,447	4.92	7,402,331	6,837,706

Source: Marion County Tax Collector and City Finance Department.

- (1) Includes penalties under Section 193.072 of the Florida Statutes.
- (2) Tax collections include current and delinquent taxes, and tax certificates and payments to local governments for homestead exemptions.
- (3) Excludes property tax levies of the Downtown Development Commission.

<u>Total (2) Tax Collections</u>	<u>Ratio of Total Collections to Tax Levy</u>	<u>Uncollected Taxes</u>
\$ 1,903,537	96.6	\$119,452
2,201,312	96.8	132,232
2,881,597	97.3	203,612
4,373,759	96.6	328,451
5,027,371	98.3	347,442
6,114,815	97.3	624,889
6,459,659	96.9	710,783
7,043,228	97.2	651,105
7,101,641	96.7	663,006
7,223,752	97.6	564,625

CITY OF OCALA, FLORIDA

PROPERTY TAX RATES AND LEVIES - DIRECT AND OVERLAPPING GOVERNMENTS

LAST TEN FISCAL YEARS

Millage Rates

<u>Fiscal Year</u>	<u>City</u>	<u>County</u>	<u>School</u>	<u>Water Management Districts</u>	<u>Total</u>
1984	2.93	2.63	7.13	.33	13.02
1985	3.15	2.45	7.07	.33	13.00
1986	3.65	3.21	7.10	.32	14.28
1987	4.65	3.59	7.70	.32	16.26
1988	4.65	3.83	7.70	.33	16.51
1989	5.08	4.35	7.88	.36	17.67
1990	5.08	4.98	7.93	.35	18.34
1991	5.17	5.66	9.21	.36	20.40
1992	5.14	6.04	9.29	.36	20.83
1993	4.92	6.05	9.41	.36	20.74

Tax Levies

<u>Fiscal Year</u>	<u>City (1)</u>	<u>County (2)</u>	<u>School (2)</u>	<u>Districts (2)</u>	<u>Total</u>
1984	\$1,971,873	\$1,648,835	\$4,764,798	\$181,708	\$ 8,567,214
1985	2,269,344	1,729,709	4,996,388	230,758	9,226,199
1986	2,950,758	2,592,919	5,735,118	258,484	11,537,279
1987	4,518,262	3,486,044	7,477,030	310,734	15,792,070
1988	5,100,594	4,198,426	8,440,699	361,744	18,101,463
1989	6,277,129	5,375,101	9,736,964	444,836	21,834,030
1990	6,654,971	6,523,967	10,388,566	458,512	24,026,016
1991	7,233,464	7,919,035	12,885,920	503,684	28,542,103
1992	7,328,327	8,616,527	13,250,505	510,715	29,706,074
1993	7,389,129	9,086,225	14,132,460	540,668	31,148,482

(1) Does not include penalties under Section 193.072 of the Florida Statutes.

(2) The tax levies for overlapping governments reflect each government's millage applied to the total assessed valuation within the City's corporate boundaries.

CITY OF OCALA, FLORIDA

SPECIAL ASSESSMENT COLLECTIONS

LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>New Liens Assessed</u>	<u>Collections and Adjustments</u>	<u>Total Outstanding Assessments (1)</u>
1984	\$ 66,420	\$312,189	\$1,257,339
1985	58,191	217,811	1,097,719
1986	21,768	179,648	939,839
1987	12,959	158,409	794,389
1988	28,300	175,308	647,381
1989	6,000	90,243	563,138
1990	106,229	159,966	509,401
1991	-	97,955	411,446
1992	-	164,554	246,902
1993	13,679	68,822	191,759

(1) Does not reflect reserves for uncollectible special assessment levies.

CITY OF OCALA, FLORIDA

COMPUTATION OF LEGAL DEBT MARGIN

September 30, 1993

Assessed Value (100% at market as of January 1, 1993)	<u>\$1,501,855,447</u>
Debt Limit: 20% of Assessed Value	\$ 300,371,089
Amount of General Obligation Debt Outstanding	<u>-</u>
Legal Debt Margin	<u>\$ 300,371,089</u>

In accordance with Article IX, Section 9.02, of the City of Ocala Charter, the "aggregate amount of general obligation bonds of the City outstanding at any one time shall not be greater than twenty percent (20%) of the assessed valuation of the taxable real and personal property in the City according to the latest assessment of such real and personal property".

CITY OF OCALA, FLORIDA

SCHEDULE OF ELECTRIC SYSTEM REVENUE AND REVENUE REFUNDING BONDS,
SERIES 1977, 1983, 1988, 1989A AND 1989B COVERAGE

LAST TEN FISCAL YEARS

Year	Net Revenue Available for Debt Service (1)	Debt Service Requirements (2) (3) (4) (5) (6)			Coverage
		Principal	Interest	Total	
1984	\$12,460,017	\$ 925,000	\$1,718,543	\$2,643,543	4.71
1985	12,065,015	965,000	1,863,609	2,828,609	4.27
1986	14,329,773	1,010,000	1,617,677	2,827,677	5.07
1987	14,371,791	1,045,000	1,769,218	2,814,218	5.11
1988	14,891,027	1,105,000	1,160,385	2,265,385	6.57
1989	16,936,544	1,190,000	1,469,607	2,659,607	6.37
1990	20,319,802	1,435,000	1,698,359	3,133,359	6.48
1991	22,421,756	1,845,000	2,748,830	4,593,830	4.88
1992	21,664,962	1,965,000	2,633,056	4,598,056	4.71
1993	21,524,640	1,260,000	663,780	1,923,780	11.19

(1) Represents gross operating revenues and interest income less gross operating expenses, excluding amortization and depreciation, of the electric system.

(2) In August, 1977, the City issued the following refunding bonds:

Power Supply Revenue Bonds, Series 1977	\$11,180,000
Electric Revenue Bonds, Series 1977	7,850,000
Special Obligation Bonds, Series 1977A	<u>10,990,000</u>
	<u>\$30,020,000</u>

The refunding bonds were issued to effect the advance refunding of the following issues:

Electric Revenue Certificates, Series 1959	\$ 240,000
Electric Revenue Certificates, Series 1962	1,145,000
Electric Revenue Certificates, Series 1967	2,140,000
Electric Revenue Certificates, Series 1972	5,725,000
Power Supply Revenue Bonds, Series A1975	<u>10,000,000</u>
	<u>\$19,250,000</u>

The proceeds derived from the sale of the refunding bonds were placed in an irrevocable escrow account which, together with related interest earnings, will provide sufficient amounts to satisfy not only the remaining debt service requirements, in accordance with the original maturity schedules, on the refunded bonds, but the Special Obligation Bonds, Series 1977A as well. Accordingly, the refunded bonds and the Special Obligation Bonds, Series 1977A are not considered outstanding debt of the City in consideration of the escrow account created and, as such, all debt service requirements on the refunded bonds and the Special Obligation Bonds, Series 1977A have been excluded from the determination of revenue bonds coverage.

Continued

CITY OF OCALA, FLORIDA

SCHEDULE OF ELECTRIC SYSTEM REVENUE AND REVENUE REFUNDING BONDS,
SERIES 1977, 1983, 1988, 1989A AND 1989B COVERAGE - CONTINUED

- (3) In August, 1983, the City issued the \$13,480,000 Power Supply Revenue Bonds, Series 1983. The first principal payment occurred in October, 1987. Proceeds from this issue are being used for the acquisition and construction of a new substation, supervised control data acquisition system and for other improvements to the bulk power system.
- (4) In March, 1988, the City issued the \$14,350,000 Power Supply Revenue Refunding Bonds, Series 1988 for the purpose of advance refunding the outstanding Power Supply Revenue Bonds, Series 1983. The refunded bonds are no longer considered outstanding debt of the City since an escrow account was created for them; and, therefore, all debt service requirements subsequent to March, 1988 for the refunded bonds have been excluded from the determination of debt service coverage. The first principal and interest payments on the Series 1988 Bonds occurred in October, 1988.
- (5) In October, 1989, the City issued Electric System Revenue Bonds, Series 1989A in the amount of \$28,425,000 and Electric System Revenue Refunding Bonds, Series 1989B in the amount of \$13,000,000. The 1989B Bonds were issued for the purpose of advance refunding the City's outstanding Power Supply Revenue Bonds, Series 1977 and the City's outstanding Power Supply Revenue Refunding Bonds, Series 1988. The refunding bonds are no longer considered outstanding debt of the City because an escrow account was created for them; and, therefore, all debt service requirements subsequent to October, 1989 for the refunded bonds have been excluded from the determination of debt service coverage. The proceeds of the 1989A Bonds are being used to fund the cost of the acquisition system and certain infrastructure improvements related thereto. The first interest payments on the Series 1989A and 1989B Bonds occurred in April, 1990; the first principal payments were made October 1, 1990.
- (6) In March, 1992, the City issued the \$28,435,000 Utility Systems Subordinate Refunding Revenue Bonds, Series 1992B, for the purpose of refunding the outstanding Electric System Revenue Bonds, Series 1989A. The refunded bonds are no longer considered outstanding debt of the City since an escrow account was created for them; and, therefore, all debt service requirements subsequent to 1992 will be excluded from the determination of debt service coverage. Since the Series 1992B Bonds, as well as the Utility Systems Subordinate Refunding Revenue Bonds, Series 1992A, are payable from a lien upon the surplus revenues of the City's Water and Sewer System and the City's Electric System, the debt service coverage for those two issues is shown in a separate schedule for 1993 and subsequent years.

CITY OF OCALA, FLORIDA

SCHEDULE OF WATER AND SEWER REVENUE AND REFUNDING BONDS, SERIES 1968,
1983, 1985A, 1985B, 1986 AND 1988, AND ANTICIPATION NOTES COVERAGE

LAST TEN FISCAL YEARS

Year	Net Revenue Available for Debt Service (1)	Debt Service Requirements			Coverage
		Principal	Interest	Total	
1984	\$3,302,614	\$230,000	\$1,052,623	\$1,282,623	2.57
1985	4,505,928	240,000	959,002	1,199,002	3.76
1986	6,762,243	-	(3) 1,893,489	(3) 1,893,489	3.50
1987	5,690,844	245,000	(3) 4,129,150	(3) 4,374,150	1.30
1988	8,047,236	165,000	(4) 4,118,735	(4) 4,283,735	1.88
1989	7,738,769	315,000	3,790,133	4,105,133	1.89
1990	6,778,281	425,000	4,004,180	4,429,180	1.53
1991	7,383,205	555,000	3,971,896	4,526,896	1.63
1992	8,076,099	640,000	3,930,831	4,570,831	1.77
1993	8,426,555	-	(5) 948,311	(5) 9,4311	8.89

(1) Represents gross operating revenues less gross operating expenses, excluding amortization and depreciation, of the water and sewer system. Additional pledge revenues are the collections, including interest and penalties, on the 11,000 series special assessment levy, which were also pledged to retire the refunded 1974 Pollution Control Bonds, Series C (this pledge does not pertain to the debt issued after 1978); 31,000 series of assessments (1979 and 1979-2 note issues only); unlevied public service tax (all issues); interest earnings on investments and any income realized from such investments of the sinking, sinking reserve, and renewal and replacement funds (1983, 1985A, 1985B, 1986 and 1988 issues); and water and sewer system development charges and interest earnings on development charges (1985A and 1986 issues for years prior to 1990).

(2) The 1979-2 Anticipation Notes matured on July 1, 1983 and the related principal was secured by the \$11,200,000 Water and Sewer Refunding Revenue Bonds, Series 1983, which were issued in June, 1983. Proceeds from the sale of the 1983 Bonds were used to advance refund the 1968 Water and Sewer Revenue Bonds (remaining principal after July 1, 1983 maturity is excluded from debt service requirement above) and refund the 1979-2 Anticipation Notes, the principal of which is excluded from debt service requirements above. Remaining proceeds are being used for the acquisition and construction of additions, extensions and improvements to the water and sewer system.

Continued

CITY OF OCALA, FLORIDA

SCHEDULE OF WATER AND SEWER REVENUE AND REFUNDING BONDS, SERIES 1968,
1983, 1985A, 1985B, 1986 AND 1988, AND ANTICIPATION NOTES COVERAGE - CONTINUED

LAST TEN FISCAL YEARS

- (3) In October, 1985, the City issued the \$37,080,000 Water and Sewer Revenue Bonds, Series 1985A for the purpose of financing a portion of the acquisition and construction of certain additions, expansions and improvements to the City's water and sewer system; and the \$10,775,000 Water and Sewer Refunding Revenue Bonds, Series 1985B for the purpose of advance refunding the outstanding Water and Sewer Refunding Revenue Bonds, Series 1983. In April, 1986, the City issued the \$40,820,000 Water and Sewer Refunding Revenue Bonds, Series 1986 for the purpose of advance refunding the portion of the Water and Sewer Revenue Bonds, Series 1985A, stated to mature on and after October 1, 1994. The refunded bonds are no longer considered outstanding debt of the City since escrow accounts were created for them; and, therefore, all debt service requirements for the refunded bonds have been excluded from the determination of debt service coverage. For fiscal 1986, the debt service requirements consist of the interest payments made for the Series 1985A and the Series 1985B Bonds (before the advance refunding of the portion of the Series 1985A Bonds), net of the accrued interest received at the time of bond closing. For fiscal 1987, the debt service requirements consist of the principal and interest for the 1985A, 1985B and 1986 Bonds.
- (4) In July, 1988, the City issued the \$12,450,000 Water and Sewer Refunding Revenue Bonds, Series 1988 for the purpose of advance refunding the outstanding Water and Sewer Refunding Revenue Bonds, Series 1985B. The refunded bonds are no longer considered outstanding debt of the City since an escrow account was created for them; and, therefore, all debt service requirements subsequent to 1988 will be excluded from the determination of debt service coverage. The first interest payment on the Series 1988 Bonds occurred in October, 1988.
- (5) In March, 1992, the City issued the \$51,880,000 Utility Systems Subordinate Refunding Revenue Bonds, Series 1992A, primarily for the purpose of refunding the outstanding Water and Sewer Revenue Bonds, Series 1985A and Water and Sewer Refunding Revenue Bonds, Series 1986. The refunded bonds are no longer considered outstanding debt of the City since an escrow account was created for them; and, therefore, all debt service requirements subsequent to 1992 will be excluded from the determination of debt service coverage. Since the Series 1992A Bonds, as well as the Utility Systems Subordinate Refunding Revenue Bonds, Series 1992B, are payable from a lien upon the surplus revenues of the City's Water and Sewer System and the City's Electric System, the debt service coverage for these two issues is shown in a separate schedule for 1993 and subsequent years.

CITY OF OCALA, FLORIDA

SCHEDULE OF UTILITY SYSTEMS SUBORDINATE REFUNDING REVENUE BONDS,
SERIES 1992A AND 1992B, COVERAGE

LAST TEN FISCAL YEARS

<u>Year</u>	<u>Net Revenue Available for Debt Service (1)</u>	<u>Debt Service Requirements</u>			<u>Coverage</u>
		<u>Principal</u>	<u>Interest</u>	<u>Total</u>	
1993	\$26,685,205	\$1,785,000	\$4,814,527	\$6,599,527	4.04

(1) Represents the surplus revenues of the City's Electric System and of the City's Water and Sewer System available after the payment of the debt service requirements on the senior lien bonds.



CITY OF OCALA, FLORIDA

SCHEDULE OF REFUNDING AND IMPROVEMENT EXCISE TAX BONDS,
SERIES 1965 AND 1972, COVERAGE

LAST TEN FISCAL YEARS

Year	<u>Pledged Revenues</u>		Total Revenue Available for Debt Service	<u>Debt Service Requirements (1)</u>			<u>Coverage</u>
	<u>Occupational License</u>	<u>Cigarette Tax</u>		<u>Principal</u>	<u>Interest</u>	<u>Total</u>	
1984	\$300,791	\$344,839	\$645,630	\$240,000	\$137,723	\$377,723	1.71
1985	328,964	366,731	695,695	250,000	126,750	376,750	1.85
1986	340,013	406,723	746,736	265,000	115,300	380,300	1.96
1987	362,960	388,381	751,341	275,000	103,150	378,150	1.99
1988	349,663	417,874	767,537	285,000	89,125	374,125	2.05
1989	376,590	419,394	795,984	300,000	74,590	374,590	2.12
1990	386,809	422,576	809,385	315,000	58,990	373,990	2.16
1991	386,804	392,594	779,398	325,000	41,980	366,980	2.12
1992	380,567	383,621	764,188	330,000	24,430	354,430	2.16
1993	365,591	409,788	775,379	190,000	7,600	197,600	3.92

(1) The final maturity of the Refunding and Improvement Excise Tax Bonds, Series 1965 was in fiscal year 1986.

CITY OF OCALA, FLORIDA

SCHEDULE OF CAPITAL IMPROVEMENT REVENUE AND REFUNDING REVENUE BONDS,
SERIES 1982 AND 1986, AND CAPITAL IMPROVEMENT REVENUE AND REVENUE
REFUNDING CERTIFICATES, SERIES 1986 AND 1988 COVERAGE

LAST TEN FISCAL YEARS

Pledged Revenues

<u>Year</u>	<u>Local Government Half-Cent Sales Tax</u>	<u>Franchise Fees</u>	<u>Occupational License Tax (1)</u>	<u>Guaranteed Entitlement (2)</u>	<u>Mobile Home Licenses</u>
1984	\$1,257,077	\$311,281	\$300,791	\$643,622	\$ 25,754
1985	1,346,284	298,084	328,964	643,622	32,116
1986	1,414,157	275,654	340,013	643,622	31,857
1987	1,539,964	292,968	362,960	643,622	28,696
1988	1,833,635	314,227	349,663	643,622	27,015
1989	1,858,812	333,517	376,590	643,622	28,903
1990	1,875,964	344,210	386,809	643,622	26,375
1991	1,735,149	392,588	386,804	643,622	24,768
1992	1,662,566	458,619	380,567	643,622	25,231
1993	1,764,593	488,574	365,591	643,622	16,025

- (1) Subject to a prior lien on 1965 and 1972 Refunding and Improvement Excise Tax Bonds.
- (2) The minimum amount of state revenue sharing funds to be received by the City in accordance with the provisions of the State of Florida Revenue Sharing Act.
- (3) The Capital Improvement Revenue Bonds, Series 1982 were sold in December 1982; and the first principal payment occurred in October, 1984. The outstanding portion of this issue was advance refunded in August, 1986 by the Capital Improvement Refunding Revenue Bonds. Since an escrow account was established for the redemption of this issue, the 1982 issue will not be included in the debt service requirements after 1986.
- (4) The Capital Improvement Refunding Revenue Bonds, Series 1986 were sold in August, 1986. The first interest payment for this issue was on October 1, 1986, and the first principal payment was on October 1, 1987. This issue places a senior lien on the pledged revenues.

<u>Court Fines and Forfeitures</u>	<u>Total Revenue Available for Debt Service</u>	<u>Debt Service Requirements (3)(4)(5)(6)</u>			<u>Coverage</u>
		<u>Principal</u>	<u>Interest</u>	<u>Total</u>	
\$288,693	\$2,827,218	\$ -	\$ 913,470	\$ 913,470	3.10
428,958	3,078,028	155,000	680,065	835,065	3.69
388,082	3,093,385	160,000	669,430	829,430	3.73
427,981	3,296,191	900,000	851,101	1,751,101	1.88
595,245	3,763,407	1,195,000	1,184,385	2,379,385	1.58
607,365	3,848,809	575,000	1,236,591	1,811,591	2.12
612,535	3,889,515	810,000	1,372,694	2,182,694	1.78
701,281	3,884,212	865,000	1,324,897	2,189,897	1.77
787,389	3,957,994	930,000	1,271,543	2,201,543	1.80
732,964	4,011,369	1,145,000	1,212,244	2,357,244	1.70

- (5) The Capital Improvement Revenue Certificates, Series 1986 were sold in July, 1986. The first interest payment was on October 1, 1986, and the first principal payment was on April 1, 1987. This issue constitutes a junior or subordinate lien on the pledged revenues. The outstanding portion of this issue was advance refunded in August, 1988 by the Capital Improvement Revenue Refunding Certificates, Series 1988. Since an escrow account was established for the redemption of this issue, the 1986 certificates will not be included in the debt service requirements after 1988.
- (6) The Capital Improvement Revenue Refunding Certificates, Series 1988 were sold in August, 1988. The first principal and interest payments were made on April 1, 1989. This issue constitutes a junior or subordinate lien on the pledged revenues.

CITY OF OCALA, FLORIDA

SCHEDULE OF OPTIONAL GAS TAX REVENUE BONDS, SERIES 1989, AND
OPTIONAL GAS TAX REFUNDING REVENUE BONDS, SERIES 1992 COVERAGE

LAST TEN FISCAL YEARS

<u>Year</u>	<u>Pledged Revenue - Six-Cent Optional Gas Tax</u>	<u>Debt Service Requirements (1) (2)</u>			<u>Coverage</u>
		<u>Principal</u>	<u>Interest</u>	<u>Total</u>	
1989	\$1,790,008	\$ -	\$ 234,560	\$ 234,560	7.63
1990	1,745,142	-	1,005,255	1,005,255	1.74
1991	1,829,804	350,000	994,405	1,344,405	1.36
1992	1,945,252	370,000	971,900	1,341,900	1.45
1993	2,060,097	395,000	851,586	1,246,586	1.65

- (1) The Optional Gas Tax Revenue Bonds, Series 1989 were sold in February, 1989. The first interest payment occurred in June, 1989, and the first principal payment occurred in December, 1990. The outstanding portion of this issue was advance refunded in December, 1992 by the Optional Gas Tax Refunding Revenue Bonds, Series 1992. Since an escrow account was established for the redemption of this issue, the 1989 bonds will not be included in the debt service requirements after 1993.
- (2) The Optional Gas Tax Refunding Revenue Bonds, Series 1992 were sold in December, 1992. The first interest payment occurred in June, 1993, and the first principal payment will occur in December, 1993.

CITY OF OCALA, FLORIDA

COMPUTATION OF DIRECT AND OVERLAPPING GENERAL OBLIGATION DEBT (2)

September 30, 1993

<u>Governmental Unit</u>	<u>Bonds Outstanding</u>	<u>Applicable to City of Ocala</u>	
		<u>Percent (1)</u>	<u>Amount</u>
Marion County			
1990 Limited Ad Valorem Tax Bonds	\$ 9,675,000	30.11%	\$ 2,913,142
School District of Marion County			
General Obligation Bonds, Series 1987	<u>51,575,000</u>	<u>30.11</u>	<u>15,529,232</u>
Total Overlapping Debt	<u>\$61,250,000</u>	<u>30.11%</u>	<u>\$18,442,374</u>

- (1) Represents the fraction of assessed valuation of taxable property in the City of Ocala over the assessed valuation of taxable property in Marion County.
- (2) The City of Ocala did not have any general obligation debt outstanding during the fiscal year ended September 30, 1993.

CITY OF OCALA, FLORIDA
MISCELLANEOUS STATISTICAL DATA

September 30, 1993

Date of Incorporation	February 4, 1869
City Charter Adopted	January 28, 1885
Form of Government	Council/Manager
Area of City	34.9 square miles
Miles of Streets, Sidewalks and Bikepaths:	
Streets - Paved	275.65 miles
Streets - Unpaved	40.40 miles
Sidewalks (2)	61.46 miles
Bikepaths	17.50 miles
Miles of Sewers:	
Storm	53.07 miles
Sanitary	270.79 miles
Force Main	49.23 miles
Life Stations	87
Building Permits (October 1992 - September 1993) (1):	
Permits Issued	4,385
Permit Value	\$52,854,324
Fire Protection:	
Stations	5
Employees - Sworn	105
Employees - Civilian	8
Fire and rescue response time (minutes)	3
Police Protection:	
Stations	3
Employees - Sworn	132
Employees - Reserve	13
Employees - Civilian	65
Vehicular Patrol Units - Marked Vehicles	74
- Motorcycles	6
- Other Vehicles	48
Recreation:	
Activity areas	93
Land area (acres)	395
Activity centers	6
Pools	2

(1) Includes plumbing, gas, electrical, water, heating, air conditioning, refrigeration, ventilation and building permits, the latter of which is exclusive of moving and sign permits.

(2) Includes 11.66 miles of sidewalks installed by the Florida Department of Transportation but located inside the City limits.

CITY OF OCALA, FLORIDA

DEMOGRAPHIC STATISTICS

<u>POPULATION (1)</u>		
<u>YEAR</u>	<u>CITY OF OCALA</u>	<u>MARION COUNTY</u>
1984	40,354	148,864
1985	41,150	157,853
1986	41,946	166,606
1987	42,742	176,102
1988	43,538	186,605
1989	44,334	196,749
1990	42,045	194,833
1991	41,918	200,314
1992	41,863	206,642
1993	42,400	212,025

Sources: The Bureau of Business and Economic Research - University of Florida, Gainesville (years 1984 through 1990) and the City of Ocala Comprehensive Plan - Planning Department (years 1991 through 1993).

<u>POPULATION PROJECTIONS *</u>		
<u>YEAR</u>	<u>MARION COUNTY</u>	<u>STATE OF FLORIDA</u>
1995	226,700	14,275,200
2000	257,300	15,573,600
2005	286,500	16,805,900
2010	314,400	17,969,300
2020	367,400	20,158,100

Source: Bureau of Business and Economic Research - University of Florida, Gainesville. Figures for years subsequent to year 2020 are unavailable.

<u>% POPULATION BY AGE GROUP *</u>		
<u>YEAR</u>	<u>MARION COUNTY</u>	<u>STATE OF FLORIDA</u>
0-14	18.9	19.1
15-44	36.7	42.3
45-64	21.9	20.2
65 +	22.5	18.4

Source: 1993 Florida Statistical Abstract, Bureau of Business and Economic Research, University of Florida.

* Figures are not maintained for individual cities within Marion County.

(1) On April 1, 1992, Ocala ranked 40th in population size among Florida cities; Marion County ranked 17th in population among Florida counties; and Marion County ranked 30th in population density among Florida counties.

CITY OF OCALA, FLORIDA

LIST OF TEN LARGEST TAXPAYERS

1992 TAX ROLL

<u>Taxpayer</u>	<u>Type of Business</u>	<u>Assessed Valuation</u>	<u>Percent of Total Assessed Valuation</u>	<u>City Tax Bill (1) (2)</u>
1. K-Mart Corp.	Distribution Center	\$ 46,790,561	3.12%	\$ 236,000
2. United Telephone of Florida	Telephone Communications	44,990,868	3.00	227,000
3. Paddock Mall Associates	Regional Shopping Center	23,936,890	1.59	121,000
4. Marion Community Hospital	General Hospital Care	17,106,565	1.14	86,200
5. Paddock Park Apartments	Apartment Complex	13,343,071	.89	67,000
6. Clairson International Corp.	Manufacturing	11,136,558	.74	56,000
7. C.C. Ocala Joint Venture	Local Shopping Center	10,112,522	.67	51,000
8. Wal-Mart	Local Shopping Center	8,248,285	.54	42,000
9. Sears, Roebuck & Co.	Department Store	7,685,617	.51	39,000
10. Ocala Mall Assoc., Ltd.	Local Shopping Center	7,587,719	.51	38,000
Total Assessed Value		190,938,656	12.71	963,200
Other Taxpayers		<u>1,310,916,791</u>	<u>87.29</u>	<u>6,425,929</u>
Total Assessed Value		<u>\$1,501,855,447</u>	<u>100.00%</u>	<u>\$7,389,129</u>

(1) City of Ocala taxpayers pay City, County, School Board and certain water district levies. The City levy only is shown here.

(2) Excludes property tax levies of the Downtown Development Commission.

CITY OF OCALA, FLORIDA

SCHEDULE OF INSURANCE IN FORCE

September 30, 1993

<u>Company</u>	<u>Policy #</u>	<u>Type of Coverage</u>	<u>Deductible Self Retention</u>	<u>Limit of Coverage</u>
City of Ocala	Self-Insured	Workers' Compensation	-	\$ 250,000
Florida Municipal Liability Self- Insurers Fund	FM-494	Workers' Compensation Excess	\$400,000	Statutory
Hartford	ETB-102113	Police and Firefighters accidental death and dismemberment	-	\$ 15,000
Hartford	ETB-102113	Fresh Pursuit	-	\$ 15,000
Hartford	ETB-102113	Police and Firefighters intentional death and dismemberment	-	\$ 75,000
Shenandoah Life	07-0009629	Employee Life, AD and D	-	Various as specified in policy
City of Ocala	Self-Insured	Disability Income Replacement	-	60% of income
New Providence Corporation	GA186	All risk property	\$ 10,000	As specified in policy
Aviation Office of America	641GLA4336652	Airport Liability	-	\$5,000,000 per occurrence
Florida Municipal Liability Self- Insurers Program	FML 116	General Liability	\$100,000 per person \$200,000 per occurrence	-
"	"	Law enforcement officers and public officials Liability EMT	\$100,000 per person \$200,000 per occurrence	-
"	"	Fire legal	\$100,000 per occurrence	\$1,000,000
City of Ocala	Self-Insured	Auto Liability	-	-

Continued

CITY OF OCALA, FLORIDA

SCHEDULE OF INSURANCE IN FORCE - CONTINUED

September 30, 1993

<u>Company</u>	<u>Policy #</u>	<u>Type of Coverage</u>	<u>Deductible Self Retention</u>	<u>Limit of Coverage</u>
City of Ocala	Self-Insured	Auto Physical Damage	-	Actual cash value
Florida Municipal Liability Self-Insurers Program	FMIT 425	Auto Physical Damage, Fire Dept. Vehicles	\$ 3,000	Replacement cost of vehicle
Blue Cross/Blue Shield of Florida (TPA)	15920	Employee Health Coverage	Fully self-insured	Various as specified in policy
City of Ocala	Self-Insured	Dental	Fully self-insured	\$1,000 per person/per year
State Auto Mutual Insurance Company	CRP1330472-01	Blanket Honesty Bond	None	\$25,000 per employee
St. Paul Surplus Lines	CB0552022	Legal Liquor Liability	-	\$ 300,000
St. Paul Surplus Lines	BMI-AT-9429835	Boiler/Machinery (transformers)	\$5,000 or per formula	\$5,000,000
Peerless Insurance	#SM64908	Bond, Over-weight charge (landfill)		\$ 10,000
<u>Surety Bonds Required by Ordinance</u>		<u>Type of Coverage</u>	<u>Amount</u>	
City Manager - Scotty J. Andrews State Automobile Mutual Insurance Company - #78059			\$95,000	
Finance Director - Glen L. Baker State Automobile Mutual Insurance Company - #78058			\$95,000	

CITY OF OCALA, FLORIDA

PROPERTY VALUE, CONSTRUCTION AND BANK DEPOSITS

LAST TEN FISCAL YEARS

	<u>Commercial Construction (1)</u>		<u>Residential Construction (1)</u>		<u>Bank Deposits (in thousands)</u>	
	<u>Number of Units</u>	<u>Value</u>	<u>Number of Units</u>	<u>Value</u>	<u>Bank (2)</u>	<u>Savings and Loan Association (3)</u>
1984	206	\$29,589,475	373	\$14,142,930	\$ 708,943	\$515,109
1985	253	27,110,703	210	11,005,595	825,572	557,588
1986	168	25,943,361	484	13,682,001	898,714	569,115
1987	144	20,501,586	207	10,956,790	961,160	698,496
1988	125	22,273,533	199	12,073,501	1,099,243	694,452
1989	148	56,245,634	236	13,646,775	1,220,332	749,632
1990	179	42,657,459	204	11,441,739	1,330,496	768,062
1991	70	30,114,989	83	5,716,862	1,409,328	800,513
1992	65	24,020,610	68	5,366,231	1,418,489	723,894
1993	35	9,475,119	96	8,105,884	1,422,021	711,342

(1) Obtained from records maintained by the City of Ocala Building, Zoning and Licensing Department.

(2) Obtained by Citizens First Bank of Ocala for 1984, Barnett Bank of Marion County, N.A. for 1985, the Florida Bankers Association for 1986 through 1992, and Barnett Bank for 1993. Figures shown are for Marion County and represent total bank deposits at September 30 for the years 1984 through 1992.

(3) Obtained by Citizens First Bank of Ocala for the year 1984, Mid-State Federal Savings and Loan Association for 1985, the Federal Home Loan Bank for the years 1986 through 1991, the U.S. Savings and Loan League for 1992, and Barnett Bank for 1993. Figures shown are for Marion County and represent total savings and loan association deposits at December 31 for 1983, at March 31 for 1984 through 1986, at June 30 for 1987, 1988 and 1992, and at September 30 for 1989 through 1991 and 1993.

CITY OF OCALA, FLORIDA
LIST OF OFFICERS' SALARIES

September 30, 1993

City Manager	\$ 79,079
Assistant City Manager	69,171
Assistant City Manager	57,275
Building Official	56,936
City Clerk	36,560
City Engineer	59,771
Downtown Development Manager	29,364
Electric Utility Director	69,171
Finance Director	54,108
Fire Chief	49,739
Fleet Management Director	42,718
Golf Director	39,528
Human Resources Director	46,866
Internal Auditor	42,171
Management Information System Director	51,282
Planning Director	46,267
Police Chief	64,070
Public Works Director	50,673
Purchasing Director	47,875
Recreation and Parks Director	43,599
Regional Library Director	37,421
Risk Manager	47,153
Water and Sewer Director	50,861

CITY OF OCALA, FLORIDA

SUMMARY OF DEBT SERVICE REQUIREMENTS TO MATURITY

ALL BONDED DEBT

1994-2016

Fiscal Year	Improvement Refunding Revenue Bonds and Revenue Refunding Certificates	Electric System Revenue and Refunding Bonds	Water and Sewer Revenue and Refunding Bonds	Utility Systems Subordinate Refunding Revenue Bonds Series 1992A	Utility Systems Subordinate Refunding Revenue Bonds Series 1992B	Optional Gas Tax Refunding Revenue Bonds	Tax Principal and Interest
1994	\$ 2,547,110	\$ 1,927,352	\$ 991,927	\$ 4,216,215	\$ 3,444,322	\$ 1,354,403	\$ 14,481,329
1995	2,551,475	1,929,065	1,182,825	4,207,878	3,435,547	1,310,762	14,617,552
1996	2,551,493	1,928,038	1,181,658	4,216,296	3,432,785	1,309,578	14,619,848
1997	2,547,205	1,923,325	1,183,828	4,203,865	3,434,735	1,305,489	14,598,447
1998	2,548,300	1,924,390	1,179,418	4,205,490	3,430,975	1,302,953	14,591,526
1999	1,262,875	1,600,030	1,183,348	4,195,860	2,312,110	1,302,476	12,056,699
2000	1,258,850	-	1,175,583	4,199,280	2,397,415	1,303,395	10,334,523
2001	1,254,531	-	1,180,901	4,194,890	2,392,740	1,296,018	10,319,080
2002	1,249,819	-	1,173,265	4,192,903	2,395,313	1,300,565	10,311,865
2003	1,250,069	-	1,177,574	4,188,455	2,390,270	1,296,265	10,302,633
2004	1,244,894	-	1,174,406	4,176,202	2,382,260	1,298,245	10,276,007
2005	1,239,100	-	1,173,759	4,180,931	2,381,225	1,296,887	10,271,902
2006	1,233,625	-	1,175,253	4,168,888	2,376,094	1,291,988	10,245,848
2007	1,230,000	-	1,168,887	4,167,450	2,366,719	1,292,812	10,225,868
2008	-	-	1,169,471	4,161,750	-	1,288,800	6,620,021
2009	-	-	1,165,812	4,153,437	-	1,285,250	6,604,499
2010	-	-	1,162,656	4,154,400	-	1,287,500	6,604,556
2011	-	-	1,160,365	4,143,988	-	-	5,304,353
2012	-	-	1,158,546	4,140,625	-	-	5,299,171
2013	-	-	1,156,806	4,138,750	-	-	5,295,556
2014	-	-	1,154,750	4,124,375	-	-	5,279,125
2015	-	-	1,147,180	4,121,719	-	-	5,268,899
2016	-	-	1,148,509	4,114,687	-	-	5,263,196
Total	<u>\$23,969,346</u>	<u>\$11,432,200</u>	<u>\$ 26,726,727</u>	<u>\$95,968,334</u>	<u>\$38,572,510</u>	<u>\$22,123,386</u>	<u>\$218,792,503</u>

CITY OF OCALA, FLORIDA

STATEMENT OF BONDED DEBT AND INTEREST

CAPITAL IMPROVEMENT REFUNDING REVENUE BONDS, SERIES 1986

September 30, 1993

This issue, which was sold in August, 1986, consists of \$6,625,000 serial bonds maturing on October 1, 1987 through 1999 and of \$7,035,000 term bonds of which \$4,690,000 mature on October 1, 2004 and \$2,345,000 mature on October 1, 2006. As of September 30, 1992, \$2,335,000 of the serial bonds have been retired. The schedule below shows the actual maturities for the outstanding serial bonds and the debt service requirements for the term bonds. The bonds are fully registered and are in denominations of \$5,000 each or any integral multiple thereof. The paying agent and bond registrar is The Citizens and Southern National Bank in Atlanta, Georgia.

Sales tax revenues, franchise fees, occupational license taxes, the guaranteed entitlement portion of state revenue sharing funds, mobile home licenses and court fines and forfeitures are pledged to retire these bonds.

Proceeds of this issue were used primarily for the advance refunding of the Capital Improvements Revenue Bonds, Series 1982 and for a portion of the costs of paving and four-laning N.E. 14th Street from Silver Springs Boulevard to Magnolia Avenue.

<u>Fiscal Year</u>	<u>Interest Rate</u>	<u>Principal Due 10-1</u>	<u>Interest Due 10-1</u>	<u>Interest Due 4-1</u>	<u>Total</u>
1994	6.60	\$ 490,000	\$ 394,405	\$ 378,235	\$ 1,262,640
1995	6.90	530,000	378,235	359,950	1,268,185
1996	7.10	565,000	359,950	339,893	1,264,843
1997	7.20	605,000	339,892	318,113	1,263,005
1998	7.30	650,000	318,112	294,388	1,262,500
1999	7.40	700,000	294,387	268,488	1,262,875
2000	7.50	750,000	268,487	240,363	1,258,850
2001	7.75	805,000	240,362	209,169	1,254,531
2002	7.75	865,000	209,169	175,650	1,249,819
2003	7.75	935,000	175,650	139,419	1,250,069
2004	7.75	1,005,000	139,419	100,475	1,244,894
2005	7.75	1,080,000	100,475	58,625	1,239,100
2006	5.00	1,145,000	58,625	30,000	1,233,625
2007	5.00	<u>1,200,000</u>	<u>30,000</u>	<u>-</u>	<u>1,230,000</u>
Total		<u>\$11,325,000</u>	<u>\$3,307,168</u>	<u>\$2,912,768</u>	<u>\$17,544,936</u>

Continued

CITY OF OCALA, FLORIDA

STATEMENT OF BONDED DEBT AND INTEREST - CONTINUED

CAPITAL IMPROVEMENT REVENUE REFUNDING CERTIFICATES, SERIES 1988

September 30, 1993

This issue, which was sold in August, 1988, consists of \$7,505,000 in fully registered certificates in denominations of \$5,000 and integral multiples thereof. The certificates mature from April 1, 1989 through 1998 and are not subject to redemption prior to their stated maturities. As of September 30, 1993, \$2,235,000 of the certificates have been retired. The outstanding certificates will mature as listed below. The paying agent and certificate registrar is Citizens and Southern Trust Company (Georgia), National Association in Atlanta, Georgia.

Sales tax revenues, franchise fees, occupational license taxes, the guaranteed entitlement portion of state revenue sharing funds, mobile home licenses and court fines and forfeitures are pledged to retire these certificates; however, the lien and pledge for payment of the certificates is junior and subordinate to the lien upon and the pledge of the pledged revenues for the payment of the City's Capital Improvement Refunding Revenue Bonds, Series 1986.

The certificates were issued primarily to advance refund the outstanding portion of the Capital Improvement Revenue Certificates, Series 1986 and to pay the cost of various capital improvement projects of the City.

<u>Fiscal Year</u>	<u>Interest Rate</u>	<u>Principal Due 4-1</u>	<u>Interest Due 10-1</u>	<u>Interest Due 4-1</u>	<u>Total</u>
1994	6.65	\$ 920,000	\$ 182,235	\$ 182,235	\$1,284,470
1995	6.80	980,000	151,645	151,645	1,283,290
1996	6.90	1,050,000	118,325	118,325	1,286,650
1997	7.00	1,120,000	82,100	82,100	1,284,200
1998	7.15	1,200,000	42,900	42,900	1,285,800
Total		<u>\$5,270,000</u>	<u>\$ 577,205</u>	<u>\$ 577,205</u>	<u>\$6,424,410</u>

Continued

CITY OF OCALA, FLORIDA

STATEMENT OF BONDED DEBT AND INTEREST - CONTINUED

ELECTRIC SYSTEM REVENUE REFUNDING BONDS, SERIES 1989B

September 30, 1993

In October, 1989, the \$13,000,000 Electric System Revenue Refunding Bonds, Series 1989B were sold. This issue consists of \$13,000,000 in serial bonds which mature on October 1, 1990 through 1998. As of September 30, 1993, \$3,575,000 of these bonds have been retired. The schedule below shows the actual maturities and the debt service requirements for the outstanding serial bonds. The bonds are fully registered and were issued in denominations of \$5,000 or any integral multiple thereof. The paying agent and bond registrar is Citizens and Southern Trust Company (Georgia), National Association in Atlanta, Georgia.

The payment of principal and interest on the Series 1989B bonds is secured by a lien on the net revenues derived from the operation of the City's electric system.

The proceeds of this issue were used for the purpose of advance refunding the City's outstanding Power System Revenue Bonds, Series 1977, and the City's outstanding Power Supply Revenue Refunding Bonds, Series 1988.

<u>Fiscal Year</u>	<u>Interest Rate</u>	<u>Principal Due 10-1</u>	<u>Interest Due 10-1</u>	<u>Interest Due 4-1</u>	<u>Total</u>
1994	6.30	\$ 1,345,000	\$ 312,360	\$ 269,992	\$ 1,927,352
1995	6.40	1,435,000	269,992	224,073	1,929,065
1996	6.55	1,530,000	224,073	173,965	1,928,038
1997	6.70	1,630,000	173,965	119,360	1,923,325
1998	6.80	1,745,000	119,360	60,030	1,924,390
1999	6.90	1,740,000	60,030	-	1,800,030
Total		<u>\$ 9,425,000</u>	<u>\$1,159,780</u>	<u>\$ 847,420</u>	<u>\$11,432,200</u>

Continued

CITY OF OCALA, FLORIDA

STATEMENT OF BONDED DEBT AND INTEREST - CONTINUED

WATER AND SEWER REFUNDING REVENUE BONDS, SERIES 1988

September 30, 1993

This issue, which was sold in July, 1988, consists of \$2,145,000 serial bonds maturing from October 1, 1993 through 2000 and of \$10,305,000 term bonds of which \$3,430,000 mature on October 1, 2007 and \$6,875,000 mature on October 1, 2015. The schedule below shows the actual maturities for the serial bonds and the debt service requirements for the term bonds. The bonds are fully registered and were issued in denominations of \$5,000 or any integral multiple thereof. The paying agent and registrar is Citizens and Southern Trust Company (Georgia), National Association in Atlanta, Georgia.

The payment of principal and interest on the Series 1988 bonds is secured by a lien on the net revenues derived from the operation of the water and sewer system; however, the lien on the pledged revenues for the Series 1988 bonds is junior and subordinate to the Series 1985A and Series 1986 bonds.

Proceeds of this issue were used primarily to advance refund the Water and Sewer Refunding Revenue Bonds, Series 1985B.

<u>Fiscal Year</u>	<u>Interest Rate</u>	<u>Principal Due 10-1</u>	<u>Interest Due 10-1</u>	<u>Interest Due 4-1</u>	<u>Total</u>
1994	6.150	\$ 45,000	\$ 474,155	\$ 472,772	\$ 991,927
1995	6.300	245,000	472,771	465,054	1,182,825
1996	6.500	260,000	465,054	456,604	1,181,658
1997	6.700	280,000	456,604	447,224	1,183,828
1998	6.800	295,000	447,224	437,194	1,179,418
1999	6.900	320,000	437,194	426,154	1,183,348
2000	7.000	335,000	426,154	414,429	1,175,583
2001	7.100	365,000	414,429	401,472	1,180,901
2002	7.625	385,000	401,471	386,794	1,173,265
2003	7.625	420,000	386,793	370,781	1,177,574
2004	7.625	450,000	370,781	353,625	1,174,406
2005	7.625	485,000	353,625	335,134	1,173,759
2006	7.625	525,000	335,134	315,119	1,175,253
2007	7.625	560,000	315,118	293,769	1,168,887
2008	7.625	605,000	293,768	270,703	1,169,471
2009	7.875	650,000	270,703	245,109	1,165,812
2010	7.875	700,000	245,109	217,547	1,162,656
2011	7.875	755,000	217,546	187,819	1,160,365
2012	7.875	815,000	187,818	155,728	1,158,546
2013	7.875	880,000	155,728	121,078	1,156,806
2014	7.875	950,000	121,078	83,672	1,154,750
2015	7.875	1,020,000	83,671	43,509	1,147,180
2016	7.875	1,105,000	43,509	-	1,148,509
Total		<u>\$12,450,000</u>	<u>\$7,375,437</u>	<u>\$6,901,290</u>	<u>\$26,726,727</u>

Continued

CITY OF OCALA, FLORIDA

STATEMENT OF BONDED DEBT AND INTEREST - CONTINUED

OPTIONAL GAS TAX REVENUE BONDS, SERIES 1989

September 30, 1993

The Optional Gas Tax Refunding Revenue Bonds, Series 1992, dated December 10, 1992, bear interest at 2.75-6.0%, payable semi-annually on June 1 and December 1. The bonds, which are fully registered and were issued in denominations of \$5,000 or any integral multiple thereof, consists of \$11,915,000 of serial bonds and \$2,425,000 of term bonds. The principal of and premium, if any, are payable upon presentation and surrender to the paying agent, NationsBank of Georgia, National Association, Atlanta, Georgia.

The Series 1992 Bonds and the interest thereon are payable solely from and secured by a lien and pledge of the proceeds of the six cent optional gas tax received by the City.

Proceeds received from the sale of the Series 1992 Bonds were used primarily to refund the City's Optional Gas Tax Revenue Bonds, Series 1989.

<u>Fiscal Year</u>	<u>Interest Rate</u>	<u>Principal Due 12-1</u>	<u>Interest Due 12-1</u>	<u>Interest Due 6-1</u>	<u>Total</u>
1994	2.75 %	\$ 620,000	\$ 371,464	\$ 362,939	\$ 1,354,403
1995	3.40	595,000	362,939	352,823	1,310,762
1996	3.60	615,000	352,824	341,754	1,309,578
1997	4.10	635,000	341,753	328,736	1,305,489
1998	4.40	660,000	328,736	314,217	1,302,953
1999	4.625	690,000	314,216	298,260	1,302,476
2000	5.00	725,000	298,260	280,135	1,303,395
2001	5.10	755,000	280,135	260,883	1,296,018
2002	5.30	800,000	260,882	239,683	1,300,565
2003	5.50	840,000	239,682	216,583	1,296,265
2004	5.60	890,000	216,582	191,663	1,298,245
2005	5.625	940,000	191,662	165,225	1,296,887
2006	5.75	990,000	165,225	136,763	1,291,988
2007	5.85	1,050,000	136,762	106,050	1,292,812
2008	6.00	1,110,000	106,050	72,750	1,288,800
2009	6.00	1,175,000	72,750	37,500	1,285,250
2010	6.00	1,250,000	37,500	-	1,287,500
Total		\$14,340,000	\$4,077,422	\$3,705,964	\$22,123,386

The Optional Gas Tax Refunding Revenue Bonds, Series 1992, dated December 10, 1992, bear interest at 2.75-6.0%, payable semi-annually on June 1 and December 1. The bonds, which are fully registered and were issued in denominations of \$5,000 or any integral multiple thereof, consists of \$11,915,000 of serial bonds and \$2,425,000 of term bonds. The principal of and premium, if any, are payable upon presentation and surrender to the paying agent, NationsBank of Georgia, National Association, Atlanta, Georgia.

The Series 1992 Bonds and the interest thereon are payable solely from and secured by a lien and pledge of the proceeds of the six cent optional gas tax received by the City.

Proceeds received from the sale of the Series 1992 Bonds were used primarily to refund the City's Optional Gas Tax Revenue Bonds, Series 1989.

Continued

CITY OF OCALA, FLORIDA

STATEMENT OF BONDED DEBT AND INTEREST - CONTINUED

UTILITY SYSTEMS SUBORDINATE REFUNDING REVENUE BONDS, SERIES 1992A

September 30, 1993

The Utility Systems Subordinate Refunding Revenue Bonds, Series 1992A, dated March 15, 1992, bear interest at 3.25-6.50%, payable semi-annually on April 1 and October 1. The bonds are fully registered and were issued in denominations of \$5,000 or any integral multiple thereof. As of September 30, 1993, \$680,000 of the total issue of \$51,200,000 have been retired. The principal of and premium, if any, are payable upon presentation and surrender to the paying agent, Nations Bank of Georgia, National Association, Atlanta, Georgia.

The Series 1992A Bonds and the interest are payable solely from and secured by a lien on the surplus revenues of the City's Water and Sewer System and Electric System.

The proceeds received from the sale of the Series 1992A Bonds were used primarily to refund the City's Water and Sewer Revenue Bonds, Series 1985A and the Water and Sewer Refunding Revenue Bonds, Series 1986.

<u>Fiscal Year</u>	<u>Principal Due 10-1</u>	<u>Interest Due 10-1</u>	<u>Interest Due 4-1</u>	<u>Total</u>
1994	\$ 1,150,000	\$ 1,543,889	\$ 1,522,326	\$ 4,216,215
1995	1,190,000	1,522,327	1,495,551	4,207,878
1996	1,255,000	1,495,551	1,465,745	4,216,296
1997	1,305,000	1,465,745	1,433,120	4,203,865
1998	1,375,000	1,433,120	1,397,370	4,205,490
1999	1,440,000	1,397,370	1,358,490	4,195,860
2000	1,525,000	1,358,490	1,315,790	4,199,280
2001	1,610,000	1,315,790	1,269,100	4,194,890
2002	1,705,000	1,269,100	1,218,803	4,192,903
2003	1,805,000	1,218,802	1,164,653	4,188,455
2004	1,905,000	1,164,652	1,106,550	4,176,202
2005	2,030,000	1,106,550	1,044,381	4,180,931
2006	2,150,000	1,044,382	974,506	4,168,888
2007	2,290,000	974,506	902,944	4,167,450
2008	2,435,000	902,944	823,806	4,161,750
2009	2,590,000	823,806	739,631	4,153,437
2010	2,765,000	739,631	649,769	4,154,400
2011	2,940,000	649,769	554,219	4,143,988
2012	3,130,000	554,219	456,406	4,140,625
2013	3,330,000	456,406	352,344	4,138,750
2014	3,530,000	352,344	242,031	4,124,375
2015	3,755,000	242,032	124,687	4,121,719
2016	3,990,000	124,687	-	4,114,687
Total	<u>\$51,200,000</u>	<u>\$23,156,112</u>	<u>\$21,612,222</u>	<u>\$95,968,334</u>

Continued

CITY OF OCALA, FLORIDA

STATEMENT OF BONDED DEBT AND INTEREST - CONTINUED

UTILITY SYSTEMS SUBORDINATE REFUNDING REVENUE BONDS, SERIES 1992B

September 30, 1993

The Utility Systems Subordinate Refunding Revenue Bonds, Series 1992B, dated March 15, 1992, bear interest at 3.25-6.25%, payable semi-annually on April 1 and October 1. The bonds are fully registered and were issued in denominations of \$5,000 or any integral multiple thereof. As of September 30, 1993, \$1,105,000 of the total issue of \$28,435,000 have been retired. The principal of and premium, if any, are payable upon presentation and surrender to the paying agent, Nations Bank of Georgia, National Association, Atlanta, Georgia.

The Series 1992B Bonds and the interest are payable solely from and secured by a lien on the surplus revenues of the City's Water and Sewer System and Electric System.

Proceeds received from the sale of the Series 1992B Bonds were used primarily to refund the City's Electric System Revenue Bonds, Series 1989A.

<u>Fiscal Year</u>	<u>Principal Due 10-1</u>	<u>Interest Due 10-1</u>	<u>Interest Due 4-1</u>	<u>Total</u>
1994	\$ 1,990,000	\$ 745,817	\$ 708,505	\$ 3,444,322
1995	2,065,000	708,505	662,042	3,435,547
1996	2,160,000	662,042	610,743	3,432,785
1997	2,270,000	610,743	553,992	3,434,735
1998	2,385,000	553,993	491,982	3,430,975
1999	1,365,000	491,982	455,128	2,312,110
2000	1,530,000	455,127	412,288	2,397,415
2001	1,615,000	412,287	365,453	2,392,740
2002	1,715,000	365,453	314,860	2,395,313
2003	1,815,000	314,860	260,410	2,390,270
2004	1,920,000	260,410	201,850	2,382,260
2005	2,040,000	201,850	139,375	2,381,225
2006	2,165,000	139,375	71,719	2,376,094
2007	2,295,000	71,719	-	2,366,719
Total	<u>\$27,330,000</u>	<u>\$ 5,994,163</u>	<u>\$ 5,248,347</u>	<u>\$38,572,510</u>

Continued

CITY OF OCALA, FLORIDA

ANALYSIS OF SEWERAGE SYSTEM CAPITAL IMPROVEMENT FUND
ESTABLISHED FOR FLORIDA DEPARTMENT OF ENVIRONMENTAL
REGULATION GRANT #621080

The City received grant number 621080 from the State of Florida Department of Environmental Regulation for a portion of the construction of Sewer Treatment Plant #1. One of the requirements of this grant is that the City provide for a sewerage system capital improvement account to accumulate the equivalent future value of the grant amount adjusted for inflationary cost increases upon completion of the grant-related project. In December, 1985, the City adopted ordinance #1810 which addresses this subject in section 5. The amount to be accumulated by the City is \$6,020,462.40. Grant condition number 23 requires annual certification that the sewerage system capital improvement account is maintained in accordance with Section 17-501.610 of the Florida Administrative Code.

The construction of the grant-related project, Sewer Treatment Plant #1, was completed during fiscal year 1988. Since prepayments to the capital improvement fund are allowed, the City started making deposits in fiscal year 1986. The following schedule shows all activity in the sewerage system capital improvement fund since its inception:

<u>Fiscal</u> <u>Year</u>	<u>Deposits</u>	<u>Interest</u> <u>Income</u>	<u>Balance</u> <u>September 30,</u>
1986	\$301,023.12	\$ -	\$ 301,023.12
1987	301,023.12	18,714.00	620,760.24
1988	301,023.12	50,909.96	972,693.32
1989	301,023.12	91,647.90	1,365,364.34
1990	301,023.12	125,170.01	1,791,557.47
1991	301,023.12	142,728.85	2,235,309.44
1992	301,023.12	111,185.27	2,647,517.83
1993	301,023.00	116,575.01	3,065,115.84

Orlando Utilities Commission 1993 Annual Report

Maintaining A Competitive **EDGE**